

ANNUAL COMPREHENSIVE FINANCIAL REPORT FISCAL YEAR 2023



**September 30, 2023
TEMPLE TERRACE, FLORIDA**



TEMPLE TERRACE

Amazing City. Since 1925.

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**City of Temple Terrace, Florida
Annual Comprehensive Financial Report
for the Fiscal Year Ended
September 30, 2023**

Prepared by:

Finance Department

James Ingram, Finance Director

Jennifer Newman, Assistant Finance Director

Jamie Deve, Finance Operations Manager



TEMPLE TERRACE

Amazing City. Since 1925.

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INTRODUCTORY SECTION

Transmittal Letter

List of Elected and Appointed Officials

Organizational Chart

GFOA Certificate of Achievement



April 26, 2024

To the Honorable Mayor, Members of City Council, and Citizens of the City of Temple Terrace:

It is our pleasure to submit this Annual Comprehensive Financial Report (ACFR) for the City of Temple Terrace, Florida, for the fiscal year ended September 30, 2023. This report fulfills the requirements set forth in the City's Charter, Section 214; Florida State Statutes, Chapter 166.241 (4); and the Rules of the Auditor General, Chapter 10.550 which require that all local governments publish a complete set of audited financial statements each fiscal year in accordance with auditing standards generally accepted in the United States by a firm of licensed certified public accountants.

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

Florida Statutes, Chapter 11.45 and Chapter 10.550, require that an annual financial audit is performed by independent certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Temple Terrace for the fiscal year ended September 30, 2023, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the City of Temple Terrace's financial statements for the fiscal year ended September 30, 2023, are fairly presented in conformity with GAAP. The Independent Auditor's Report is presented as the first component of the financial section of this report.



PROFILE OF THE CITY OF TEMPLE TERRACE

The City of Temple Terrace, named after the hybrid “Temple” oranges and the surrounding “terraced” terrain, was incorporated on May 28, 1925, and operates under the Council-Manager form of government. The elected governing body is comprised of the Mayor and four City Councilmembers and is responsible for enacting ordinances, resolutions, and regulations governing the City and for appointing the City Manager, City Clerk, City Attorney, and members of various statutory and advisory boards. As chief administrative officer, the City Manager is responsible for managing the City’s day-to-day operations and affairs and appointing the City’s Department Directors.

Temple Terrace was developed as a high-quality residential suburban community in the Tampa Bay area during the 1960s and 1970s. The unique neighborhoods, with a golf course and the meandering Hillsborough River, combined with the City’s proximity to downtown Tampa, Interstate 75, the University of South Florida, Florida College and numerous renowned employment centers, continue to make the City attractive to a broad spectrum of the region’s population.

The City, with an estimated population of 27,207, provides a full range of general municipal services including police, fire, street construction and maintenance, planning and zoning, parks and recreation, library, and general administrative services. In addition, water, sewer, and solid waste collection services are provided and funded with user charges established by the City Council to ensure adequate coverage of operating expenses and payments on debt. Equipment maintenance, warehouse services, and facility maintenance are provided through Internal Service Funds with chargebacks to user departments to cover the cost of operation. The City of Temple Terrace contracts with the City of Tampa to receive and treat wastewater, and contracts with Hillsborough County to receive and dispose of solid waste.

The annual budget serves as the foundation for the City’s financial planning and control. All City departments are required to submit requests for appropriations to the City Manager. The City Manager uses these requests as the basis for developing the proposed budget. The City Manager presents the proposed budget to City Council for review no less than forty-five (45) days before the expiration of each fiscal year as established by Charter Section 6.02. The City Council is required to hold two (2) public hearings on the proposed budget and adopt a final budget no later than September 30, the close of the City’s fiscal year. The appropriated budget is prepared by fund, function, and department. Budgets for all governmental fund types are adopted consistent with generally accepted accounting principles. Budget-to-actual comparisons are provided for each governmental fund with the exception of the Insurance Premium Tax fund, which is not budgeted.

ECONOMIC CONDITION

The information presented in the financial statements is best understood when it is considered from the broader perspective of the environment within which the City of Temple Terrace operates.



LOCAL ECONOMY

The City of Temple Terrace, located in Hillsborough County, is part of a vibrant Tampa Bay area with an economy structured within four main industry sectors: (1) trade, transportation, and utilities; (2) business and professional services; (3) education and health services and (4) leisure and hospitality.

Hillsborough County's top private sector employers are Tampa General Hospital, Publix Supermarkets, and Baycare Health Systems. The top public sector employers are Hillsborough County School District, MacDill Air Force Base, Hillsborough County Government and the University of South Florida; whose campus abuts Temple Terrace.

The Tampa Bay area boasts a high-technology job base and has been acknowledged over the past few years as one of the emerging tech areas in the nation, by Forbes, Precision Global Company and others. The City continues to diversify its economic base in terms of long-range strength with State-shared revenues, business tax receipts, building permits and continued annexation of property.

Presently, the City has an aggregate inventory of over 800 acres of developed commercial properties. Many of these retail venues serve the increasing convenience and general merchandise shopping demands of residents from Temple Terrace, Tampa, and unincorporated Hillsborough County. Temple Terrace's larger retail shopping opportunities are located outside the city limits and are largely concentrated in three geographical nodes: New Tampa, Brandon, and the Wesley Chapel area.

Temple Terrace is home to Telecom Park, a "Class A" office district that houses Verizon's Southeast Regional Communications, the Moffitt Cancer Business Center, Florida Orthopedic, the Florida Department of Environmental Protection Agency, Chapters Health Care, Marriott Hotels, and Circle K's regional offices.

Recent additions to the City's tax base include a 2.9 million square foot Amazon fulfillment center; the 200 unit Waverly Terrace Apartments in the Community Redevelopment Area (CRA); 141 new homes in the River Park subdivision; and a 150,000 square foot VA Mental Health Clinic on Temple Terrace Highway.

LONG-TERM PLANNING GOALS

The City is striving to achieve high performing organization status and become a premier regional employer. This will take several years. Toward that end, the following was accomplished in FY 2023:



- Filling of key leadership positions: City Manager and Directors of Finance, Human Resources, and Public Works.
- Implementation of wage adjustments and enhanced benefits.
- Updating of outdated ordinances and policies.
- Creation of the weekly Manager's Strategic Working Group sessions to focus on organizational vision/mission and implementation strategies.
- Implementation of quarterly reporting to City Council on budgetary performance, Council goal attainment and capital project status.

CAPITAL IMPROVEMENT PLAN

The City has a Five-Year Capital Improvement Plan that provides a framework for the execution of utility improvements, equipment replacement, and projects related to growth. The plan details revenue projections and capital needs assumptions. Community Investment Tax revenue is used to fund much of this plan, particularly in terms of public safety and parks and recreation capital improvements.

WATER/WASTEWATER

The Water/Wastewater Division's long-term vision is to provide uninterrupted, high-quality water and wastewater service to a growing area. Annually, the Division coordinates utility relocations with the Engineering Division for street rehabilitation and resurfacing projects. As the City expands, the Department will be cognizant of plans to expand the water treatment plant and determine alternative treatment methods and sources. The financial statements include a 5.0% increase on water, sewer, and irrigation rates, effective February 1, 2023, in order to continue regular maintenance and upkeep on this infrastructure.

SANITATION

The Sanitation Division operates a comprehensive waste collection program that provides residential, commercial, yard waste and recycling services. The financial statements include a 8% increase in Solid Waste rates approved, effective February 1, 2023.

RELATED FINANCIAL POLICIES

The City's general governmental accounting records are maintained on a modified accrual basis, with the revenues recorded when available and measurable. Expenditures are recorded when services or goods are received, and liabilities are incurred. Accounting records for the City's utilities, proprietary funds, and pension trust funds are maintained on an accrual basis.

The City reviews financial policies annually with the adoption of the Operating and Capital Budget. The policies help ensure the ability to meet immediate and long-term service objectives. The City limits its exposure in future years to rising costs by controlling baseline costs and allocating one-time revenues to one-time expenditures, whenever possible.



ACCOUNTING SYSTEMS

The City's accounting system provides reliable financial records for preparing financial statements in conformity with generally accepted accounting principles. The accounting system supports an adequate internal control structure, which provides reasonable, but not absolute, assurance that the City's assets are safeguarded against loss, theft, or misuse. Reasonable assurance recognizes that the cost of a control should not exceed the expected benefits based on management's estimates.

BUDGETARY CONTROL

During the fiscal year, budgetary control and revisions are maintained at the department level. All purchase orders are compared to the category appropriation. Department directors are authorized to move funds within the categories of their respective divisions. The City Manager or Finance Director is authorized to transfer any unencumbered appropriation balance, or portion thereof, between specific expenditure classifications within a department or fund.

The budget process allows for amendments during the year as conditions warrant. Per the City Charter, the City Council is authorized to make changes to the budget as it deems necessary for the City's proper and economical operation, and may transfer any unencumbered balance, or portion thereof, to pay for any municipal purpose. An amendment may be initiated by the Finance Director, reviewed by the City Manager, and submitted to the City Council for its consideration. Appropriations are realigned upon City Council approval. In addition, the enabling legislation allows the City Manager or Finance Director to transfer an encumbered balance among programs within an operating fund, providing such action does not result in discontinuing a program. Also, appropriation of donated or grant expenditures is based upon the request. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in City Council's adopted annual budget.

MAJOR INITIATIVES

Redevelopment of the City's commercial property remains a high priority. The City's long-term financial condition is very dependent upon growing the local tax base through both strategic public and private investment. The City is examining its land development criteria to identify areas that could be streamlined and/or updated for greater efficiency.

For Fiscal Year 2023, increases in rates for water and sewer, and sanitation were used to meet system operating costs and capital reinvestment needed to ensure the long-term viability of the utility system.

General capital expenditures in FY 23 included, improvements to the City's recreational facilities including the Family complex and Lightfoot Center; window replacement for the Library; improvements to the City's IT infrastructure; and City Hall renovations. Street Improvement capital projects included several ARPA-funded initiatives, various stormwater projects, and asphalt resurfacing, including projects in the Community Development Block Grant (CDBG) area.



Upgrading the City's sanitary sewer system collection and pump stations that move wastewater to the City of Tampa for treatment has been a focal point for the City's utility staff for the past few years and requires substantial investment to ensure regulatory compliance and sustainable service to our customers. The City also continued work to upgrade pumping stations and water mains, most notably the Saint Augustine Water Main, a long-term project that entered into Phase 3 of construction in FY 23 and is expected to be completed in late FY 24.

The entire Capital Improvement Program for Fiscal Year 2023 can be found within the Annual City Budget, located at www.templeterrace.gov, under the subheading of Agenda & Documents, then to the drop-down list from the Annual Budget & Financial Reports, then select the capital improvement program FY 2023.

AWARDS AND ACKNOWLEDGEMENTS

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Temple Terrace for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022. This was the forty-fourth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for a subsequent certificate.

In addition, the City also received the GFOA's Award for Distinguished Budget Presentation for its Annual Budget for FY 2024, beginning October 1, 2023, marking forty-five years the City has received this award. It is based on a governmental unit's publishing a budget document that meets program criteria as a policy document, operations guide, financial plan, and communications medium.



ACKNOWLEDGEMENTS

The preparation of the Annual Comprehensive Financial Report is made possible by the dedicated service of the entire staff of the City's Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Appreciation is also extended to all City departmental directors and staff, who contributed significantly by ensuring the accuracy and integrity of accounting information compiled throughout the year. We recognize the Mayor and City Council for their leadership and support in providing the highest level of accountability and transparency through financial reporting. We also thank the citizens of the City of Temple Terrace whose cooperation, support, and assistance have contributed greatly to the operation of this Amazing City.

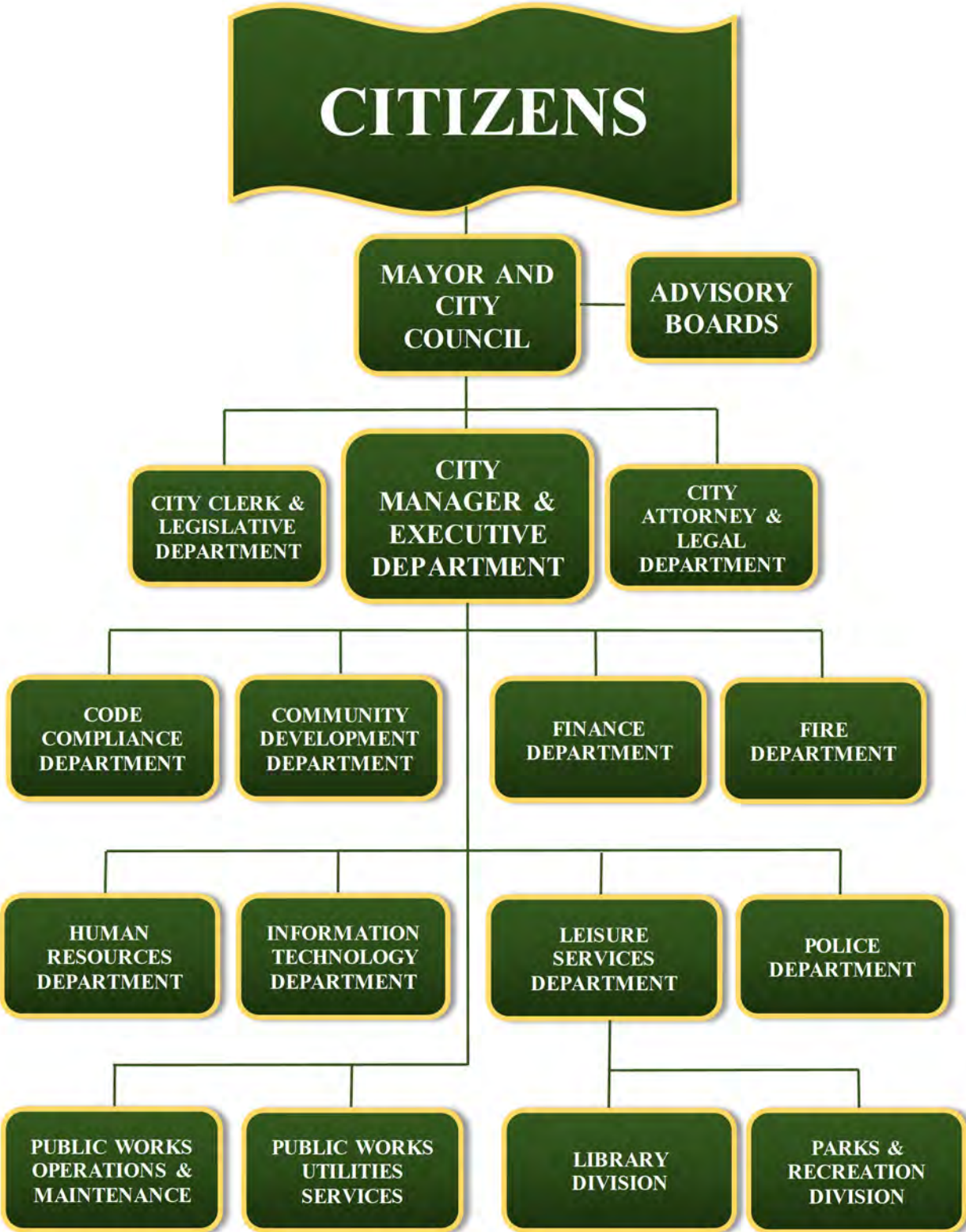
Respectfully submitted,

Carlos Baía
City Manager

James Ingram
Finance Director



ORGANIZATIONAL CHART





LIST OF ELECTED AND APPOINTED OFFICIALS

CITY COUNCIL–ELECTED OFFICIALS

Andrew Ross, Mayor

Meredith Abel, Vice Mayor

James Chambers, Council Member

Alison Fernandez, Council Member

Gil Schisler, Council Member

CITY MANAGER

Carlos Baía

APPOINTED OFFICIALS

City Attorney	Pamela D. Cichon
City Clerk	Cheryl A. Mooney
Code Compliance Director	Tom Borroni
Community Development Director	Michael Sherman
Finance Director	James Ingram
Fire Chief	Ian M. Kemp
Human Resources Director	Antonio Nazario
Information Technology Director	Sally Cabrera
Leisure Services Director	Karl W. Langefeld
Police Chief	Kenneth R. Albano
Public Works Operations Director	Jason Warrenfeltz
Utilities Director	Troy Tinch



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Temple Terrace
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Executive Director/CEO



FINANCIAL SECTION

Independent Auditor’s Report

Management Discussion and Analysis

Basic Financial Statements

Government Wide Financial Statements

- Statement of Net Position
- Statement of Activities

Fund Financial Statements

- Balance Sheet–Governmental Funds
- Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
- Statement of Revenues, Expenditures, and Changes in Fund Balances–Governmental Funds
- Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Government Funds to the Statement of Activities
- Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–General Fund
- Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Street Improvement Revenue Fund
- Statement of Net Position –Proprietary Funds
- Statement of Revenues, Expenditures, and Changes in Net Position–Proprietary Fund
- Statement of Cash Flows–Proprietary Fund
- Statement of Fiduciary Net Position–Pension Trust Funds
- Statement of Changes in Fiduciary Net Position–Pension Trust Fund



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Emphasis-of-Matter

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Required Supplementary Information

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

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and 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.

The Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 26, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 26, 2024

Management's Discussion and Analysis
City of Temple Terrace, Florida
September 30, 2023

Management of the City of Temple Terrace (the City) has prepared the following discussion and analysis to provide a general overview of the financial activities for the Fiscal Year (FY) ended September 30, 2023, for the readers of the City's financial statements. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions, and should be considered in conjunction with the Transmittal Letter and the City's financial statements.

FINANCIAL HIGHLIGHTS

For FY 2023, the City's total net position increased by \$12,704,958. The governmental net position increased by \$11,026,206 and business-type net position increased by \$1,678,752.

Comparing FY 2023 with FY 2022, the governmental activities revenue increased \$2,563,786 (or 6.02%), while the expenses increased by \$1,954,986 (or 5.27%). Due to a large land sale of \$5,361,975 (gain of \$4,038,001) and the subsequent transfer from the business-type fund in FY 2023, governmental activities increased net position by \$11,026,206, higher than the FY 2022 net position increase, which was \$4,991,346.

Comparing FY 2023 with FY 2022, the business-type activities revenue increased \$6,958,594 (or 26.46%), while the expenses increased by \$1,021,914 (or 5.35%). After the transfer to governmental funds in FY 2023, the results of Business-Type activities increase in net position of \$1,678,752 slightly higher than the FY 2022 net position increase, which was \$1,168,134.

For FY 2023, the General Fund reported an increase in the fund balance of \$9,361,859, compared to an increase in fund balance of \$2,688,601 in FY 2022. One major factor in the increase is due to the transfer of the gain on sale of land, \$4,038,001, from the Water & Sewer Fund.

For budgetary reporting purposes, the General Fund reported total resources equal to 105.20% of the budget, and expenditures of 81.09% of budget.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City and its component units using the integrated approach as prescribed in GASB Statement No. 34. Included in this report are government-wide statements for two categories of activities—governmental and business-type. The government-wide financial statements present the complete financial picture of the City from the economic resources management focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. These statements include all assets of the City (including infrastructure capital assets) as well as all liabilities (including all long-term debt).

The MD&A is intended to serve as an introduction to the City's basic financial statements. These statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The financial statements also contains required supplementary information and other supplementary information.

The government-wide financial statements provide long-term and short-term information about the City's overall financial status. The fund financial statements focus on individual parts of the City and provide greater detail of the City's operations. The notes explain some of the information in the statements and provide more detailed data.

Management's Discussion and Analysis
City of Temple Terrace, Florida
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GOVERNMENT-WIDE FINANCIAL STATEMENTS

One of the most frequently asked questions about the City's finances is, "Has the City's overall financial condition improved, declined, or remained steady over the past year?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. They are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business, including all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The government-wide financial statements distinguish between two types of City functions. Governmental activities are principally supported by taxes and intergovernmental revenues. The governmental activities of the City basic services include general government, police, fire, protective inspections, public works, community development, and recreation. These activities are primarily financed through property taxes, utility taxes, gas taxes, sales taxes, and the City's utilities contribution.

Other City functions are Business-Type activities and are intended to recover all or a significant portion of their costs through user fees and charges. The City's Business-Type activities reflect private sector-type operations (water, sewer, and sanitation), where the fee for services typically covers all or most of the cost of operation, including depreciation.

Along with several other statements, the Governmental-wide statements include:

Statement of Net position presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources.

- o This statement format combines and consolidates the governmental funds' current financial resources with capital assets (including infrastructure), and long-term obligations.
- o Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

Statement of Activities presents changes in the City's net position during the most recent fiscal year.

- o All changes in net position are reported when the change occurs, regardless of the timing of related cash flows.
- o Revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

FUND FINANCIAL STATEMENTS

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

GOVERNMENTAL FUNDS

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements,

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governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains six individual governmental funds.

General Fund	Street Improvement Fund
Tax Increment Financing Fund (TIF)	Community Investment Tax Fund (CIT)
Debt Service Fund	Insurance Premium Investment Fund

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, and the Street Improvement Fund, all of which are considered major funds. This year's financial combines the Community Investment Tax Fund, the Debt Service Fund, the Tax Increment Financing Fund, and the Premium Insurance Fund. Details of these funds along with the Debt Services Fund are found in the Other Supplementary Information.

PROPRIETARY FUNDS

Proprietary funds provide the same type of information as the government-wide financial statements in more detail. The City of Temple Terrace maintains two different types of proprietary funds.

Enterprise funds are used to report the same functions presented as Business-Type activities in the government-wide financial statements. The City uses an enterprise fund to account for its Water/Sewer and Sanitation operations. The proprietary fund financial statements provide separate information for the two major enterprise funds.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for fleet maintenance. These services predominantly benefit governmental rather than Business-Type functions. They have been included within governmental activities in the government-wide financial statements. The internal service fund is presented in the proprietary fund financial statements.

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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City of Temple Terrace, Florida
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NOTES TO THE FINANCIAL STATEMENTS

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

OTHER INFORMATION

The report also presents required supplementary information concerning the City of Temple Terrace's progress in funding its obligation to provide pension benefits and other postemployment benefits (OPEB) to its employees. The combining statements referred to earlier and other schedules are presented immediately following the required supplementary information on pensions.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

STATEMENT OF NET POSITION

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$84,016,380 as of September 30, 2023. The table below reflects the condensed government-wide Statement of Net Position (in thousands).

Category	Gov. Activities 2023	Gov. Activities 2022	Business- Type Activities 2023	Business- Type Activities 2022	Total 2023	Total 2022
Assets:						
Current and other assets	\$49,733	\$38,199	\$19,702	\$17,740	\$69,435	\$55,939
Capital assets (net)	51,278	50,596	31,002	31,648	82,280	82,244
Total assets	101,011	88,795	50,704	49,388	151,715	138,183
Deferred outflows of resources	5,910	10,550	157	143	6,067	10,693
Liabilities:						
Current and other liabilities	13,232	13,639	3,564	4,131	16,796	17,770
Noncurrent liabilities	52,952	55,903	1,310	1,155	54,262	57,058
Total liabilities	66,184	69,542	4,874	5,286	71,058	74,828
Deferred inflows of resources	2,320	2,412	388	325	2,708	2,737
Net position:						
Investment in capital assets	51,278	50,597	31,002	31,648	82,280	82,245
Restricted	11,483	11,566	11,982	10,040	23,465	21,606
Unrestricted	(24,344)	(34,772)	2,615	2,232	(21,729)	(32,540)
Total net position	\$38,417	\$27,391	\$45,599	\$43,920	\$84,016	\$71,311

The largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings and infrastructure, improvements other than buildings, and machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City of Temple Terrace uses these capital assets to provide a variety of services to its residents. Accordingly, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Management's Discussion and Analysis
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Another portion of the City's net position, restricted net position, is at \$23,466,247, (or 27.93%), which represents resources that are subject to external restrictions on how they may be used, e.g., for debt and capital improvements. Restricted net position increased \$1,860,076, (or 0.086%) during the year. This was mainly due to improvement fees received and restricting enterprise funds for infrastructure replacements, repair, and improvements.

Statement of Activities

(reported in thousands)

The key elements of the changes in the City's net position for the fiscal years ended September 30, 2023, and September 30, 2022, are as follows:

Category	Gov. Activities 2023	Gov. Activities 2022	Business- Type Activities 2023	Business- Type Activities 2022	Total 2023	Total 2022
Revenues:						
Charges for services	\$9,185	\$8,651	\$19,326	\$18,111	\$28,511	\$26,762
Operating grants & contributions	363	2,435	0	0	363	2,435
Capital grants & contributions	1,458	2,883	2,266	1,151	3,724	4,034
Property taxes	16,580	13,361	0	0	16,580	13,361
Sales taxes	7,860	7,452	0	0	7,860	7,452
Utility taxes	4,627	4,107	0	0	4,627	4,107
Local business taxes	226	319	0	0	226	319
Grants & contrib. not restricted	62	97	0	0	62	97
Investment earnings	1,803	264	667	48	2,470	312
Other general revenues	446	389	0	0	446	389
Gain on sale	1	90	4,040	30	4,041	120
Total revenues	42,611	40,048	26,299	19,340	68,910	59,388
Expenses:						
General government	5,757	9,158	0	0	5,757	9,158
Public safety	21,475	17,184	0	0	21,475	17,184
Public works	4,715	3,998	0	0	4,715	3,998
Economic development	4,542	143	0	0	4,542	143
Culture & rec	219	4,249	0	0	219	4,249
Long-term debt interest	398	420	0	0	398	420
Water and sewer	0	0	14,326	13,663	14,326	13,663
Sanitation	0	0	4,773	4,414	4,774	4,414
Total expenses	37,106	35,151	19,099	18,077	56,205	53,229
Other financing sources:						
Transfers	5,521	95	(5,521)	(95)	0	0
Total other financing sources	5,521	95	(5,521)	(95)	0	0
Change in net position	11,026	4,991	1,679	1,168	12,705	6,159
Net position—beginning	27,391	22,400	43,920	42,752	71,311	65,152
Net position—ending	\$38,417	\$27,391	\$45,599	\$43,920	\$84,016	\$71,311

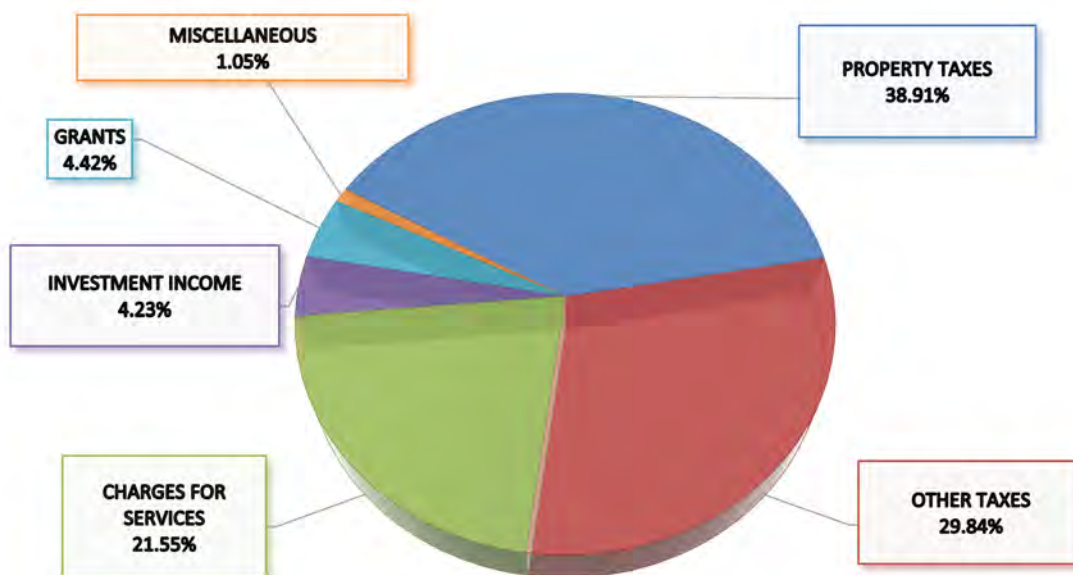
Management's Discussion and Analysis
City of Temple Terrace, Florida
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GOVERNMENTAL ACTIVITIES

Governmental activities increased the City's net position by \$5,505,225, net of the transfer from the business-type funds. The key elements in the difference between the 2 years are as follows:

- Property taxes increased by \$3,218,639, (or 24.09%) during FY 2023.
 - The increase is due to an increase in property values.
- Sales tax revenue increased \$408,202, (or 5.48%) during FY 2023.
- Utility taxes increased by \$520,401, (or 12.67%) during FY 2023.
- Investment income increased \$1,539,845 (or 583.79%) during FY 2023.
 - The increase is due to higher interest rates and higher balances held in City accounts.

REVENUE BY SOURCE—GOVERNMENTAL ACTIVITIES



The pie chart above shows that offsetting revenues of 25.97% for governmental activity expenses come from specific charges for services (21.55%) and grants (4.42%). The remaining 74.03% of revenue supporting governmental activities come from property taxes (38.91%), other taxes (29.84%) and other miscellaneous general revenues (1.05%).

BUSINESS-TYPE ACTIVITIES

Business-Type activities increased the City's net position by \$1,678,752.

Key elements of the net increase were:

- The Water and Sewer Utility Fund had operating income of \$610,003 and the charges for services increased by \$905,751, (or 6.46%).
- The Sanitation Fund had an operating loss of \$383,027.
 - This has grown over the FY 2022 operating loss of \$332,886.

Management's Discussion and Analysis
City of Temple Terrace, Florida
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- Charges for Services category accounts for 99.0% of the revenue generated in the enterprise funds. Rates are established to ensure operating expenses are covered.

City of Temple Terrace Governmental Funds—Fund Balance as of September 30, 2023

Category	General	Street Improvement	Non-Major Government Funds	Total
Non-spendable	\$711,196	\$0	\$0	\$711,196
Restricted	572,968	7,958,590	2,952,675	11,484,233
Committed	1,269,884	0	0	1,269,884
Assigned	4,167,667	0	0	4,167,667
Unassigned	17,976,094	0	0	17,976,094
Total fund balance	<u>\$24,697,809</u>	<u>\$7,958,590</u>	<u>\$2,952,675</u>	<u>\$35,609,074</u>

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As shown above, at the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$35,609,074, an increase of \$10,525,200, in comparison with the prior year.

- Unassigned balance—available for spending is approximately \$ 17,976,094, (or 50.48%).
- Non- spendable—not in spendable form is \$711,196 (or 0.0199%).
- Restricted of \$11,484,233 (or 32.25%) is externally imposed by providers, committed, assigned—are constrained for specific purposes internally, total \$5,437,551 (or 15.27%).

GENERAL FUND

The General Fund is the City's chief operating fund. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$18,687,290, while total fund balance increased to \$24,697,809. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 61.72% of total General Fund expenditures excluding capital outlay and debt service, while total fund balance represents 81.58% of that same amount. A large portion of this increase is due to a transfer from business-type funds of \$5,361,975.

The fund balance of the City's General Fund increased by \$9,361,859, for the period ending September 30, 2023. The General Fund Final Budget was equal in revenues and expenditures. Actual revenues of \$37,335,745 increased \$3,160,431 from Fiscal Year 2022 revenues of \$34,175,314.

- Actual revenues were over the budget by \$1,846,023. The variance (closest estimation to the budget and actual) was 5.20%.
- Actual expenditures were \$32,237,074 excluding other financing sources.
- Total actual excess revenue over expenditures as of September 30, 2023, is \$5,098,670.

Budgeted revenues and expenditures changed from the original to final budget by \$4,263,831. The majority of the change was due to an additional \$4 million in business-type fund transfers.

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STREET IMPROVEMENT FUND

The Street Improvement Fund increased by \$213,788 to a total fund balance of \$7,958,590, all of which is restricted for eligible street improvement programs.

- Current Fiscal Year revenues were \$1,995,316.
 - o decreased \$946,290 (or 32.17%) compared to Fiscal Year 2022.
- Current Fiscal Year expenditures were \$1,781,528.
 - o \$1,210,681 (or 67.96%) was spent on capital outlay.
 - o Total expenditures increased \$790,486, (or 79.76%) compared to Fiscal Year 2022

PROPRIETARY FUNDS

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

- Unrestricted net position of the Water/Sewer Utility amounted to \$2,844,753.
 - o increased by \$2,342,589 from FY 2022, (or 21.44%).
- Unrestricted net position for the Sanitation Utility amounted to \$(229,290).
 - o decreased by \$118,869 from FY 2022, (or 107.65%).

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

The City's net investment in capital asset for its governmental and Business-Type activities as of September 30, 2023, totals \$82,279,214. This investment in capital assets includes:

- | | |
|-------------------------------------|--|
| • Land | • Construction work in progress |
| • Buildings and system improvements | • Park facilities, roads, highways & bridges |
| • Right to use - SBITA | |

The City's total investment in capital assets for the current fiscal year increased by \$34,412 (or 0.04%). This is comprised of a 1.35% increase for governmental activities and a 2.04% decrease for Business-Type activities. The lower-than-normal increase to fixed assets is primarily due to the sale of land from the Business-Type activities, which was a decrease to fixed assets of \$1,323,974.

Major capital asset events during the current fiscal year included:

The City's Total accumulated depreciation/amortization increased by \$4,912,271 (or 6.04%). The depreciation expense is mainly impacted by machinery & equipment and infrastructure.

- o Governmental activities accounted for \$3,130,220 (or 6.91% increase).
- o Business-Type activities accounted for \$1,782,050 (or 4.93% increase).

No debt is capital related.

Management's Discussion and Analysis
City of Temple Terrace, Florida
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Capital Assets at Year-End Net of Depreciation/Amortization
(Reported in thousands)

Category	Govt. Activities 2023	Govt. Activities 2022	Business- Type Activities 2023	Business- Type Activities 2022	Total 2023	Total 2022
Land	\$5,385	\$5,385	\$1,093	\$2,417	\$6,478	\$7,802
Buildings	19,471	19,199	3,146	7,166	22,617	26,365
Improvements, other than buildings	11,054	10,507	5,432	0	16,486	10,507
Equipment	19,667	18,753	9,232	9,087	28,899	27,840
Infrastructure	42,460	41,655	46,242	46,242	88,702	87,897
Right to use – Subscription	879	0	0	0	879	0
Construction in Progress	781	391	3,716	2,814	4,497	3,205
Subtotal	99,697	95,890	68,861	67,726	168,558	163,616
Less: accumulated depreciation	(48,419)	(45,294)	(37,860)	(36,078)	(86,279)	(81,372)
Net capital assets	<u>\$51,278</u>	<u>\$50,596</u>	<u>\$31,001</u>	<u>\$31,648</u>	<u>\$82,279</u>	<u>\$82,244</u>

LONG-TERM LIABILITIES

At the end of the current fiscal year, the City of Temple Terrace had total debt outstanding secured by various revenue sources, e.g., revenue bonds, and covenants to budget and appropriation.

Outstanding Debt at Year-End

Category	Govt. Activities 2023	Govt. Activities 2022
Revenue Notes	<u>\$11,676,896</u>	<u>\$13,720,536</u>

All debts are in Governmental Activities as previous enterprise debts had been paid off since 2017. All debt that appears to be shrinking faster than scheduled is due to any land sales, interest savings that is applied to principle, and refinancing, and the scheduled budget savings also applied to principle.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the current year, the adopted and final budgeted expenditures increased \$1,321,721. The reasons for the increase were to finish purchase orders that began in Fiscal Year 2022, and other revenue/expenditures that were not expected.

In late Fiscal Year 2023, the City prepared for Hurricane Idalia, which made landfall north of the Tampa Bay area during the final week of August. The storm's effects were not as great as Hurricane Ian in 2022; Idalia's impacted cost is estimated at \$403,772 for preparation, response, and post-storm clean-up. Only minimal property damage occurred. Staff immediately began working with FEMA in early Fiscal Year 2024 to apply for reimbursements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's millage rate for Fiscal Year 2024 remains at 6.455. The City's taxable property values increased an additional \$251,802,768 (9.4%) in 2023, applicable to the property taxes to be collected in Fiscal Year 2024. Over the last five years, property values have increased annually by an average of 11.7%. The City decreased the millage rate to 6.555 mils per \$1,000 assessed property value in Fiscal Year 2019 and kept the same rate for Fiscal

Management's Discussion and Analysis
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Years 2020 through 2022. In September 2022, the City adopted a 6.455 millage rate for Fiscal Year 2023, a decrease of 0.1 mills. This millage rate was for Fiscal Year 2024 as well.

The Temple Terrace Redevelopment Area property values rose from \$141,666,710 for Fiscal Year 2023 to \$182,339,710 for Fiscal Year 2024, a taxable value increase of \$40,673 over the prior year value. Values in this area rose 28.7% over Fiscal Year 2023. The TIF income continues to assist in contributing to the interest payments on the investment in redevelopment. The Fiscal Year 2024 budget included interest and principal payments for a CRA loan, a few project expenditures within the CRA, and a reserve of \$351,138.

The Fiscal Year 2024 Operating Budget increased by \$6,402,637 (9.18%), from \$69,765,605 to \$76,168,242. The total budget increased from \$93,400,136 (original adopted budget) in Fiscal Year 2023 to \$102,922,552 in Fiscal Year 2024. The 2024 budget includes a 4% COLA increase for all general employees with a 2% merit increase for qualifying employees on their anniversary date. The budget also included the following Capital Improvement Projects:

- City Emergency Operations Center - \$4,500,000 in a matching State Grant (estimated \$1,500,000 balance, using City reserves, is anticipated to be budgeted in Fiscal Year 2025 to complete the estimated \$6,000,000 total cost).
- \$715,000 for various street resurfacing projects.
- ARPA-funded Stormwater Projects totaling \$2,550,000.
- \$310,000 in non-CDBG sidewalk projects.
- \$480,000 for an EMS Patient Transport Vehicle.
- Various Parks and Recreation upgrades totaling \$947,000.
- \$1,274,500 in Water & Sewer Renewal and Replacement projects
- Two Sanitation trucks for \$550,000
- \$715,000 for upgrades to the Woodstork Force Main
- \$880,000 for upgrades to the East Riverhills Drive and North 56th Gravity Main.

The Water/Sewer Enterprise Fund - comprised of several sub-funds, including utility billing, meter reading, operations, renewal and replacement, and improvement fees - is expected to improve its performance. Water, Sewer, and Irrigation rates were raised by 5% on October 1, 2023 to catch up and keep up with maintenance of the thousands of feet of water/sewer lines and annual increases from the City of Tampa for wastewater treatment.

The Sanitation Fund increased solid waste rates by 8% on October 1, 2023 in conjunction with Hillsborough County raising solid waste disposal rates by 8%.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of and present accountability for the City of Temple Terrace's finances to users and interested parties, the citizens, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director via the City's website (<http://www.templeterrace.gov>), by phone at 813-506-6414, or mailed to:

City of Temple Terrace
Finance Director
11250 N 56th Street
Temple Terrace, FL 33687-2250



TEMPLE TERRACE

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BASIC FINANCIAL STATEMENTS

GOVERNMENTAL WIDE FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS—GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY

NOTES TO THE FINANCIAL STATEMENTS

Statement of Net Position
City of Temple Terrace, Florida
September 30, 2023

Category	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash, cash equivalents and investments	\$33,267,752	\$4,566,543	\$37,834,295
Restricted cash	11,484,234	12,670,945	24,155,179
Accounts receivable, net of allowance	229,847	2,407,365	2,637,212
Ambulance receivable, net of allowance	359,944	0	359,944
Due from other governments	883,630	0	883,630
Debt receivable	2,431,445	0	2,431,445
Lease receivable	873,259	0	873,259
Inventories	161,200	52,511	213,711
Prepays	43,144	5,503	48,647
Capital assets:			
Land and construction in progress	6,166,747	4,809,522	10,976,269
Other capital assets, net of depreciation & amortization	45,110,895	26,192,050	71,302,945
TOTAL ASSETS	101,012,097	50,704,439	151,716,536
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows–OPEB	663,178	112,900	776,078
Deferred outflows–Pension	5,246,672	44,196	5,290,868
TOTAL DEFERRED OUTFLOWS	5,909,850	157,096	6,066,946
LIABILITIES			
Accounts payable	2,069,560	1,810,432	3,879,992
Accrued payroll	290,320	72,315	362,635
Deposits and other payables	0	1,681,211	1,681,211
Unearned revenue	10,872,341	0	10,872,341
Long-term liabilities, including net pension liability			
Due within one year	1,780,824	107,674	1,888,498
Due in more than one year	51,171,931	1,202,614	52,374,545
TOTAL LIABILITIES	66,184,976	4,874,246	71,059,222
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows–OPEB	1,199,779	206,026	1,405,805
Deferred inflows–Pension	296,349	182,215	478,564
Deferred inflows–Leases	823,513	0	823,513
TOTAL DEFERRED INFLOWS	2,319,641	388,241	2,707,882
NET POSITION			
Net investment in capital assets	50,646,684	31,001,572	81,648,256
Restricted–Donations and Forfeitures	572,968	0	572,968
Restricted–Debt	72,915	0	72,915
Restricted–Capital Projects	10,838,351	11,982,013	22,820,364
Unrestricted	(23,713,588)	2,615,463	(21,098,125)
TOTAL NET POSITION	\$38,417,330	\$45,599,048	\$84,016,378

Statement of Activities
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Primary Government Functions/Programs	Expenses	Program Revenues			Net (expense) revenue and changes in net position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Govt. Activities	Business- Type Activities	Changes in Net Position-Total
Governmental activities:							
General government	\$5,757,362	\$5,674,624	\$0	\$0	\$(82,738)	\$0	\$(82,738)
Public safety	21,475,403	2,202,957	201,795	0	(19,070,651)	0	(19,070,651)
Culture & recreation	4,715,456	1,089,132	0	0	(3,626,324)	0	(3,626,324)
Public works	4,541,637	218,194	0	1,007,506	(3,315,937)	0	(3,315,937)
Economic development	218,678	0	161,430	450,618	393,370	0	393,370
Int. on long term debit	397,746	0	0	0	(397,746)	0	(397,746)
TOTAL GOVT. ACTIVITIES	37,106,282	9,184,907	363,225	1,458,124	(26,100,026)	0	(26,100,026)
Business activities:							
Water/Sewer utility	14,325,651	14,935,588	0	2,266,589	0	2,876,526	2,876,526
Sanitation	4,773,576	4,390,549	0	0	0	(383,027)	(383,027)
TOTAL BUSINESS ACTIVITIES	19,099,227	19,326,137	0	2,266,589	0	2,493,499	2,493,499
Total primary government	\$56,205,509	\$28,511,044	\$363,225	\$3,724,713	(26,100,026)	2,493,499	(23,606,527)
General revenues:							
Property taxes, levied for general purpose					16,580,036	0	16,580,036
Sales taxes					7,860,100	0	7,860,100
Utility taxes					4,626,980	0	4,626,980
Local business taxes					226,294	0	226,294
Unrestricted grants and contributions					61,720	0	61,720
Unrestricted investment earnings					1,803,613	666,671	2,470,284
Miscellaneous					445,866	0	445,866
Gain on sale of capital assets					642	4,039,563	4,040,205
Transfers					5,520,981	(5,520,981)	0
Total general revenues and transfers					37,126,232	(814,747)	36,311,485
Change in net position					11,026,206	1,678,752	12,704,958
Net position—beginning					27,391,124	43,920,296	71,311,420
Net position—ending					\$38,417,330	\$45,599,048	\$84,016,378

Balance Sheet – Governmental Funds
City of Temple Terrace, Florida
September 30, 2023

Category	General Fund	Street Improvement Fund	Non-Major Govt. Funds	Total Govt. Funds
ASSETS				
Cash and cash equivalents	\$32,971,629	\$73,048	\$181,623	\$33,226,300
Restricted cash and cash equivalents	572,968	7,958,590	2,952,675	11,484,233
Receivables:				
Accounts–billed, net	66,383	83,827	0	150,210
Accounts–unbilled, net	27,249	0	0	27,249
Ambulance receivable – net	359,944	0	0	359,944
Debt receivable	2,431,445	0	0	2,431,445
Interest due on investments	703	1,394	2,124	4,221
Due from other government	883,630	0	0	883,630
Other receivables	39,325	0	0	39,325
Lease receivable	873,259	0	0	873,259
Prepaid Items	43,143	0	0	43,143
TOTAL ASSETS	\$38,269,678	\$8,116,859	\$3,136,422	\$49,522,959
LIABILITIES				
Accounts payable	\$1,591,607	\$158,269	\$183,747	\$1,933,623
Accrued payroll	284,408	0	0	284,408
Unearned revenue	10,872,341	0	0	10,872,341
TOTAL LIABILITIES	12,748,356	158,269	183,747	13,090,372
DEFERRED INFLOWS OF RESOURCES				
Leases	823,513	0	0	823,513
FUND BALANCES				
Non-spendable	711,196	0	0	711,196
Assigned	4,167,667	0	0	4,167,667
Restricted	572,968	7,958,590	2,952,675	11,484,233
Committed	1,269,884	0	0	1,269,884
Unassigned	17,976,094	0	0	17,976,094
TOTAL FUND BALANCES	24,697,809	7,958,590	2,952,675	35,609,074
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$38,269,678	\$8,116,859	\$3,136,422	\$49,522,959

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position
City of Temple Terrace, Florida
September 30, 2023

Category	Amount
Total fund balances—governmental funds	\$35,609,074
Capital assets used in governmental activities are not financial resources and are not reported in the governmental funds.	
Governmental capital assets, net of internal service funds (\$180,277)	99,516,157
Less accumulated depreciation, net of internal service funds (\$174,186)	<u>(48,244,606)</u>
Net governmental capital assets	51,271,551
The net pension liability is not due and payable in current period and is not reported in the governmental funds, net of internal service funds (\$105,579)	(33,793,887)
Deferred Outflows/Inflows of resources reported in the statement of net position:	
Net deferred outflows—OPEB, net of internal service funds (\$11,830)	651,348
Net deferred inflows—OPEB, net of internal service funds (\$20,807)	(1,178,972)
Net deferred outflows—pensions, net of internal service funds (\$19,473)	5,227,199
Net deferred inflows—pensions, net of internal service funds (\$80,288)	<u>(216,061)</u>
	4,483,514
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	
Revenue notes payable	(11,676,896)
Compensated absences, net of internal service funds (\$18,252)	(1,434,782)
SBITA liability, net of internal service funds (\$4,769)	(630,958)
Other Post-Employment Benefits, net of internal service funds (\$103,744)	<u>(5,183,886)</u>
Total governmental long-term liabilities	(18,926,522)
Internal service funds are used by management to charge the cost of fleet maintenance. The assets and liabilities of the Internal service funds are used by management to charge the cost of internal service funds are included in governmental activities in the statement of net position.	<u>(226,400)</u>
Net position of governmental activities	<u>\$38,417,330</u>

Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	General Fund	Street Improvement Fund	Non-Major Govt. Funds	Total Funds
REVENUES				
Taxes	\$21,433,310	\$763,095	\$2,012,242	\$24,208,647
Licenses & permits	801,585	0	0	801,585
Franchise fees	2,907,125	0	0	2,907,125
Intergovernmental	4,842,995	917,836	1,165,770	6,926,601
Charges for services	2,924,861	0	0	2,924,861
Fines & forfeitures	68,984	0	0	68,984
Investment earnings (loss)	1,476,394	224,715	102,504	1,803,613
Contributions & donations	1,980,088	89,670	0	2,069,758
Other	899,760	0	0	899,760
TOTAL REVENUES	37,335,102	1,995,316	3,280,516	42,610,934
EXPENDITURES				
Current:				
General government	5,370,887	0	0	5,370,887
Public safety	17,866,844	0	731,051	18,597,895
Culture and recreation	3,930,413	0	0	3,930,413
Public works	2,944,419	570,847	0	3,515,266
Economic development	148,635	0	67,333	215,968
Capital outlay	493,978	1,210,681	1,242,681	2,947,340
Debt service:				
Principal	1,475,509	0	791,163	2,266,672
Interest	6,389	0	391,358	397,747
TOTAL EXPENDITURES	32,237,074	1,781,528	3,223,586	37,242,188
Excess (deficiency) or revenues over (under) expenditures	5,098,028	213,788	56,930	5,368,746
OTHER FINANCING SOURCES (USES)				
Transfers in	5,361,975	0	1,733,433	7,095,408
Transfers out	(1,098,786)	0	(840,810)	(1,939,596)
Proceeds from sale of capital assets	642	0	0	642
TOTAL OTHER FINANCING SOURCES (USES)	4,263,831	0	892,623	5,156,454
NET CHANGE IN FUND BALANCES	9,361,859	213,788	949,553	10,525,200
FUND BALANCES (DEFICIT), BEGINNING	15,335,950	7,744,802	2,003,122	25,083,874
FUND BALANCES, ENDING	\$24,697,809	\$7,958,590	\$2,952,675	\$35,609,074

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023**

Category	Amount
Net changes in fund balances—total governmental funds	\$10,525,200
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of the assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed depreciation expense in the current period.	
Expenditures for capital assets	2,947,340
Less current year depreciation & amort, net of internal service funds (\$3,321)	<u>(3,126,899)</u>
Net governmental capital assets	(179,559)
In the statement of activities, only the gain on sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net position differs from the change in fund balance by the capital asset sold.	
	642
Bond proceeds provide current financial resources to governmental funds, while the repayment of the principal consumes the current financial resources of governmental funds. Governmental funds report debt issuance.	
Principal payments	2,266,672
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 the governmental funds.	
Change in long-term compensated absences, net of internal service funds (\$2,262)	(17,595)
Change in net OPEB obligation, net of internal service funds (\$1,551)	(29,911)
Change in pension related amounts, net of internal service funds (\$12,764)	<u>(1,582,935)</u>
Total Other Expenses	(1,630,439)
The internal service fund is used by management to charge the costs of fleet maintenance to individual funds. The change in net position of the internal service funds is reported with governmental activities	
	<u>43,692</u>
Change in Net Position of governmental activities.	<u><u>\$11,026,206</u></u>

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – General Fund
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Property tax	\$16,423,009	\$16,423,009	\$16,580,036	\$157,027
Utility tax	4,110,000	4,110,000	4,626,980	516,980
Local business tax	255,000	255,000	226,294	(28,706)
Licenses & permits	764,700	764,700	801,585	36,885
Franchise fees	2,230,000	2,230,000	2,907,125	677,125
Intergovernmental	4,428,897	5,318,252	4,842,995	(475,257)
Charges for service	3,035,967	3,035,967	2,924,861	(111,106)
Fines and forfeitures	40,975	40,975	68,984	28,009
Investment earnings	90,450	130,450	1,476,394	1,345,944
Contributions & donations	29,000	71,991	61,720	(10,271)
Other & appropriated	8,081,978	3,109,378	2,818,128	(291,250)
TOTAL REVENUES	39,489,976	35,489,722	37,335,102	1,845,380
EXPENDITURES				
General government				
Legislative	478,364	487,027	420,854	(66,173)
Legal	333,125	335,641	316,154	(19,487)
Executive	661,366	732,348	655,469	(76,879)
Human resources	723,362	755,765	695,014	(60,751)
Information tech.	1,147,759	1,232,415	999,821	(232,594)
Finance	644,309	659,360	607,348	(52,012)
Community development	1,030,662	1,036,940	903,129	(133,811)
Code enforcement	420,335	432,998	426,036	(6,962)
Non-departmental	5,593,116	5,193,115	347,062	(4,846,053)
Total general government	11,032,398	10,865,609	5,370,887	(5,494,722)
Economic development				
Economic development	170,624	171,132	148,635	(22,497)
Total economic development	170,624	171,132	148,635	(22,497)
Public safety				
Public safety–police	10,221,568	10,878,374	9,534,182	(1,344,192)
Public safety–fire	8,583,898	8,786,303	8,332,662	(453,641)
Total public safety	18,805,466	19,664,677	17,866,844	(1,797,833)

(Continued)

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – General Fund
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Culture & recreation				
Culture & rec–library	907,146	969,490	915,053	(54,437)
Culture & rec–parks	2,824,390	3,044,441	3,015,360	(29,081)
Total culture & recreation	<u>3,731,536</u>	<u>4,013,931</u>	<u>3,930,413</u>	<u>(85,518)</u>
Public works				
Administration	301,987	318,434	309,344	(9,090)
Streets	2,667,933	2,712,225	2,635,075	(77,150)
Total public works	<u>2,969,920</u>	<u>3,030,659</u>	<u>2,944,419</u>	<u>(86,240)</u>
Capital outlay	471,096	756,752	493,978	(262,774)
Debt service	1,252,333	1,252,334	1,481,898	229,564
TOTAL EXPENDITURES	<u>38,433,373</u>	<u>39,755,094</u>	<u>32,237,074</u>	<u>(7,518,020)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,056,603</u>	<u>(4,265,372)</u>	<u>5,098,028</u>	<u>9,363,400</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	0	5,361,975	5,361,975	0
Transfers out	(1,056,603)	(1,096,603)	(1,098,786)	(2,183)
Sale of capital assets	<u>0</u>	<u>0</u>	<u>642</u>	<u>642</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,056,603)</u>	<u>4,265,372</u>	<u>4,263,831</u>	<u>(1,541)</u>
NET CHANGE IN FUND BALANCE			9,361,859	9,361,859
FUND BALANCE– BEGINNING			<u>15,335,950</u>	<u>15,335,950</u>
FUND BALANCE–ENDING			<u>\$24,697,809</u>	<u>\$24,697,809</u>

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – Street Improvement Revenue Fund
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	\$775,000	\$775,000	\$763,095	\$(11,905)
Intergovernmental	2,866,000	2,866,000	917,836	(1,948,164)
Investment earnings	0	0	224,715	224,715
Contributions and donations	500,000	500,000	89,670	(410,330)
Other	5,919,359	6,897,879	0	(6,897,879)
TOTAL REVENUES	10,060,359	11,038,879	1,995,316	(9,043,563)
EXPENDITURES				
Public works				
Street maintenance	268,500	268,500	501,518	233,018
Engineering	69,329	69,329	69,329	0
Total public works	337,829	337,829	570,847	233,018
Capital Outlay	3,695,000	4,673,520	1,210,681	(3,462,839)
TOTAL EXPENDITURES	4,032,829	5,011,349	1,781,528	(3,229,821)
Excess/deficiency of revenues over/under expenditures	6,027,530	6,027,530	213,788	(5,813,742)
OTHER FINANCING SOURCES (USES)				
Reserve for contingency	6,027,530	6,027,530	0	6,027,530
TOTAL OTHER FINANCING SOURCES (USES)	6,027,530	6,027,530	0	6,027,530
NET CHANGE IN FUND BALANCE			213,788	213,788
FUND BALANCES—BEGINNING			7,744,802	7,744,802
FUND BALANCES—ENDING			\$7,958,590	\$7,958,590

Statement of Net Position – Proprietary Funds
City of Temple Terrace, Florida
September 30, 2023

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
CURRENT ASSETS				
Equity in pooled cash & investments	\$4,453,134	\$113,409	\$4,566,543	\$0
Accounts receivable: billed, net	880,525	228,863	1,109,388	8,786
Accounts receivable: unbilled	1,036,903	251,310	1,288,213	0
Prepays	5,504	0	5,504	0
Interest receivable	3,999	5,765	9,764	56
Inventories	52,509	0	52,509	161,201
TOTAL CURRENT ASSETS	6,432,574	599,347	7,031,921	170,043
NON-CURRENT ASSETS				
Restricted cash, cash equity, & invest.				
Equity in pooled cash & invest	12,670,945	0	12,670,945	0
Capital assets				
Land and construction in progress	4,809,522	0	4,809,522	0
Other capital assets	59,489,218	4,562,586	64,051,804	180,277
Less accumulated depreciation/amortization	(34,048,429)	(3,811,325)	(37,859,754)	(174,186)
NET CAPITAL ASSETS	30,250,311	751,261	31,001,572	6,091
TOTAL NON-CURRENT ASSETS	42,921,256	751,261	43,672,517	6,091
TOTAL ASSETS	49,353,830	1,350,608	50,704,438	176,134
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflows-OPEB related	79,797	33,103	112,900	11,830
Deferred outflows-pension related	9,352	34,844	44,196	19,473
TOTAL DEFERRED OUTFLOWS	89,149	67,947	157,096	31,303
CURRENT LIABILITIES				
Accounts payable	1,647,971	162,461	1,810,432	94,485
Accrued payroll	52,353	19,960	72,313	5,913
Compensated absences	82,081	25,593	107,674	9,126
SBITA liability	0	0	0	4,769
Customer deposits	1,671,760	9,452	1,681,212	0
TOTAL CURRENT LIABILITIES	3,454,165	217,466	3,671,631	114,293
NON-CURRENT LIABILITIES				
Compensated absences	82,082	25,592	107,674	9,126
Total OPEB obligation	593,498	261,830	855,328	103,744
Net pension liability	50,705	188,907	239,612	105,579
TOTAL NON-CURRENT LIABILITIES	726,285	476,329	1,202,614	218,449
TOTAL LIABILITIES	4,180,450	693,795	4,874,245	332,742

(Continued)

Statement of Net Position – Proprietary Funds
City of Temple Terrace, Florida
September 30, 2023

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows-OPEB related	146,893	59,133	206,026	20,807
Deferred inflows-pension related	38,559	143,656	182,215	80,288
TOTAL DEFERRED INFLOWS OF RESOURCES	185,452	202,789	388,241	101,095
NET POSITION				
Net investment in capital assets	30,250,311	751,261	31,001,572	6,091
Restricted: capital projects	11,982,013	0	11,982,013	0
Unrestricted/ (deficit)	2,844,753	(229,290)	2,615,463	(232,491)
TOTAL NET POSITION	\$45,077,077	\$521,971	\$45,599,048	\$(226,400)

Statement of Revenues, Expenditures, and Changes in Net Position – Proprietary Funds
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
OPERATING REVENUES				
Charges for services	\$14,543,002	\$4,371,294	\$18,914,296	\$70,567
Water/ sewer taps & extensions	93,909	0	93,909	0
Intergovernmental	55,412	0	55,412	0
Recycling	0	19,255	19,255	0
Other	243,264	0	243,264	79
TOTAL OPERATING REVENUES	14,935,587	4,390,549	19,326,136	70,646
OPERATING EXPENSES				
Utility billing	594,363	0	594,363	0
Meter readers	196,428	0	196,428	0
Water supply treatment & pumping	1,811,742	0	1,811,742	0
Water distribution system maintenance	2,236,995	0	2,236,995	0
Sewer collection system maintenance	6,525,360	0	6,525,360	0
Sanitation services	0	4,056,363	4,056,363	0
Fleet maintenance	0	0	0	391,473
Other	62,715	24,371	87,086	0
Depreciation/amortization	1,500,878	281,172	1,782,050	3,321
Admin. charges from other funds	1,397,103	411,670	1,808,773	0
TOTAL OPERATING EXPENSES	14,325,584	4,773,576	19,099,160	394,794
OPERATING INCOME/ (LOSS)	610,003	(383,027)	226,976	(324,148)
NON-OPERATING REVENUES (EXPENSES)				
Investment earnings/loss	586,555	80,116	666,671	2,671
Interest and fiscal charges	(66)	0	(66)	0
Sale of capital assets (loss)	4,038,002	1,561	4,039,563	0
TOTAL NON-OPERATING REVENUES (EXPENSES)	4,624,491	81,677	4,706,168	2,671
Income/loss before contributions & transfers	5,234,494	(301,350)	4,933,144	(321,477)
Impact fees paid by customers	2,266,589	0	2,266,589	0
Transfers in	0	0	0	365,169
Transfers out	(5,422,290)	(98,691)	(5,520,981)	0
CHANGE IN NET POSITION	2,078,792	(400,041)	1,678,752	43,692
NET POSITION–BEGINNING	42,998,284	922,012	43,920,296	(270,092)
NET POSITION–ENDING	\$45,077,077	\$521,971	\$45,599,048	\$(226,400)

Statement of Cash Flows – Proprietary Funds
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$14,764,576	\$4,348,915	\$19,113,491	\$61,859
Cash payments to suppliers	(10,347,011)	(3,390,461)	(13,737,472)	(23,459)
Cash payments to employees	(2,931,824)	(963,276)	(3,895,100)	(417,462)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	1,485,741	(4,822)	1,480,919	(379,062)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Cash transfers to other funds	(5,422,290)	(98,691)	(5,520,981)	0
Cash transfers from other funds	0	0	0	365,169
NET CASH (USED FOR) NON-CAPITAL FINANCING ACTIVITIES	(5,422,290)	(98,691)	(5,520,981)	365,169
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Interest payments on long-term debt	(66)	0	(66)	0
Acquisition and construction of C.A.	(1,135,317)	0	(1,135,317)	(3,321)
Proceeds from sale of capital assets	4,038,002	1,561	4,039,563	0
Impact fees paid by customers	2,266,588	0	2,266,588	0
NET CASH PROVIDED BY (USED FOR) CAPITAL & RELATED FINANCING ACTIVITIES	5,169,207	1,561	5,170,768	0
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends on investments	586,555	80,117	666,672	2,671
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	586,555	80,117	666,672	2,671
NET INCREASE/DECREASE IN CASH & CASH EQUIVALENTS	1,819,213	(21,835)	1,797,378	(14,543)
Cash & cash equivalents, October 1, 2022	15,304,866	135,244	15,440,110	14,543
Cash & cash equivalents, Sept. 30, 2023	\$17,124,079	\$113,409	\$17,237,488	\$0
CASH & CASH EQUIVALENTS CONSIST OF				
Pooled cash & investments: current	\$4,453,134	\$113,409	\$4,566,543	\$0
Pooled cash & investments: non-current	12,670,945	0	12,670,945	0
TOTAL CASH & CASH EQUIVALENTS AT YEAR-END	\$17,124,079	\$113,409	\$17,237,488	\$0

(Continued)

Statement of Cash Flows – Proprietary Funds (continued)

City of Temple Terrace, Florida

For the fiscal year ended September 30, 2023

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	\$610,003	\$(383,028)	\$226,975	\$(324,149)
Adjustments to reconcile operating income to Net cash provided by operating activities				
Depreciation & amortization expense	1,500,878	281,172	1,782,050	3,321
Change in assets & liabilities				
Increase/decrease accts receivable-net	(144,864)	(45,233)	(190,097)	(8,786)
Increase/decrease investment receivable	0	0	0	0
Increase/decrease due from others	0	0	0	0
Increase/decrease prepaids	(5,504)	0	(5,504)	0
Increase/decrease inventories	30,269	0	30,269	(52,601)
Increase/decrease deferred outflow OPEB	(6,495)	(2,394)	(8,889)	(636)
Increase/decrease deferred outflow pension	3,447	(8,322)	(4,875)	7,375
Increase/decrease accounts payable	(947,435)	32,573	(914,862)	38,094
Increase/decrease accrued payroll	(65,041)	(7,698)	(72,739)	(5,248)
Increase/decrease compensated absences	(4,283)	9,558	5,275	2,261
Increase/decrease due to others	542,387	0	542,387	0
Increase/decrease customer deposits	(20,643)	3,600	(17,043)	0
Increase/decrease SBITA liability	0	0	0	(1,323)
Increase/decrease OPEB liability	(15,826)	(5,833)	(21,659)	(1,551)
Increase/decrease net pension liability	(5,702)	72,006	66,304	(12,764)
Increase/decrease deferred inflow OPEB	26,494	9,766	36,260	2,596
Increase/decrease deferred inflow pension	(11,944)	39,011	27,067	(25,651)
Total adjustments	875,738	378,206	1,253,944	(54,913)
NET CASH PROVIDED/USED FOR OPERATING ACTIVITIES	\$1,485,741	\$(4,822)	\$1,480,919	\$(379,062)

Statement of Fiduciary Net Position – Pension Trust Funds
City of Temple Terrace, Florida
September 30, 2023

Category	Amount
ASSETS	
Cash and cash equivalents: money market	\$2,512,536
Total cash and cash equivalents	<u>2,512,536</u>
Receivables	
Accrued Interest	83,737
Total receivables	<u>83,737</u>
Investments at fair value	
U.S. Treasury obligations and agency securities	11,655,259
Corporate bonds	1,033,150
Common stocks and mutual funds	19,510,436
Other-pooled/comingled funds	<u>39,582,254</u>
Total investments	<u>71,781,099</u>
Total assets	<u>74,377,372</u>
LIABILITIES	
Investment expenses	1,920
Administrative and other total payables	<u>9,662</u>
TOTAL PAYABLE LIABILITIES	<u>11,582</u>
Net position restricted for pensions	<u>\$74,365,790</u>

Statement of Changes in Fiduciary Net Position – Pension Trust Funds
City of Temple Terrace, Florida
For the fiscal year ended September 30, 2023

Category	Amount
Additions	
Contributions	
State tax on insurance premiums	\$731,051
Contributions–employer	4,100,830
Contributions–employee	881,599
Employee Buy-back	10,493
Total contributions	<u>5,723,973</u>
Investment income/(loss)	5,537,116
Net appreciation/(decrease) in fair value of investment interest	<u>2,562,622</u>
Total investment income/(loss)	8,099,738
Investment expense	<u>(278,245)</u>
Net investment income/(loss)	<u>7,821,493</u>
Total additions/(decrease)	<u>13,545,466</u>
Deductions	
Pension benefits	5,010,642
Termination refunds	266,350
Administrative expense	<u>135,807</u>
Total deductions	<u>5,412,799</u>
Change in net position	8,132,667
Net position–beginning	<u>66,233,123</u>
Net position–end	<u>\$74,365,790</u>



TEMPLE TERRACE

Amazing City. Since 1925.

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City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Note I–Summary of Significant Accounting Policies

- Reporting Entity
- Basis of Presentation
- Basis of Accounting and Measurement Focus
- Budget Data
- Assets, Liabilities, and Fund Equity
- Revenues, Expenditures, and Expenses
- GASB Pronouncements

Note II–Stewardship, Compliance, and Accountability

- Material Violations of Finance Related Legal and Contractual Provisions
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Note III–Detail Notes–All Funds

- Assets
 - Cash and Investments
 - Accounts Receivable
 - Lease Receivable
 - Property Taxes
 - Due from Other Agencies
 - Capital Assets
- Liabilities
 - Pension Plan Obligations
 - Post-Employment Benefit Obligations
 - Other Employee Benefits
 - Long-Term Liabilities

Note IV–Other Information

- Risk Financing
- Temple Terrace Golf and Country Club Agreement
- Subsequent Events

NOTE I—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Temple Terrace (the City) have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. Significant accounting policies are described below.

Reporting Entity

The City of Temple Terrace, incorporated on May 28, 1925, is a Florida municipality governed by the Mayor and five council members, all elected at-large. It operates under a Charter adopted on May 5, 1978, which provides for Council/Manager form of government. The City is located on the west coast of the State of Florida in the Tampa Bay Area.

As required by Generally Accepted Accounting Principles, the financial statements of the reporting entity include those of the City (the primary government) and its component units, entities for which the City is considered to be financially accountable.

The financial reporting entity consists of the following:

- The primary government
- Organizations for which the primary government is financially accountable.
- Other organizations that, because of the nature and significance of their relationship with the primary government, may not be excluded from the financial reporting entity.

In evaluating the City as a reporting entity, management has addressed all potential component units for which the City may or may not be financially accountable and, if applicable, has included them in the City's financial statements.

BLENDED COMPONENT UNITS

On December 16, 2003, by Resolution Number 168-03, the City established Temple Terrace Redevelopment Agency (TTRA) as a component unit of the City pursuant to Section 163.512, Florida Statutes. Although legally separate, the TTRA provides all its services entirely to the City and the TTRA Board is comprised wholly of City Council members. City Management has operational responsibility for the TTRA and manages the activities in essentially the same manner in which it manages its own programs and departments. Separate financial statements are issued for TTRA. Fiscal year 2006 was the first year TTRA realized any financial activity. The information associated with this Tax Increment Financing Fund is reflected as a non-major governmental fund in the City's Other Supplementary Information.

Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements ("Statement of Net Position" and "Statement of Activities") report information on all of the non-fiduciary activities of the primary government and its component units. The effect

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

of interfund activity has mostly been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from Business-Type activities, which rely to a significant extent on fees and charges for support.

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

Internal service activity of the City has been eliminated on the government-wide financial statements. Other interfund activity, namely overhead charges absorbed by the General Fund and allocated amongst the City’s other funds, is reported as revenue in the fund providing the service or incurring the cost to be allocated and is reported as expense in the funds receiving the service or incurring the allocable share of the overhead charge.

Internal Service Funds of a government are presented in summary form as part of the proprietary fund financial statements. Since the predominant users of the internal services are the City’s governmental activities, financial statements of Internal Service Funds are consolidated in the governmental column when presented at the government-wide level.

The City’s fiduciary funds are presented in the fund financial statements. Since these assets are being held for the benefit of a third party (pension plan participants) and cannot be used to address activities or obligations of the government, they are not incorporated into the government-wide statements.

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

FUND FINANCIAL STATEMENTS

The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The two Fiduciary Funds are not included in the government-wide statements and are summarized as basic financial statements.

Governmental Funds

The City recognizes the following governmental funds:

General Fund (major fund)—the general operating fund of the City. It accounts for all financial resources not accounted for or reported in another fund.

Street Improvement Special Revenue Fund (major fund)—accounts for the proceeds of various intergovernmental gas tax revenues that are restricted to expenditure for specified purposes. The funds are generally used for items that are capital in nature but can be used for street maintenance.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Community Investment Special Revenue Fund—accounts for the proceeds from the half-cent sales tax revenues that are restricted for specified purposes. The funds are generally used for capital items but can be used for public safety equipment that may or may not meet the capitalization threshold.

The Tax Increment Financing Special Revenue Fund—accounts for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes associated with the Temple Terrace Redevelopment Area.

The Insurance Premium Tax Fund—accounts for excise tax imposed on homeowners' insurance premiums collected by the State of Florida to help fund contributions to Firefighters' and Police Pension plans.

Debt Service Fund—accounts for resources that are restricted, committed, or assigned to expenditure for principal and interest.

PROPRIETARY FUNDS

The Proprietary Funds include Enterprise Funds for utility operations and Internal Service Funds for services within the City on a cost reimbursement basis. The City recognizes the following major proprietary funds:

Water & Sewer Utility Fund—accounts for the activities in providing water and wastewater collection, treatment and distribution services to the public.

Sanitation Utility Fund—accounts for the activities in providing solid waste collection, transportation, and disposal services to the public.

INTERNAL SERVICE FUND

Fleet Fund—accounts for the financing of goods and services provided by one department to other departments of the governmental unit on a cost-reimbursement basis. The City Fleet Maintenance invoices for vehicle parts and services used by other departments.

FIDUCIARY FUNDS

Pension Trust Funds—account for the activities of the City's Police Officers' Retirement Fund and Firefighters' Retirement Fund. They are excluded from the government-wide financial statements because they are fiduciary in nature and do not represent resources available to the government for operation.

Basis of Accounting and Measurement Focus

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

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

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

MODIFIED ACCRUAL

Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Property taxes, intergovernmental revenues, franchise fees, licenses, and interest associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received.

"Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, (i.e., within 60 days of the end of the current fiscal period). Expenditures are recognized at the time the fund liability is incurred, if measurable. Interest and principal payments on general long-term liabilities and compensated absences are recognized when paid. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as needed.

ACCRUAL

All Proprietary and Fiduciary Funds are accounted for using the accrual basis of accounting and the economic resources measurement focus. Their revenues are recognized when they are earned, and expenses recognized when they are incurred.

PROPRIETARY FUNDS

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

BUDGET POLICY

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

- Not later than 45 days prior to the end of the fiscal year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and the means of financing them.
- Two public hearings are conducted to obtain taxpayer comments.
- Prior to October 1, the budget is legally enacted through passage of an ordinance and resolution, unless an extension of time is authorized by the State legislature.
- The City Manager or Finance Director is authorized to transfer any unencumbered appropriation balance or portion thereof between departments and programs within a fund, and appropriate donated expenditures based on the request of donor. The City Council may, by resolution, transfer any unencumbered appropriation balance or portion thereof from one fund to another.
- The City Council adopts the Budget Ordinance for all operating funds of the City except for Trust Funds. Budgets of the General, Special Revenue, and Debt Service, funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). The insurance premium tax fund is not budgeted. Expenditures may not legally exceed appropriations for each fund.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

The key dates affecting the annual budget for the fiscal year ended September 30, 2023, were as follows:

Session	Date
City Council Budget Work Sessions	June 20, June 22, July 25, July 27
City advises the Property Appraiser of tentative millage	August 3
First public hearing and adoption of tentative millage rate	September 5
Second public hearing and adoption of millage rate	September 19
Beginning of fiscal year for which taxes were levied	October 1, 2023

All budget amounts presented in the accompanying financial statements and supplemental information have been adjusted for legally authorized revisions of the annual budgets during the year.

ENCUMBRANCES

Encumbrances outstanding at year-end do not represent GAAP expenditures or liabilities but represent budgetary accounting controls. All Governmental Fund budgets are maintained on the modified accrual basis of accounting and expenditures exclude purchase orders and contracts (encumbrances) issued for goods or services not received at year end. The actual results of operations, presented in accordance with GAAP and the City's accounting policies do not recognize encumbrances as expenditures until the period in which the goods or services are actually received and a liability is incurred. With the implementation of GASB Statement No. 54, encumbrances are not presented separately within the financial statements. They are part of fund equity and are restricted, committed, or assigned on the balance sheet depending on the nature of the encumbrance. Although encumbrances lapse at year-end, it is the City's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. The City's legally adopted budget does not automatically include an appropriation for encumbrances.

CASH AND INVESTMENTS

All funds participate in the pooled cash investment program. Investment income is allocated to individual funds based upon their average daily balance in the cash pool. Each fund's individual equity in the City's investment pool is considered to be a cash equivalent, since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty. This methodology is also used in the statement of cash flows for the proprietary funds.

Investments in debt securities are recorded at fair value based on quoted market prices of comparable instruments or other observable inputs. The City's policy for reporting particular investments at amortized cost applies only to investments held in external investment pools which are *2a7-like*. The value of the City's position in qualified external investment pools is the same as the value of the pool shares.

RECEIVABLES

Accounts receivable are recorded in the General, Special Revenue and Enterprise fund types. Property taxes, which were levied during fiscal year 2023, and are uncollected as of September 30, 2023, are immaterial and therefore not recorded as receivable.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

There are allowances for uncollectable accounts based on the history of the percentage normally collected, by payor, for the EMS billing. The allowance for uncollectable accounts for utility billing is recorded as the amount outstanding 120 days or more.

INVENTORIES

General Fund departments maintain their own inventory and inventory is no longer centralized. Inventory included in the Water and Sewer Utility Fund consists of maintenance parts, various sizes of water meters along with various sizes of water lines. Inventory included in the Fleet Maintenance Fund consists of maintenance parts held for consumption.

RESTRICTED ASSETS

Cash and investments shown as restricted are comprised of amounts restricted for debt service, capital projects, and renewal and replacement.

CAPITAL ASSETS AND DEPRECIATION

Capital assets, which include property, plant, equipment, and infrastructure assets such as, roads, bridges, and sidewalks, are reported in the applicable governmental or Business-Type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of greater than one year. Such assets are recorded at historical cost, including all infrastructure assets as required by GASB 34. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Asset	Years of Useful Life
Buildings	30-50 years
Improvements other than buildings	30-50 years
Equipment	5-10 years
Vehicles	5-10 years
Infrastructure, including transportation	30-50 years

The Water and Sewer Utility Fund and the Sanitation Utility Fund pay a rental charge to the General Fund for the use of the land and buildings reflected in the Governmental Capital Assets.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The deferred outflows of resources reported in the City's statement of net position represent differences between expected and actual economic experience, changes in actuarial assumptions, the net difference between projected and actual earnings on investments, changes in the proportion and differences between the City's contributions and proportionate share of contributions, and the City's contributions subsequent to the measurement date, relating to the City's defined benefit pension plans. The City

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

also has deferred outflows of resources due to the implementation of GASB 75 related to the OPEB Plan. These amounts will be recognized as expenses in future years.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The deferred inflows of resources reported in the City's statement of net position represent the difference between expected and actual economic experience, changes in actuarial assumptions, the net difference between projected and actual earnings on investments, and changes in the proportion and differences between the City's contributions and proportionate share of contributions and the City's contributions subsequent to the measurement date, relating to the City's defined benefit pension plans. The city also has deferred outflows of resources due to the implementation of GASB 75 related to the OPEB Plan. These amounts will be recognized as reductions in expenses in future years. In addition, the government-wide statements include deferred inflows for leases.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statements of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses in the period incurred. Gains or losses resulting from advanced refunding of debt are deferred and amortized over the shorter of the life of the new debt or the original life of the defeased debt and are reported as a deferred outflow of resources and are amortized and reports as a component of interest expense.

The City has long-term obligations including revenue notes, OPEB, pensions, compensated absences, leases and SBITA.

COMPENSATED ABSENCES

Regular permanent, full-time and part-time non-exempt employees accrue a paid vacation period of ten days for one to four years of service. With five through fifteen years of service, employees receive fifteen days of paid vacation annually and thereafter twenty days. Exempt employees receive an additional five days per year until total vacation accrual reaches the maximum of twenty days per year. The City permits employees to accumulate unused vacation and carry it over from one year to the next; however, not more than 450 hours of accrued vacation time may be carried over. Sick Leave for Firefighters is accumulated at the rate of .0533 and for other permanent employees at the rate of .0462 per hour worked until the date of separation from City employment. Annually any unused sick leave over 112 hours for Firefighters, 120 hours for Police officers, and 80 hours for other employees is converted to vacation time on a one-for-one basis. This conversion of sick leave to vacation is done at the employee's option. Any unconverted sick leave at the date of separation from City employment services is forfeited. That portion of sick leave subject to accrual on September 30, 2023, is not material and has not been reflected in the accompanying financial statements.

The City accrues accumulated unpaid vacation leave when earned by the employee in the government-wide, and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of resignations or retirements.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

LEASES AND SBITA

Lessee: The City is a lessee for small office equipment. None of the leases are material at this time and are recorded as rental expense. When the City is the lessee of a material lease, the contract will result in recognition of a right-to-use intangible asset that is offset by a corresponding lease liability. When the City is the lessor, the contracts result in recognition of a lease receivable and corresponding deferred inflows of resources. Lease intangible assets are reported with capital assets and lease liabilities are reported with long term liabilities on the government-wide and proprietary fund statements.

Estimates and judgments are sometimes made when determining the discount rate and overall term for leases. The City monitors its leases for significant changes in circumstances that warrant a remeasurement of the lease liability and associated intangible asset, and/or lease receivable and associated deferred inflows of resources.

Lessor: The City is a lessor for noncancellable leases of right to use land. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide, governmental and proprietary fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is amortized on a straight-line bases over the life of the lease term.

Key estimates and judgements include how the City determines (1) the discount rate is used to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its incremental borrowing rate as a discount rate for leases.
- The lease term includes the non-cancellable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

SBITA: The City is contracted with vendors under various SBITA. The City recognizes a SBITA liability and an intangible right-to-use subscription asset in the government-wide and proprietary financial statements.

At the commencement of an agreement, the City initially measure the SBITA liability at the present value of payments expected to be made during the agreement term. Subsequently, the SBITA liability is reduced by the principal portion of payments made. The right-to-use subscription asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the commencement date, plus certain implementation costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to SBITA include how the City determines (1) the discount rate is used to discount the expected payments to present value, (2) agreement term, and (3) agreement payments.

- The City uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the City generally uses its incremental borrowing rate as the discount rate for SBITA.
- The term includes the noncancellable period of the agreement and any options to extend or terminate if considered reasonably certain. Payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Right-to-use assts are reported with other capital assets and liabilities are reported with long term debt on the statement of net position.

EQUITY CLASSIFICATIONS–GOVERNMENT-WIDE STATEMENTS

Government-Wide Statements

Equity is classified as net position and displayed in three components:

Net investment in capital assets

Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other liabilities that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position

Consists of net position with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation. Restrictions include donations and forfeitures, renewal and replacement, and capital projects. Earnings on restricted assets are included in net income of the statement of activities. Increases in restricted assets result in a decrease to unrestricted net position.

Unrestricted net position

All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

Fund Statements

Governmental fund equity is classified as fund balance. Appropriations for a specific purpose are stipulated by an external resource provider or imposed by a law or enabling legislature that restricts its use. Fund balance is further classified as non-spendable, restricted, and unrestricted, which is further split between committed, assigned, and unassigned. Proprietary fund equity is classified the same as in the government-wide statements.

Non-spendable

Amounts that cannot be spent because they are either (a) not in spendable form, such as prepaid items, inventories, or long-term notes receivable; or (b) legally or contractually required to be maintained intact, such as the principal portion of an endowment. For the fiscal year ended September 30, 2023, non-spendable fund balance in the General Fund totaled \$711,196. This balance consisted of \$43,143 of prepaid items, and \$668,053 representing a long-term loan initiated in 2005 for the Temple Terrace Golf Club.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Restricted

Amounts that can be spent only for specific purposes stipulated by (a) external resource providers, such as creditors, grantors, contributors, or laws or regulations of other governmental entities; or (b) imposed by law through constitutional provisions or enabling legislation that creates the revenue source and restricts its use. The detail is seen below:

Category	Amount
General Fund	
Randy Mann Scholarship Funds	\$798
Donations–Knox Box Program	1,724
Police Contraband & Forfeitures	35,560
911 Funding	486,025
Friend (Library)	13,460
Buddy Baseball	5,970
Temple Terrace Gymnastics Association	5,385
Opioid Crisis Settlement	23,046
Kids (Bring to Workday)	1,000
Total General Fund	<u>572,968</u>
Street Improvements	7,958,590
CIT–Public Safety, Arts Education Center	2,867,561
Debt Service	72,915
Tax Increment Fund	12,199
Total Restricted Fund Balances	<u><u>\$11,484,233</u></u>

Proprietary Fund equity restricts a portion of net position equal to certain assets to comply with revenue bond indenture covenants or other legal commitments. The use of restricted net position has been limited to the following items:

Capital Projects indicates a portion of net position attributable to water and sewer improvement fees, which are restricted for costs related to physical plant expansion. The Statement of Net Position includes \$11,982,013 restricted for capital projects.

Committed

Amounts that can be used only for the specific purposes determined by formal action (resolution) of the City Council, the City’s highest level of decision-making authority. Commitments are binding unless removed by the City Council’s formal action. Any formal action should occur prior to the end of the fiscal year. The Statement of Net Position includes a Committed Fund Balance of \$1,269,884 for September 30, 2023.

Category	Amount
General Fund	
Adopt-A-Tree	\$1,269,884
Total Committed Fund Balances	<u><u>\$1,269,884</u></u>

City of Temple Terrace, Florida
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Notes to the Financial Section

Assigned

Amounts established by the City Manager or Finance Director intended to be used for specific purposes that are a result of either incomplete purchase orders, or orders made prior to the end of the fiscal year and was not received timely by the end of the fiscal year. The Statement of Net Position includes an Assigned Fund Balance of \$4,167,667 for September 30, 2023.

Category	Amount
General Fund	
Centennial Celebration	\$20,000
Council Projects	2,647,667
Police Building Reserve	1,500,000
Total Assigned Fund Balances	<u>\$4,167,667</u>

Unassigned

The remaining portion of fund balance that does not fall into another category; positive unassigned fund balance applies to the General Fund only. Governmental funds, other than the General Fund, may reflect negative unassigned fund balance if expenditures exceed amounts that are restricted, committed or assigned to those purposes. The City's revised fund balance policy states that the General Fund shall strive to maintain an unassigned fund balance of a minimum of 20% of operating expenditures. This has been accomplished.

In accordance with the City's policy, restricted funds will be spent first unless there are legal documents that prohibit doing this, such as grant agreements. Regarding the use of unrestricted fund balance amounts, committed would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

REVENUES

Governmental revenues are accrued unless their actual collection falls outside the availability period of 60 days, consistent with the modified accrual basis of accounting.

Property Taxes

Property taxes are billed and collected within the same fiscal period and are reflected on a cash basis when it is received from the tax collector. Since virtually all taxes levied will be collected through the tax collection process, remittances in October and November for prior year taxes are insignificant.

Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. All property is reassessed according to its fair market value on January 1 of each year. However, an increase in assessed value on eligible homestead property is limited to the lesser of 3% or the consumer price index. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

The tax levy of the City is established by the City Council prior to October 1 of each year and the Hillsborough County Property Appraiser incorporates the Millage into the total tax levy, which includes the municipality, county, independent districts, and the County School Board tax requirements. State Statutes permit cities to levy

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at a rate up to 10 mills (\$10 per \$1,000 of assessed taxable property value). The Millage rate in effect for the fiscal year ending September 30, 2023, was 6.455.

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 Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they were assessed, and at such time a lien on the property is recorded. 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 of 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. The certificate holder may apply for a tax deed on any unredeemed tax certificate after a period of 2 years. The County holds unsold certificates.

Impact Fees

Impact Fees recorded in the General Fund are levied per individual agreements with developers and are not subject to refund; therefore, the revenue is recognized when received.

Tap and/or Connection Fees

Tap fees are reported as revenue only to the extent that the amount equals the cost of physical connection to the system. Since fees were not generated in excess of the cost to connect, no addition to contributed capital is required.

EXPENDITURES

Expenditures are recognized when incurred with the following exceptions permitted by Generally Accepted Accounting Principles:

General obligation long-term debt principal and interest are reported, if any, when due.

Inventory costs are reported when items are consumed.

INTERFUND TRANSFERS

Transfers were used to:

- Move \$482,537 from the General Fund, which is required to collect taxes, to the Tax Increment Financing Fund, which is required to expend them.
- Move receipts totaling \$1,250,896 allocated to meet debt service requirements from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.
- Move receipts from the General Fund and Enterprise Funds totaling \$365,169 to the Fleet Fund, which is the Fund that is required to expend the vehicle maintenance for the city.
- Move receipts totaling \$5,361,975 from the Water & Sewer Fund to General Fund. This was the proceeds from the Raulerson Ranch Road property that was originally purchased using Water & Sewer Funds for Water & Sewer purposes that never materialized. The funds were transferred to General Fund to be set aside for assigned uses.

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Below is a summary of interfund transfer activity:

	General Fund	Nonmajor Gov't	Internal Service Fund	Total Transfers Out
General	\$0	\$892,623	\$206,163	\$(1,098,786)
TIF Fund	0	840,810	0	(840,810)
Water & sewer	5,361,975	0	60,315	(5,422,290)
Sanitation	0	0	98,691	(98,691)
Total Transfers In	\$5,361,975	\$1,733,433	\$365,169	\$0

OPERATING REVENUES AND EXPENSES

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The principal operating revenues are charges for services including the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses include the cost to provide service and deliver goods in connection with a proprietary fund's principal ongoing operations, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**ADOPTION OF NEW GOVERNMENTAL ACCOUNTING STANDARDS BOARD –
GASB PRONOUNCEMENTS**

During the fiscal year ended September 30, 2023, the City implemented the following GASB Pronouncements:

GASB Statement No. 91, Conduit Debt Obligations

Issued in May 2019, this Statement is to improve the accounting and financial reporting for conduit debt obligations for governments. This Statement's objective is to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures. This statement has no current impact on the City of Temple Terrace.

GASB Statement No. 94, Public-Public and Public-Private Partnerships and Availability Payment Arrangements

Issued in March 2020, this Statement's primary objective is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). This Statement has no current impact on the City but will apply in the future as applicable partnerships are executed.

GASB Statement No. 96, Subscription Based Information Technology Arrangements

Issued in May 2020, this Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the

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capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. See the SBITA Note for further information.

Future GASB Pronouncements

GASB Statement No. 100, Accounting Changes and Error Corrections

Issued June 2022, the primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 101, Compensated Absences

Issued June 2022, the objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 102, Certain Risk Disclosures

Issued in December 2023, this Statement's objective is to provide essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This statement will be required beginning fiscal year 2025.

The City will implement new GASB Pronouncements no later than the required effective date. Management evaluates whether new GASB pronouncements will have a significant financial impact on the City's financial statements.

NOTE II—STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

MATERIAL VIOLATIONS OF FINANCE RELATED LEGAL AND CONTRACTUAL PROVISIONS

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

DEFICIT FUND BALANCE OF NET POSITION OF INDIVIDUAL FUNDS

The Internal Service Fund has a deficit fund balance of \$226,400 as of September 30, 2023. This deficit resulted from the pension liabilities. The City's Finance and Director and Public Works Director will work to adjust Fleet labor rates for the future.

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NOTE III–DETAIL NOTES–ALL FUNDS

ASSETS

CASH AND INVESTMENTS

The City maintains a pool of cash and investments in which each fund or sub-fund of an enterprise fund participates on a dollar equivalent and daily transaction basis. Interest is distributed monthly based on average daily balances. There is restricted cash for donations given for specific purposes and unexpended grant funds. For purposes of proprietary fund cash flow statements, cash and cash equivalents include equity in pooled investments that meet the criteria described above.

Florida Statutes 218.415 authorize municipalities to invest excess funds in time deposits or savings accounts of financial institutions approved by the State Treasurer, obligations of the United States Government and certain instruments guaranteed by the U.S. Government. Investments may include repurchase agreements. The Statutes also require depositories of public funds to provide collateral each month at least equal to 50% of the average daily balance of all public deposits in excess of deposit insurance.

Investments, except for those in the Pension Trust Funds, must be in the City's name and held in safekeeping by a commercial bank having trust powers or a trust company, which record and provide accounting for various securities held.

GENERAL OPERATING ACCOUNTS–DEPOSITS AND INVESTMENTS

As of September 30, 2023, the City's main operating account with PNC showed a booked balance of \$(1,099,845.96). This reflected the statement balance of \$44,413 plus all outstanding payables. In February, 2023, the City's money market account with PNC was changed to a "Sweep" account in order to minimize non-bearing interest balances in the main operating account and produce greater interest in the money market account. A portion of the balance (\$250,000) for the bank the City holds funds in is covered by the Federal Depository Insurance Corporation. The remaining balance was collateralized pursuant to Chapter 280, Florida Statutes, which obligates all participating institutions to reimburse the governmental entity for the loss, in the event of default by a participating financial institution (a qualified public depository). On the Statement of Net position, cash and cash equivalents include the petty cash funds held in the General Fund and in the Water and Sewer Utility Fund totaling \$794 and emergency petty cash totaling \$10,000 to be used "if needed" during storms and any other situation where access to cash may be limited.

The City utilizes a consolidated bank account wherein uninvested cash of all funds are commingled for enabling efficient handling of receipts and disbursements and facilitating investment of idle balances at higher yields. The formal accounting records identify the individual equities of each fund in the account.

As of September 30, 2023, the City had \$18,375,898 invested in the State Board of Administration's Local Government Surplus Funds Trust Fund Investment Pool. This investment balance was entirely comprised of Florida PRIME, whose investment policy is to manage the weighted average maturity to 60 days or less. As of September 30, 2023, the City also had \$8,128,046 invested in the Florida Surplus Asset Fund Trust ("FL SAFE"), whose primary objective is to provide safety, liquidity, transparency, and yield for Florida government entities. Florida PRIME and FL SAFE are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet the requirements of GASB Statement No. 31, as amended by GASB Statement No. 79 Certain External Investment Pools and Pool

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Participants, which establishes criteria for an external investment pool to qualify for making the election to measure all of its' investments at amortized cost for financial reporting purposes.

Qualifying Local Government Investment Pools (LGIP) in the state of Florida must comply with applicable Florida statutory requirements. Chapter 218.409(8)(a), Florida Statutes, states that the principal balance within a LGIP trust fund is subject to withdrawal at any time. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the LGIP can invest in the monies entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council.

Regarding liquidity fees, Chapter 218.409(4) provides authority for an LGIP to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made by Florida PRIME or FL SAFE.

As of September 30, 2023, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value within Florida PRIME and FL SAFE.

Custodial Risk

Custodial credit risk is the risk that a government will not be able to recover deposits or the value of investments in the event of the failure of a depository financial institution or a third party holding the investment securities. PNC Bank, N.A. had demand deposits of \$51,670 in two checking accounts, Republic Bank held \$2,533 in a checking account, Money Market accounts included \$36,194,987 in a new PNC "Sweep" account and \$96,834 in a Republic Bank Money Market account, and \$119,723 was held in a Salem Trust Money Market account. Demand deposits are fully insured by the Federal Depository Insurance Corporation and the multiple financial institution collateral pool, required by Sections 280.07 and 280.08, Florida Statutes. The City has U.S. government agencies held by Salem Trust in the City's name under a third-party safekeeping arrangement.

Credit Risk

Credit risk is the risk resulting from potential default of investments that are not financially sound. The City of Temple Terrace limits its credit risk by diversifying the investment portfolio so that potential losses on individual securities will be minimized and by limiting investments to specified credit ratings. The City's investment policy does not require ratings for U.S. Treasury or Agency securities backed by the full faith and credit of the United States government. Government Sponsored Enterprises must maintain at least two AAA/Aaa/AAA long- term credit ratings from Standard & Poor's, Moody's, or Fitch, respectively.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributable to the quantity of investments in a single issuer. To limit concentration of credit risk, the City's investment policy requires diversification of the portfolio with maximum limits on what can be invested per investment type. Of the total \$61,989,474 available to invest, \$153,041 (or 0.002%) was invested in U.S. government agencies, which are limited to 75% of the portfolio. The investment policy requires that each individual government security issued cannot be more than 5% of the City's total assets. Other investment types, excluding cash in bank, have individual authority of 25%, except for the Florida Prime which can represent 50% of the portfolio balance. Due to the success of the new PNC money market "Sweep"

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account, this holding was at 57.3% of the portfolio at year's end. The City will explore options for diversification of funds in FY 2024. At the time of purchase each individual issue complied with the policy based on the amount of investable cash at the time.

Investment Type	Credit Rating	Fair Value	Percentage of Total Pooled Investments
Government National Mortgage Assoc	AA+	\$153,041	0.25%
Money Market – Salem Trust	AA+	119,723	0.19%
Local Government Investment Pools	AAAm	26,503,944	42.76%
Money Market Accounts	No rating	36,291,820	58.55%
Bank Deposits	No rating	(1,089,848)	(1.76)%
Petty cash on hand	No rating	10,794	0.01%
Total City Investments		<u>\$61,989,474</u>	<u>100%</u>

Interest Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy recognizes that the longer a maturity of an investment, the greater its price volatility, so the policy limits risk by requiring investments of current operating funds to have average maturities of no longer than 12 months and all investments to have an average maturity of 5 years or less.

Pension Trust Funds Deposits and Investments

The City's Pension Trust Funds maintained cash and investment balances of \$74,293,635 as of September 30, 2023, all of which is with fiscal agents. The Pension Fund Investment Policy, as mandated by City Ordinance, permits the investment of Police and Fire Pension Fund assets in stocks and bonds of publicly held companies provided no investment in any one stock exceeds 5% of the total equity portfolio at the time of purchase. In addition, the policy limits the aggregate of all investments in common stocks and convertible bonds to 70% of the total plan assets at market, separately for the Fire Pension and Police Pension Trust. Real estate pooled investments cannot exceed 10% of plan assets at cost.

Custodial Credit Risk

The police and fire pension plans have U.S. treasury bonds, notes and bills, federal agency guaranteed securities, common stocks, corporate bonds, money market funds, and real estate and international equity funds held by Salem Trust in the City's pension plan name under a third-party safekeeping arrangement. Pooled investments may be governed separately.

Credit Risk

Credit risk is the risk resulting from potential default of investments that are not financially sound. The police and fire pension funds limit their credit risk by diversifying the investment portfolio so that potential losses on individual securities will be minimized and by limiting investments to specified credit ratings. Pension fund investment in fixed income investments must have a minimum "investment grade" rating from a major credit rating service. Both pension plans comply with the policy that all fixed income securities must be rated investment grade by a national agency.

The equities of the pension funds must be traded on a national exchange or electronic network. The corporate bonds in the pension trust funds were rated at least A3 by Moody's Investor Services and BBB+ by Standard and

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Poor's. The average credit quality of the portfolio by Moody's is A3 while S&P average is AA and the percentage of the portfolio that has a AAA with Moody's or an AA+ by S&P is 72.0% for fire and 72.0% for police.

Concentration of Credit Risk

To limit the concentration of credit risk, the police investment policy requires diversification of the portfolio with maximum limits on what can be invested per investment type. Per the policy, investments in corporate common stock and convertible bonds shall not exceed 70% of the Plan assets at market. Real estate investments cannot exceed 15% of Plan assets at cost. In addition, not more than 5% of the Plan's assets, at the time of purchase, shall be invested in the common stock, capital stock or convertible stock of any issuing company. The value of bonds issued by any single corporation shall not exceed 3% of the total fund.

Of the total \$36,310,215 police pension fund cash and investments, \$1,312,091 (or 3.62%) was invested in cash and cash equivalents. Common stock securities total \$6,779,734 (or 18.67%), which are limited to 70% of the portfolio. Real estate investments are \$6,283,169 (or 17.30%) of total plan assets.

Police Pension Plan

Investment Type	Credit Rating	Fair Value	Percentage of Total Pooled Investments
U.S. Treasury Bonds, Notes & Bills	AAA	\$2,343,095	6.45%
Federal agency guaranteed securities	AAA	3,433,751	9.46%
Corporate Bonds	A-	580,126	1.60%
Common Stocks	No rating	6,779,734	18.67%
Mutual Funds	No rating	15,578,249	42.90%
Real Estate Funds	No rating	6,283,169	17.30%
Cash and Cash Equivalent	No rating	1,312,091	3.62%
Total		<u>\$36,310,215</u>	<u>100%</u>

The Firefighter Pension Plan investment policy also requires that investments in corporate common stock and convertible bonds shall not exceed 70% of the Plan assets at market. Real estate investments cannot exceed 15% of Plan assets at cost. In addition, not more than 5% of the Plan's assets, at the time of purchase, shall be invested in fixed income. The value of bonds issued by any single corporation shall not exceed 3% of the total fund. Of the total fire pension fund cash and investments, \$1,200,446 (or 3.16%) was invested in cash and cash equivalents. Common stock securities total \$9,893,647 (or 26.04%). Real estate investments are \$6,957,581 (or 18.31%).

Firefighter Pension Plan

Investment Type	Credit Rating	Fair Value	Percentage of Total Pooled Investments
U.S. Treasury Bonds, Notes & Bills	AAA	\$2,524,919	6.65%
Federal agency guaranteed securities	AAA	3,353,493	8.83%
Corporate Bonds	A-	453,024	1.19%
Common Stocks	No rating	9,893,647	26.05%
Mutual Funds	No rating	13,600,310	35.80%
Real Estate Funds	No rating	6,957,581	18.32%
Cash and Cash Equivalents	No rating	1,200,446	3.16%
Total		<u>\$37,983,420</u>	<u>100%</u>

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Interest Rate Risk

The City's pension trust fund does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates. The performance of the police and fire pension funds is measured against various nationally recognized benchmarks depending on the category. As of September 30, 2023, the average duration of the funds is 5.3 years for police and fire.

<u>City cash and investments detail</u>	
Petty cash—all funds	\$794
Petty cash – Emergency Operations	10,000
PNC Bank operating account	(1,099,639)
PNC Bank – EMS account	7,257
Republic Bank operating account	2,533
Republic Bank money market account	96,834
Florida SAFE	8,128,046
Florida Prime	18,375,898
Salem Trust money market fund	119,723
PNC Bank money market account	36,194,987
U.S. government & agency securities	153,041
Subtotal City cash and investments	<u>61,989,474</u>
Pension Trust Funds	
Cash and cash equivalents	2,512,536
U.S. Government bonds/notes	4,868,014
Federal agency guaranteed securities	6,787,244
Corporate bonds	1,033,150
Common stocks	19,510,437
Mutual Funds	26,341,504
Pooled/Common/Commingled Funds	13,240,750
Subtotal Pension Trust funds	<u>74,293,635</u>
Total cash and investments	<u>\$136,283,109</u>
<u>Cash and investments—primary govt. & fiduciary funds</u>	
Pooled cash and investments - primary government	\$61,989,474
Police Officers' Retirement Plan	36,310,215
Firefighters' Retirement Fund	37,983,420
Total cash and investments	<u>\$136,283,109</u>

Fair Value Measurement

The City and the pension trust funds categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Investments are reported at fair value other than those using Net Asset Value ("NAV") or amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value determination, other than those measured using the NAV as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted

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prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The City had the following recurring fair value measurements comprised of investments as of September 30, 2023:

Investment Type	Fair Value	2023 Fair Value Measurements Using Quoted Prices in Active Markets for Identical Assets (Level 1)	2023 Fair Value Measurements Using Significant Observable Inputs (Level 2)
U.S. Government and agency securities	\$153,041	\$0	\$153,041
Money Market Mutual Fund	119,723	N/A	N/A
Money Market accounts	36,291,820	N/A	N/A
Local Government Investment Pools (LGIP)	26,503,944	N/A	N/A
Demand deposits	(1,079,054)	N/A	N/A
Total cash, cash equivalents & investments	<u>\$61,989,474</u>	<u>\$0</u>	<u>\$153,041</u>

The police pension plan had the following recurring fair value measurements comprised of investments as of September 30, 2023:

2023 Police Fair Value Measurements

Investment Type	Fair Value	2023 Fair Value Measurements Using Quoted Prices in Active Markets for Identical Assets (Level 1)	2023 Fair Value Measurements Using Significant Observable Inputs (Level 2)
U.S. Government obligations	\$2,343,095	\$0	\$2,343,095
Federal agency securities	3,433,751	0	3,433,751
Corporate bonds	580,126	0	580,126
Common stocks	6,779,734	6,779,734	0
Mutual Funds:	15,578,249	15,578,249	0
Subtotal	<u>\$28,714,955</u>	<u>\$22,357,983</u>	<u>\$6,356,972</u>
Investments measured at net asset value (NAV)			
Pooled/Common/Commingled Funds:			
Real Estate Commingled Fund	\$6,283,169	N/A	N/A
Cash Equivalents Measured at Amortized Cost	N/A	N/A	N/A
Money Market Funds	1,312,091	N/A	N/A
Subtotal	<u>\$7,595,260</u>	<u>N/A</u>	<u>N/A</u>
Total police cash equivalents and investments	<u>\$36,310,215</u>	<u>\$22,357,983</u>	<u>\$6,356,972</u>

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The firefighter pension plan had the following recurring fair value measurements comprised of investments as of September 30, 2023:

2023 Firefighter Fair Value Measurements-Investment Type by Level

Investment Type	Fair Value	2023 Fair Value Measurements Using Quoted Prices in Active Markets for Identical Assets (Level 1)	2023 Fair Value Measurements Significant Observable Inputs (Level 2)
U.S. Government obligations	\$2,524,919	\$0	\$2,524,919
Federal agency securities	3,353,493	0	3,353,493
Corporate bonds	453,024	0	453,024
Common stocks	9,893,647	9,893,647	0
Mutual Funds:	13,600,310	13,600,311	0
Subtotal	<u>\$29,825,393</u>	<u>\$23,493,958</u>	<u>\$6,331,436</u>
Investments measured at net asset value (NAV)			
Pooled/Common/Commingled Funds:			
Real Estate Commingled Fund	\$6,957,581	N/A	N/A
Cash Equivalents Measured at Amortized Cost	N/A	N/A	N/A
Money Market Funds	1,200,446	N/A	N/A
Subtotal	<u>\$8,158,027</u>	<u>N/A</u>	<u>N/A</u>
Total police cash equivalents and investments	<u>\$37,983,420</u>	<u>\$23,493,958</u>	<u>\$6,331,436</u>

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified as Level 2 of the fair value hierarchy are valued using quoted prices for similar assets in active markets. The pricing methodology involves the use of evaluation models such as matrix pricing, which is based on the securities' relationship to benchmark quoted prices.

Other information for investments measured at the NAV or its equivalent for the police officer and firefighter pension plans is as follows:

Category	Fair Value Police Officer Pension Plan	Fair Value Firefighter Pension Plan	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Pooled/Common/Commingled Funds:					
Real Estate Commingled Funds	\$6,283,169	\$6,957,581	\$0	Quarterly	Daily
Total Investments Measured at the NAV	<u>\$6,283,169</u>	<u>\$6,957,581</u>	<u>\$0</u>	N/A	N/A

Real Estate Funds

The American Core Realty Fund (ARA Core Property Fund) is an open-end diversified core real estate commingled fund whose primary objective is to provide returns that are attractive relative to other asset classes

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with stable income and the potential for market appreciation. The Fund invests primarily in core institutional quality industrial, multi-family, office, and retail properties located throughout the United States, and is diversified by product type, geographic region, and economic exposure in order to mitigate investment risk. The investment objectives of the U.S. Real Estate Investment Fund are to invest in a pool of real estate assets that are diversified by geography and property type with a focus on yield-driven investment and, to a lesser extent, on value-added investments. The manager of the fund is Intercontinental Real Estate Corporation. TerraCap Management, LLC is a commercial real estate investment manager focused on value-add real estate acquisitions, predominantly in office space and apartments. TerraCap makes moderate strategic overweighting or underweighting to markets, depending on the specific economic drivers influencing supply and demand. TerraCap intends to invest in assets so that no economic industry base will be allowed to dominate any property or the portfolio's performance

International Equity Fund

The investment objective of the RBC International Equity Fund is to provide long-term capital growth by investing primarily in equity securities of companies outside of North America. The fund provides exposure to economies that offer different business cycles and growth opportunities than North American markets.

ACCOUNTS RECEIVABLE

Accounts receivable are written off on an individual basis in the year the City deems them un-collectible Accounts receivable outstanding as of September 30, 2023, consists of the following:

Governmental Activities

	General Fund	Street Improvement Fund	Non-Major Government Funds	Internal Service Fund	Total
Accounts billed	\$73,447	\$83,827	\$0	\$0	\$157,274
Accounts receivable- unbilled	27,249	0	0	0	27,249
Debt receivable	2,431,445	0	0	0	2,431,445
Due from other agencies	883,630	0	0	0	883,630
Ambulance receivable	756,609	0	0	0	756,609
Other receivables	40,029	1,394	2,124	8,842	52,389
Lease receivables	873,259	0	0	0	873,259
Total receivables	5,086,300	85,221	2,124	8,842	5,181,855
Allowance for doubtful accounts	(403,730)	0	0	0	(403,729)
	<u>\$4,681,938</u>	<u>\$85,221</u>	<u>\$2,124</u>	<u>\$8,842</u>	<u>\$4,778,125</u>

Business-Type Activities

	Water & Sewer Utility Fund	Sanitation Utility Fund	Total
Accounts receivable – billed	\$1,207,146	\$355,521	\$1,562,667
Accounts receivable- unbilled	1,036,903	251,310	1,288,213
Other receivables	3,999	5,765	9,764
Total net receivables	2,248,048	612,596	2,860,644
Allowance for doubtful accounts	(326,621)	(126,658)	(453,279)
	<u>\$1,921,427</u>	<u>\$485,938</u>	<u>\$2,407,365</u>

City of Temple Terrace, Florida
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LEASE RECEIVABLE

The primary objective of GASB Statement No. 87, Leases (GASB 87) is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

In March 1996, the City entered into a lease agreement with PCS Primeco, now Verizon Wireless, for approximately 600 feet of land immediately west of Fire Station #1; the space is the site of a 120-foot cell tower that accommodates the City's public safety communication and Verizon wireless customers. In 2008, the space was expanded to 1,305 square feet a new 150-foot cell tower was installed. At that time, the lease agreement was amended, and the annual lease amount paid to the City increased from \$7,500 to \$18,000 with 4% annual increases thereafter. The City also was to receive 50% annually, or a minimum of \$7,500 per sub-lessee, of tower sublease revenue earned by Verizon. The annual amount for this lease agreement, currently around \$100,000, is material and is reported in the Fiscal Year 2023 financial statements, in accordance with new GASB requirements, to recognize a lease receivable and a deferred inflow of resources.

The future principal and interest lease payments to maturity as of September 30, 2023, were as follows:

Governmental Activities			
Fiscal Year	Principal Payments	Interest Payments	Total Payments
2024	\$69,632	\$23,150	\$92,782
2025	74,727	21,171	95,898
2026	80,072	19,049	99,121
2027	85,677	16,777	102,454
2028	91,555	14,348	105,903
2029 - 2033	471,596	29,906	501,501
	<u>\$873,259</u>	<u>\$124,401</u>	<u>\$997,660</u>

PROPERTY TAXES

The City is permitted by state law to levy taxes up to 10 mills of assessed valuation. The Millage rate levied by the City for the fiscal year ended September 30, 2023, was 6.455 mills. Tax collections for the City were approximately 100% of the total tax levy, which includes current and delinquent.

The tax levy of the City is established by the City Council. Under Florida Law, the assessment of all properties and the collection of all county, municipal, special district, and school board property taxes are provided by the County's Property Appraiser and Tax Collector.

City of Temple Terrace, Florida
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DUE FROM OTHER GOVERNMENTS

The following amounts were due from other governments as of September 30, 2023:

Fund	Government name	Revenue source	Amount
General fund	Hillsborough County	Quarterly interest	\$128
General fund	Hillsborough County	Occupational license	471
General fund	Hillsborough County	Red Light Camera	68
General fund	Hillsborough County	Municipal Assessment	190
General fund	Hillsborough County	Civil Traffic Fines	1,539
General fund	State of Florida	Half-cent sales tax	247,505
General fund	State of Florida	Alcohol/beverage tax	10,915
Total General fund			<u>\$260,816</u>

CAPITAL ASSETS

Governmental Activities Capital Assets

The primary government's capital asset activity for the year ended September 30, 2023, was as follows:

Governmental Activities	September 30, 2022	Additions/ Transfers	Reductions/ Transfers	September 30, 2023
Non-depreciable:				
Land	\$5,385,417	\$0	\$0	\$5,385,417
Construction in progress	391,194	1,022,500	(632,364)	781,330
Total capital assets not being depreciated	<u>5,776,611</u>	<u>1,022,500</u>	<u>(632,364)</u>	<u>6,166,747</u>
Depreciable/Amortizable:				
Buildings and improvements	19,199,104	271,522	0	19,470,626
Improvements other than buildings	10,507,107	547,021	0	11,054,128
Machinery and equipment	18,753,011	919,304	(5,620)	19,666,695
Infrastructure	41,654,857	804,834	0	42,459,691
Right to use – Subscription	878,546	0	0	878,546
Total capital assets being depreciated/amortized	<u>90,992,625</u>	<u>2,542,681</u>	<u>(5,620)</u>	<u>93,529,686</u>
Less Accumulated Depreciation/amortization:				
Buildings and improvements	(8,614,343)	(497,574)	0	(9,111,917)
Improvements other than buildings	(3,891,548)	(326,164)	0	(4,217,712)
Machinery and equipment	(14,613,078)	(1,240,660)	5,620	(15,848,118)
Infrastructure	(18,175,222)	(848,115)	0	(19,023,337)
Right to use – Subscription	0	(217,707)	0	(217,707)
Total accumulated depreciation/amortization	<u>(45,294,191)</u>	<u>(3,130,220)</u>	<u>5,620</u>	<u>(48,418,791)</u>
Net depreciable assets	<u>44,819,888</u>	<u>291,007</u>	<u>0</u>	<u>45,110,895</u>
Governmental activities capital assets, net	<u>\$51,475,045</u>	<u>\$434,961</u>	<u>\$(632,364)</u>	<u>\$51,277,642</u>

City of Temple Terrace, Florida
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Business-Type Activities Capital Assets

Business-Type Activities	September 30, 2022	Additions/ Transfers	Reductions/ Transfers	September 30, 2023
Non-depreciable:				
Land	\$2,417,358	\$0	\$(1,323,974)	\$1,093,384
Construction in progress	2,813,954	2,054,312	(1,152,128)	3,716,138
Total capital assets not being depreciated	5,231,312	2,054,312	(2,476,102)	4,809,522
Depreciable:				
Buildings and improvements	7,165,270	1,412,770	0	8,578,040
Machinery and equipment	9,087,248	144,338	0	9,231,586
Infrastructure	46,242,178	0	0	46,242,178
Total capital assets being depreciated	62,494,696	1,557,108	0	64,051,804
Less Accumulated Depreciation:				
Buildings	(2,101,285)	(81,127)		(2,182,412)
Machinery and equipment	(6,863,650)	(646,545)	0	(7,510,195)
Infrastructure	(27,112,769)	(1,054,378)	0	(28,167,147)
Total accumulated depreciation	(36,077,704)	(1,782,050)	0	(37,859,754)
Net depreciable assets	26,416,992	(224,942)	0	26,192,050
Business-Type activities capital assets net	\$31,648,304	\$1,829,370	\$(2,476,102)	\$31,001,572

Depreciation Expense

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental Activities	Amount
General Government	\$349,724
Public Safety	1,025,980
Culture and Recreation	753,849
Public Works and Streets	1,000,667
Total Depreciation/Amortization Expense - Governmental Activities	\$3,130,220

Business-Type Activities	Amount
Water Operations	\$812,175
Sewer Operations	688,704
Sanitation—Commercial Operations	79,804
Sanitation—Residential Operations	141,781
Sanitation—Roll-off Container Operations	41,274
Sanitation—Special Trash Pick-Up Operations	18,312
Total Depreciation Expense - Business-Type Activities	\$1,782,050

Construction in progress is composed of Government activities and Business-Type activities.

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Government Activities:

Project Number/ Code	Fund	Description	In-Progress Amount
N/A	General Fund	Public Safety Building	\$17,375
		Total General Fund	17,375
22MAYB	Street Improvement	Maybole Pl/Riverhills Dr Stormwater Project	40,883
22BREG	Street Improvement	Bregar Drive & Bannockburn Stmwtr – ARPA	35,827
22ASPH	Street Improvement	River Run Resurfacing	459,496
23SW-ARPA	Street Improvement	127 th Ave Stmwtr – ARPA	39,587
23SWK	Street Improvement	FY 23 Sidewalk Projects	58,345
CDBG	Street Improvement	FY 2022 CDBG Projects	83,827
		Total Street Improvement	717,965
N/A	Community Investment Tax	Paddle Park	45,990
		Total Community Investment Tax Fund	45,990
		Total Governmental Construction in Progress	\$781,330

Business Type Activities from the Water and Sewer Fund:

Project Number/ Code	Fund	Description	In-Progress Amount
19STAU	Water & Sewer Utility	St Augustine Water Main Relocation	\$2,713,950
ARPA	Water & Sewer Utility	Whiteway Utility Service Center – ARPA	55,412
21BBAI	Water & Sewer Utility	Bonnie Brae Area Improvements	154,325
23WME	Water & Sewer Utility	N 53 rd Water Main Extension	18,387
N/A	Water & Sewer Utility	FDOT Morris Bridge/Fowler Utility Relocation	72,077
20 FMA	Water & Sewer Utility	Force Main “A”	68,276
21BGAA	Water & Sewer Utility	Bannockburn/Downs Ave Improvement	89,350
21BGAA	Water & Sewer Utility	Bannockburn/Glen Arven Area Water Main Relocation & Replacement	89,582
20WWTP	Water & Sewer Utility	Whiteway Water Treatment Plant Upgrades	18,840
21CPSI	Water & Sewer Utility	Chinaberry Pump Station Improvement	81,905
ARPA	Water & Sewer Utility	FY23 Sewer Main Rehab	58,192
22RRLS	Water & Sewer Utility	River Run Lift Station	42,043
N/A	Water & Sewer Utility	Tupelo North Lift Station	253,800
		Total Business-Type Construction in Progress	\$3,716,139

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LIABILITIES

PENSION PLAN OBLIGATIONS

DEFINED BENEFIT PLANS

The City maintains two separate single employer pension plans for firefighters and police officers that are maintained as Pension Trust Funds and included as part of the City's reporting entity.

Plans covering firefighters and police officers are contributory. Employee contributions made by firefighters and police officers are 100% refundable if the employee elects to terminate his vesting rights or is not vested at the date of employment termination.

The plans were amended during fiscal year ended September 30, 1998, to provide for Deferred Retirement Option Plan (DROP). A plan participant who is eligible to receive a normal retirement pension may elect to defer receipt of such retirement benefits and participate in the DROP. The participant may elect to continue employment from 12 to 60 months, while his/her pension benefit is invested in the plan.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR RETIREMENT PLANS:

Basis of Accounting

The Firefighters' and Police Officers' Retirement Trust Fund's financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Firefighters' Retirement

Plan Description

The City's Firefighters' Retirement Trust Fund has been established to conform to the Retirement Trust Fund provisions of Chapter 175 of the State of Florida Statutes, as modified by local ordinance. This is a defined benefit plan, which is administered by the City of Temple Terrace Firefighters' Retirement Trust Fund Board, which is made up of two firefighters, the Mayor, City Manager, and a resident of the City and covers all full-time firefighters. The Firefighters' Retirement Trust Fund does not issue a separate stand-alone financial report; however, GAAP financial reports for all of the pension plans are provided.

Contributions

The City's contribution to the fund is determined annually by actuarial valuation. The City contribution of \$1,808,072 for 2023 is reflected in the departmental expenditure section of the General Fund and recorded as revenue in the Pension Trust Fund during this period. The State of Florida's contribution to the retirement trust fund for 2023 amounted to \$235,680. The City recognized these on-behalf payments from the State as revenue

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and expenditure within the Insurance Premium Tax Fund of the governmental fund financial statements, as well as within governmental activities of the government-wide financial statements in Fiscal Year 2023. The State's contribution represents a portion of the 1.85% tax on all property insurance premiums collected within the City limits. Firefighters contribute 10.51% of gross salary to the retirement trust fund. Refunds of employee contributions for non-vested members are made at the time an employee terminates employment prior to retirement. The City funds the cost of plan administration.

On September 30, 2023, the Firefighters' Retirement Trust Fund membership consisted of:

Member Category	Number of Members
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	32
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	7
Active Plan Members	51
Total Members	90

Police Officers' Retirement

Plan Description

The City's Police Officers' Retirement Trust Fund was established to conform to the Retirement Trust Fund provisions of Chapter 185 of the State of Florida Statutes, as modified by local ordinance. This is a defined benefit plan which is administered by the City of Temple Terrace Police Officers' Retirement Trust Fund Board which is made up of two police officers, the Mayor, City Manager, and a resident of the City, and covers all full-time sworn police officers. The Police Officers' Retirement Trust Fund does not issue a separate stand-alone financial report.

Contributions

The City's contribution to the fund is determined annually by actuarial valuation. The City contribution of \$2,292,758 for 2023 is reflected in the departmental expenditure section of the General Fund and recorded as revenue in the Pension Trust Fund during this period. The State of Florida's contribution to the retirement trust fund for 2023 amounted to \$495,371. The City recognized these on-behalf payments from the State as revenue and expenditure within the Insurance Premium Tax Fund of the governmental fund financial statements, as well as within governmental activities of the government-wide financial statements in Fiscal Year 2023. The State's contribution represents a portion of the 0.85% tax on all casualty insurance premiums collected within the City limits. Police Officers contribute 11.2% of gross and eligible earnings (merit, overtime, special pay) to the retirement trust fund. Refunds of employee contributions for non-vested members are made at the time an employee terminated employment prior to retirement. The City funds the cost of plan administration.

On September 30, 2023, the Police Officers' Retirement Trust Fund membership consisted of:

Member Category	Number of Members
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	60
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	11
Active Plan Members	47
Total Members	118

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Police and Fire Net Pension Liability

The City's net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The components of net pension liability on September 30, 2023, are as follows:

Category	Firefighters' Liability	Police Officers' Liability
Total pension liability	\$50,177,285	\$57,793,905
Plan fiduciary net position	(38,012,205)	(36,353,583)
City's net pension liability	<u>\$12,165,080</u>	<u>\$21,440,322</u>
Plan fiduciary net position as a percentage of total pension liability	75.76%	62.90%

Actuarial Assumptions

The total pension liability was determined by actuarial valuations as of October 1, 2022, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Valuation Date	Firefighters' Oct-01-22 Updated to Sep-30-2023	Police Officers' Oct-01-22 Updated to Sep-30-2023
Actuarial cost method	Entry Age Normal	Entry Age Normal
Actuarial asset valuation method	4-year average market value	4-year average market value
Inflation	2.50%	2.50%
Salary Increases	5.50% - 8.50%	5.50% - 8.50%
Discount Rate	7.40%	7.40%
Investment Rate of Return	7.40%	7.40%
Recent Experience Study	May-12-2021	Nov-21-2016

All rates are projected generationally with Mortality Improvement Scale MP-2018.

The described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2021, FRS valuation report for special risk employees with appropriate risk and collar adjustments made based on plan demographics. This assumption sufficiently accommodates future mortality improvements.

The Long-Term Expected Rate of Return on Pension Plan investments can be determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of Pension Plan investment expenses and inflation) are developed for each major asset class.

The Long-Term Expected Rate of Return on Pension Plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of Pension Plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the Long-Term Expected Rate of Return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return

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for each major asset class included in the Pension Plan's target asset allocation as of September 30, 2023, are summarized in the following table:

Long-Term Expected Real Rate of Return

Asset Class	Firefighters' Rate	Police Officers' Rate
Domestic Equity	7.50%	7.50%
International Equity	8.50%	8.50%
Broad Market Fixed Income	2.50%	2.50%
Fixed Income (Non-Core)	2.50%	2.50%
Global Fixed Income	3.50%	N/A
Real Estate	4.50%	4.50%

For the year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was an increase of 11.90% for the Firefighters' Plan and an increase of 11.78% for the Police Officers' Plan.

The Discount Rate used to measure the Total Pension Liability was 7.40% for fire and 7.40% for police. The projection of cash flows used to determine the Discount Rate assumed that Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the Long-Term Expected Rate of Return on Pension Plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Mortality Rate

Healthy Lives

Female: PubS.H-2010 (Below Median) for Employees, set forward one year.

Male: PubS.H-2010 (Below Median) for Employees, set forward one year.

Disabled Lives

80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

All rates are projected generationally with Mortality Improvement Scale MP-2018.

Interest Rate

7.40% per year compounded annually for Police Officers' Plan and 7.40% for Firefighters' Plan, net of investment related expenses. This is supported by the target asset allocation of the trust and the expected long-term return by asset class.

Retirement Age

For Police, the retirement age is 100% at first eligibility for Normal Retirement (Age 55 with 10 years of Credited Service or 20 years of Credited Service, regardless of age). This assumption was adopted based on the November 21, 2016, experience study, and modified in conjunction with the November 11, 2021, actuarial impact statement.

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For Fire, the retirement age is 100% at first eligibility for Normal Retirement (Age 55, Age 54 with 10 years of Credited Service or 20 years of Credited Service, regardless of age). This is based on the results of the May 12, 2021 actuarial experience study.

Early Retirement

For Fire only, commencing with the earliest Early Retirement Age (50), with 10 years of service, members are assumed to retire with an immediate subsidized benefit at the rate of 5%. This assumption is based on the results of the 2009 actuarial experience study (no changes were adopted as a result of the May 12, 2021 experience study).

Disability Rates

For Police - see table below. This assumption was reviewed in the November 21, 2016, experience study and deemed appropriate. It is assumed that 75% of disablements are service related.

<u>Age</u>	<u>Disability %</u>
20	0.07%
30	0.11%
40	0.19%
50	0.51%

Termination Rates

For Police - see table below. This assumption was adopted with the November 21, 2016, experience study and phased in over 5 years.

<u>Service</u>	<u>Termination</u>
<1	15.0%
1-5	9.0%
6-10	8.0%
11-15	4.0%
16+	1.0%

Salary Increases

8.5% for the first year of service and 5.5% thereafter. Projected salary at retirement is not increased to account for non-regular payments.

Cost of Living Increases

Police - 3% per year beginning at age 56 (for Members eligible for NR as of July 01, 2012). 3% per year beginning on October 01, 2032 (for future Retirees not eligible for NR as of July 01, 2012).

Fire – Normal Retirees who retire after October 1, 2000 and Line of Duty Disability Retirees and Beneficiaries of Line of Duty Death Retirees after October 1, 2004 receive annual 3.00% benefit increases from age 56 to age 70 (or from the Date the Member would have attained age 56 to the date the Member would have attained age 70.)

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Payroll Growth

Police – 2.97% average annual rate. Fire – 3.69% average annual rate.

Funding Method

Entry Age Normal Actuarial Cost Method. The following loads are applied for determining the minimum required contributions:

Method	Firefighters' Rate	Police Officers' Rate
	A half year – 7.40%	A half year – 7.40%
Interest	Assumption	Assumption
	A full year – 5.74%	A full year – 6.07%
Salary	Assumption	Assumption

Asset Valuation Method

Each year, the prior Actuarial Value of Assets is brought forward utilizing the historical geometric 4-year average Market Value return. It is possible that over time this technique will produce an insignificant bias above or below Market Value of Assets.

Mortality Termination and Disability Rate Table: RP-2000 Combined Healthy Mortality Table

FIRE DETPARTMENT			POLICE DEPARTMENT	
Age	% Terminating During the Year	% Becoming Disabled During the Year	% Terminating During the Year	% Becoming Disabled During the Year
20	9.30%	0.30%	15.00%	0.07%
30	7.88%	0.40%	8.00%	0.11%
40	4.28%	0.70%	1.00%	0.19%
50	1.13%	1.80%	0.00%	1.66%

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Changes in Net Pension Liability and Related Ratios

Category	Firefighters' Sep-30-23	Firefighters' Sep-30-22	Police Officers' Sep-30-23	Police Officers' Sep-30-22
Total Pension Liability				
Service Cost	\$1,268,572	\$1,147,789	\$897,751	\$865,024
Interest	3,527,326	3,294,793	4,038,844	3,898,368
Share Plan Allocation	39,734	14,872	0	0
Differences between Expected & Actual Experience	5,644	407,554	742,097	166,168
Changes of assumptions	0	0	0	636,916
Contributions—Buy Back	10,493	40,856	0	19,646
Benefit Payments, increase Employee Contribution Refunds	(2,144,970)	(1,623,627)	(3,132,023)	(2,904,191)
Net Change in Total Pension Liability	2,706,799	3,282,237	2,546,669	2,681,931
Total Pension Liability—Beginning	47,470,486	44,188,249	55,247,236	52,565,305
Total Pension Liability—End	50,177,285	47,470,486	57,793,905	55,247,236
Plan Fiduciary Net Position				
Contributions—Employer	1,808,072	1,667,917	2,292,757	2,164,035
Contributions—State	235,680	185,956	495,371	444,902
Contributions—Employee	443,150	419,795	438,449	419,303
Contributions—Buy Back	10,493	40,856	0	19,646
Net Investment Income	4,004,353	(5,107,106)	3,817,140	(5,508,064)
Benefit Payments, including Employee Contribution Refunds	(2,144,970)	(1,623,627)	(3,132,023)	(2,904,191)
Administrative Expense	(62,116)	(67,745)	(73,691)	(66,238)
Net Change in Plan Fiduciary Net Position	4,294,662	(4,483,954)	3,838,003	(5,430,607)
Total Pension Liability—Beginning	33,717,543	38,201,497	32,515,580	37,946,177
Total Pension Liability—End	38,012,205	33,717,543	36,353,583	32,515,570
Net Pension Liability—Ending	\$12,165,080	\$13,752,943	\$21,440,322	\$22,731,666
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	75.76%	71.03%	62.90%	58.85%
Covered Payroll	\$4,216,466	\$3,994,244	\$3,914,722	\$3,743,861
Net Pension Liability as a percentage of Covered Payroll	288.51%	344.32%	547.68%	607.17%

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The following table illustrates the impact of interest rate sensitivity on the net pension liability as of September 30, 2023:

Sensitivity of the New Pension Liability to Changes in the Discount Rate

Pension Fund	1% Decrease 6.40%	Current Discount Rate 7.40%	1% Increase 8.40%
Firefighters' Net Pension Liability	\$18,581,082	\$12,165,080	\$6,894,699
Police Officers' Net Pension Liability	\$28,872,248	\$21,440,322	\$15,367,776

For the year ended September 30, 2023, the City recognized pension expense of \$2,832,944 relating to the Firefighters' Plan. As of September 30, 2023, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Firefighters' Plan from the following sources:

Firefighters' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources

Category	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$268,761	\$72,733
Changes of assumptions	226,789	0
Net difference between projected and actual earnings	1,857,093	0
Total	\$2,352,643	\$72,733

The amounts reported above as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense in the future as follows:

**Firefighters' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources
Year ending September 30:**

Year	Amount
2024	\$654,429
2025	549,703
2026	1,374,352
2027	(298,574)

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For the year ended September 30, 2023, the City recognized pension expense of \$3,705,003 relating to the Police Officers' Plan. As of September 30, 2023, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Police Officers' Plan from the following sources:

Police Officers' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources

Category	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$550,121	\$0
Changes of assumptions	212,305	0
Net difference between projected and actual earnings	2,077,366	0
Total	<u>\$2,839,792</u>	<u>\$0</u>

The amounts reported above as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense in the future as follows:

**Police Officers' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources
Year ending September 30:**

Year	Amount
2024	\$988,869
2025	743,623
2026	1,389,343
2027	(282,043)

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Notes to the Financial Section

Combining Statement of Fiduciary Net Position
Firefighters' and Police Officers' Pension Trust Funds

Category	Firefighters' Retirement Fund	Police Officers' Retirement Fund	Total
Assets			
Money markets funds*	\$1,200,446	\$1,312,091	\$2,512,537
Receivables			
Investment income	33,616	50,121	83,737
Total Receivables	33,616	50,121	83,737
Investments at fair value			
U.S. Treasury Bonds, Notes and Bills			
Federal agency guaranteed securities	5,878,413	5,776,846	11,655,259
Corporate bonds	453,024	580,126	1,033,150
Common stocks and Mutual Funds	11,442,455	8,067,981	19,510,436
Other Pooled/Commingled Funds	19,009,083	20,573,171	39,582,254
Total Investments	36,782,974	34,998,124	71,781,098
Total Assets	\$38,017,037	\$36,360,336	\$74,377,373
Liabilities			
Payables:			
Investment Expenses	\$0	\$1,920	\$1,920
Administrative and Other	4,832	4,831	9,663
Total Payables	4,832	6,751	11,584
Total Liabilities	4,832	6,751	11,584
Net Position Restricted for Pensions	\$38,012,205	\$36,353,585	\$74,365,790

* Cash and cash equivalents

Combining Statement of Changes in Fiduciary Net Position

City of Temple Terrace, Florida
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Notes to the Financial Section

Police Officers' and Firefighters' Pension Trust Funds

Category	Firefighters' Retirement Fund	Police Officers' Retirement Fund	Total
Additions			
Contributions			
State tax on insurance premiums	\$235,680	\$495,371	\$731,051
Contributions—employer	1,808,072	2,292,758	4,100,830
Contributions—employee	443,150	438,449	881,599
Buy-back	10,493	0	10,493
Total Contributions	2,497,395	3,226,578	5,723,973
Investment Income	2,932,442	2,604,672	5,537,114
Net appreciation in fair value of investments			
Interest and dividends	1,241,808	1,320,814	2,562,622
Total Investment Income	4,174,250	3,925,486	8,099,736
Investment Expense	(169,898)	(108,347)	(278,245)
Net Investment Income	4,004,352	3,817,139	7,821,491
Total Additions	6,501,747	7,043,717	13,545,464
Deductions			
Pension benefits	2,130,795	2,879,847	5,010,642
Termination refunds	14,175	252,175	266,350
Other	62,115	73,690	135,805
Total Deductions	2,207,085	3,205,712	5,412,797
Change in Net Position	4,294,661	3,838,004	8,132,665
Net Position—Beginning	33,717,543	32,515,580	66,233,123
Net Position—Ending	\$38,012,205	\$36,353,585	\$74,365,790

RETIREMENT SYSTEMS

Florida Retirement System (FRS) and Retiree Health Insurance (HIS) Program

The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple- employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

City of Temple Terrace, Florida
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Notes to the Financial Section

All non-uniformed full-time employees of the City hired prior to January 1, 1996, participate in the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site www.dms.myflorida.com.

The City's net pension income totaled \$10,565. The FRS Pension Plan accounts for income of \$18,633 and the HIS Plan amounted to expense of \$8,068 for the year ended September 30, 2023.

FLORIDA RETIREMENT SYSTEM PENSION PLAN

Plan Description

The Florida Retirement System Pension Plan (FRS Plan) is a cost-sharing multiple- employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- Regular Class—Members of the FRS who do not qualify for membership in the other classes.
- Elected County Officers Class—Members who hold specified elective offices in local government.
- Senior Management Service Class (SMSC)—Members in senior management level positions.
- Special Risk Class—Members who are special risk employees, such as law enforcement officers, meet the criteria to qualify for this class.

Employees enrolled in the FRS Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the FRS Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the FRS Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the FRS Plan may include up to 4 years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the FRS Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

City of Temple Terrace, Florida
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Notes to the Financial Section

Benefits Provided

Benefits under the FRS Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% 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 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. FRS Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions

The Florida Legislature establishes contribution rates for participating employers and employees. Effective July 1, 2011, all FRS Plan members (except those in DROP) are required to make 3% employee contributions on a pretax basis. 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 applied to employee salaries as follows: Regular—10.82% and 11.91% Senior Management Service—29.01% and 31.57% and DROP participants—18.34% and 18.60%. These employer contribution rates include 1.66% HIS Plan subsidy through September 30, 2023. The City's contributions to the FRS Plan were \$45,257 for the year ended September 30, 2023.

Pension Costs

As of September 30, 2023, the City reported a liability of \$374,870 for its proportionate share of the FRS 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 proportion of the net pension liability was based on the City's contributions received by FRS during the measurement period for employer payroll paid dates from July 1, 2022, through June 30, 2023, relative to the total employer contributions received from all of FRS's participating employers. On June 30, 2023, the City's proportion was 0.000940778% which was a decrease from its proportion measured as of June 30, 2022 of 0.001121652%.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

For the year ended September 30, 2023, the City recognized pension income of \$18,633 for its proportionate share of FRS's pension expense. In addition, the City reported its proportionate share of FRS's deferred outflows of resources and deferred inflows of resources from the following sources:

Florida Retirement Deferred Outflows and Deferred Inflows

Category	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences Between Expected and Actual Economic Experience	\$35,197	\$0
Changes in Actuarial Assumptions	24,437	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	15,656	0
Changes in Proportion and Differences Between Entity Contributions and Proportionate Share of Contributions	0	258,421
City Contributions Subsequent to the Measurement Date	14,313	0
Total	<u>\$89,603</u>	<u>\$258,421</u>

\$14,313 reported as deferred outflows of resources related to pensions resulting from City's contributions to the FRS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the Plan year ended June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

Other amounts reported as deferred outflows—increase and inflows—(decrease) of resources related to pensions.

Year Ended September 30:	Amount
2024	\$(72,560)
2025	(82,750)
2026	(5,592)
2027	20,995
2028	1,234
Thereafter	0
Total	<u>\$(183,131)</u>

Actuarial Assumptions

The total pension liability in the July 1, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement period:

- Inflation
 - o 2.40% per year
- Salary Increases
 - o 3.25% Average, Including Inflation
- Investment Rate of Return
 - o 6.70% Net of Pension Plan Expense, Including Inflation

City of Temple Terrace, Florida
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Mortality rates were based on the PUB2010 base table varied by member category and sex, projected generationally with scale MP-2018. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study of the FRS 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, as outlined in the FRS Plan's investment policy, and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

FRS Target Allocation

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1.0%	2.9%
Fixed Income	19.8%	4.5%
Global Equity	54.0%	8.7%
Real Estate (Property)	10.3%	7.6%
Private Equity	11.1%	11.9%
Strategic Investments	3.8%	6.3%

Discount Rate

The discount rate used to measure the total pension liability was 6.70% for the FRS Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the City's proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate disclosed in the previous paragraph. Also presented is what the City's proportionate share of the FRS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate.

The city's proportionate share of the FRS Pension Plan Net Pension Liability:

Category	1% Decrease RATE 5.70%	Current Discount Rate 6.70%	1% Increase RATE 7.70%
FRS Pension Plan Net Pension Liability	\$640,355	\$374,870	\$152,761

City of Temple Terrace, Florida
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Pension Plan Fiduciary Net Position

Detailed information about the FRS Plan's fiduciary's net position is available in a separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report. That report may be obtained through the Florida Department of Management Services website at <http://www.dms.myflorida.com>.

RETIREE HEALTH INSURANCE SUBSIDY (HIS) PROGRAM DEFINED BENEFIT PENSION PLAN

Plan Description

The Retiree Health Insurance Subsidy Program (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 June 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, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, 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 June 30, 2023, the contribution rate was 1.66% of payroll pursuant to section 112.363, Florida Statutes. The City contributed 100% of its statutorily required contributions for the current and preceding 3 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 the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled. The City's contributions to the HIS Plan were \$6,578 for the year ended September 30, 2023.

Pension Costs

As of September 30, 2023, the City reported a liability of \$158,805 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 an actuarial valuation as of July 1, 2023. The City's proportion of the net pension liability was based on the City's contributions received during the measurement period for employer payroll paid dates from July 1, 2022, through June 30, 2023, relative to the total employer contributions received from all participating employers. On June 30, 2023, the City's proportion was 0.00099947% which was a decrease from its proportion measured as of June 30, 2022 of 0.001191229%

For the year ended September 30, 2023, the City recognized pension expense of \$8,068 for its proportionate share of HIS's pension expense. In addition, the City reported its proportionate share of HIS's deferred outflows of resources and deferred inflows of resources from the following sources:

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Proportionate Share of HIS Deferred Outflows and Inflows of Resources

Category	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences Between Expected and Actual Economic Experience	\$2,325	\$373
Changes in Actuarial Assumptions	4,175	13,761
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	82	0
Changes in Proportion and Differences Between Entity Contributions and Proportionate Share of Contributions	0	133,276
City Contributions Subsequent to the Measurement	2,248	0
Total	<u>\$8,830</u>	<u>\$147,410</u>

\$2,248 reported as deferred outflows of resources related to pensions resulting from Council contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the Plan year ended June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

Other amounts reported as deferred outflows—increase and inflows—(decrease) of resources related to pensions.

Year Ended September 30:	Amount
2024	\$(41,250)
2025	(34,924)
2026	(31,676)
2027	(22,517)
2028	(9,325)
Thereafter	<u>(1,140)</u>
Total	<u>\$(140,832)</u>

Actuarial Assumptions

The total pension liability in the July 1, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Category	Assumption
Inflation	2.40% per year
Salary Increases	3.25% Average, Including Inflation
Municipal Bond Rate	3.65%

Mortality rates were based on the Generational PUB-2000 with Projection Scale MP-2018. Because the HIS is funded on a pay-as-you go basis, no experience study has been done.

City of Temple Terrace, Florida
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Notes to the Financial Section

Discount Rate

The discount rate used to measure the total pension liability was 3.65% for the HIS Plan. 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.

Long-Term Expected Rate of Return

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

Pension Liability Sensitivity

The following presents the City's proportionate share of the net pension liability for the HIS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

The City's proportionate share of the HIS Pension Plan Net Pension Liability

	1% Decrease RATE	Current Discount	1% Increase RATE
Pension Plan Net	2.65%	Rate 3.65%	4.65%
HIS Pension Plan Net			
Pension Liability	\$181,172	\$158,805	\$140,264

DEFINED CONTRIBUTION PLAN-401(A) RETIREMENT PLAN

Plan Description

Beginning January 1, 1996, the City's new general employees participate in the ICMA Retirement Plan, which is qualified under Section 401(a) of the Internal Revenue Code. This is a money- purchase-retirement-program, administrated by the Retirement Corporation, providing vesting according to the following schedule:

Defined Contribution Plan Vesting Timeline

Employment Term	Vesting
After 2 years	20%
After 3 years	40%
After 4 years	60%
After 5 years	80%
After 6 years	100%

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Plan Funding

The plan, as established by Resolution 186-95, applies to all employees, except public safety employees. The City contributes to the plan at a rate of 10% of employee salaries and wages which amount to \$882,098 for Fiscal Year 2022-2023. The plan is non-contributory, which means employees are not allowed to contribute to the plan, unless the plan is amended pursuant to Section 14.05. Normal retirement age is 59. A second plan was established January 4, 1999, for the City Manager which exactly mirrors the general employee plan provisions described above except that the City Manager's plan provides immediate 100% vesting and has a contribution rate of 15%, which amounted to \$24,774 for the fiscal year. As of September 30, 2023, 152 general employees participated in the plan.

Deferred Compensation Plan

The City offers its employees a tax-deferred compensation plan meeting the requirements of Internal Revenue Code Section 457. The plan was established by City ordinance that appointed ICMA Retirement Corporation and Nationwide as plan administrators. The City's fiduciary responsibility is to remit employee deferred compensation to the administrator on a regular basis. The deferred compensation is not available to employees until termination, retirement, death, or emergency.

Basis of Accounting

The ICMA Retirement Plan's financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

POST-EMPLOYMENT BENEFIT OBLIGATIONS

Other Postemployment Benefits

OPEB Plan Description

The City provides the following health-related benefits to retirees and certain other employees: (a) The City is required by Florida Statute 112.0801 to allow retirees and certain other former employees to buy healthcare coverage at the same "group insurance rates" current employees are charged. Although retirees pay for healthcare at group rates, they are receiving a valuable benefit because they can buy insurance at costs that are lower than the costs associated with the experience rating for their age bracket. The availability of this lower cost health insurance represents an "implicit subsidy" for retirees. (b) The City offered a monthly flexible benefit amount (stipend) of \$775 per month to all full-time employees and eligible retirees from October 1, 2022 through December 31, 2022. Full-time employees opting out of the plan, received \$156 per month. On January 1, 2023, the flexible benefit amount was changed to a tiered plan for full-time employees and eligible retirees. Participants selecting Family coverage received \$1,102 per month on this new plan. Those with Children or Spouse coverage received \$905 per month, and Employee only received \$785 per month. Non-participating full-time employees continued to receive \$156 per month. Retirees must have been employed by the City for at least ten years and receive normal or early retirement benefits from his/her retirement plan to be eligible. The stipend is payable to

City of Temple Terrace, Florida
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regular retired employees until they are eligible to receive Medicare benefits at the age of 65. The stipend may be used to offset any medical, dental, vision, cancer indemnity, intensive care, hospital indemnity, and personal accident insurance costs. Although the implicit subsidy is the result of state law when healthcare is offered as an employee benefit, the stipend is no longer available for employees who began employment after November 1, 2005.

The City administers the OPEB plan as a single employer defined benefit healthcare plan (the “OPEB Plan”) available to retirees and their spouse/dependents. To be eligible for participation in the OPEB Plan, the employee must:

- Retire under the Florida Retirement System, the City of Temple Terrace, Municipal Police Officers’ Pension Plan or the Municipal Firefighters’ Pension Plan, or the City of Temple Terrace Defined Contribution Plan, and
- Attain the minimum service requirements under the OPEB Plan, and
- Elect to continue medical coverage by paying the applicable monthly premium.

The City does not issue a stand-alone financial report on the OPEB Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Employees Covered by Benefit Terms

The following employees were covered by the benefit terms as of September 30, 2023, the latest actuarial valuation date:

Category	Number covered
Retirees and beneficiaries currently receiving benefits	29
Active Employees	235
Total Covered	264

Benefits Provided

Participants in the City’s OPEB Plan become participants in the City’s group health self-insurance program and receive the healthcare benefits of that program for themselves and their dependents. (Pursuant to Section 112.0801, Florida Statutes, the City is required to offer participation in such a program at a cost to the retiree that is no greater than the cost at which coverage is available to active City employees i.e., the average blended cost. In other words, the premium payments to the group health self-insurance program cannot be *age-adjusted*, and there is therefore an *implicit subsidy* of retirees by the City and its active employees.) As an alternative, the City also offers retirees or their spouse/dependents the option to purchase a reduced level of coverage under a Medicare supplement plan.

Contributions

Contributions to the OPEB Plan are shared by the retiree and the City. OPEB Plan participants must reimburse the City for the City’s average blended cost (the City provides the implicit subsidy). Thus, retirees can continue medical, dental and vision coverage into retirement on the City’s plans on a retiree-pay-all basis, including spouse and dependents. The premium rate being charged active participants must be paid. Upon death of the retiree, a dependent may continue coverage only through COBRA continuation of coverage. Retirees eligible for the stipend mentioned above pay the difference in cost for benefits that exceed the Flexible Benefit Contribution.

City of Temple Terrace, Florida
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Total OPEB Liability of the City

The measurement date for the City's total/net OPEB liability is September 30, 2023, the same as the reporting date. The measurement period for OPEB cost was October 1, 2022, to September 30, 2023. The components of the City's total OPEB liability on September 30, 2023, are as follows:

Components of City's Total OPEB Liability

Component	Amount
Total OPEB Liability	\$6,142,958
OPEB Plan Fiduciary Net Position	<u>0</u>
City's Total OPEB Liability	<u>\$6,142,958</u>

Actuarial Assumptions

The total OPEB liability on September 30, 2023, was based on an actuarial valuation dated October 1, 2022, rolled forward to September 30, 2023, using the following actuarial assumptions:

Category	Assumption
Inflation	3.0% per annum
Discount Rate	4.87% (S&P Municipal Bond 20-Year High-Grade Rate Index as of Sep-30-22)
Healthcare cost trend rates	Medical Plans – 8% with ultimate Healthcare cost trend rate of 4.50% by FY 2037
Mortality Rates	401a and FRS Employees and Retirees: PubG-H-2010 – General Mortality Table with Mortality Improvement using Scale MP-2020. Police and Fire Employees and Retirees: PubS-H-2010, Safety Mortality Table with Mortality Improvement using Scale MP-2020

An experience study was not done, as it was not considered necessary to support the actuarial results.

Discount Rate

The discount rate used to measure the total OPEB liability on September 30, 2023, was 4.87% increased from 4.77% on September 30, 2022. Because the City's OPEB costs are essentially funded on a pay-as-you-go funding structure, a municipal bond rate was used to determine the total pension liability for the Program. The S&P Municipal bond 20-Year High-Grade Rate Index as of September 30, 2023, was adopted for this purpose.

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Changes in the Total OPEB Liability

	Fiscal Year 2023
Total OPEB Liability	
Service Cost	\$167,386
Interest	283,352
Changes in Benefit Terms	382,538
Difference between expected and actual experience	(575,331)
Change of assumptions and other inputs	283,960
Benefit payments	(678,492)
Net change in total OPEB liability	(136,587)
Total OPEB liability, beginning	6,279,545
Total OPEB liability, ending	<u>\$6,142,958</u>

Sensitivity of the total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability, calculated using the discount rate of 4.87% as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower 3.87% or one percentage-point higher 5.87% than the current discount rate:

Category	1% Decrease	Current Discount Rate	1% Increase
Percentage with Increase/Decrease	3.87%	4.87%	5.87%
Total OPEB Liability	<u>\$5,753,803</u>	<u>\$6,142,958</u>	<u>\$6,581,879</u>

Sensitivity of the total OPEB Liability to Changes in the Healthcare Cost Trend Rates

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

Category	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$6,511,313	\$6,142,958	\$5,820,380

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

For the year ended September 30, 2023, the City recognized OPEB expense of \$750,567 on September 30, 2023, the City has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Category	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences Between Expected and Actual Experience	\$117,898	\$539,856
Changes in Assumptions	658,181	865,950
Total	<u>\$776,079</u>	<u>\$1,405,806</u>

Deferred inflows of resources shown above will be recognized in OPEB expense in the following years:

Fiscal Year Ending	
September 30, 2024	\$(101,749)
September 30, 2025	(99,718)
September 30, 2026	(153,954)
September 30, 2027	(197,606)
September 30, 2028	(42,935)
Thereafter	<u>(33,765)</u>
	<u>\$(629,727)</u>

Employee Contribution Information

Retirees participating in the group insurance plans offered by the City of Temple Terrace are required to contribute 100% of the active premiums. In future years, contributions are assumed to increase at the same rate as premiums. Note that projected employee contributions for the Dental and AFLAC benefits are assumed to cover the entire cost of those respective programs. In addition, the Life and Disability Insurance benefits are currently not offered to retirees.

Other Employee Benefits Vacation and Sick Leave

Unused vacation leave is paid upon an employee's termination. Sick leave not taken is forfeited by terminating employees. The vacation leave is recorded as a liability in the financial statements. Over the past three years the vacation time used is nearly equal with the amount of earned vacation time. Of the \$1,643,252 beginning balance, \$1,438,209 or 87.52% of that amount was used in the current year. Since hours continue to accrue, most of the liability is recorded as long-term.

Post-Retirement Benefits

Based on City of Temple Terrace Rules and Regulations, Section 13-8, retired City employees are eligible to continue participation in the same insurance benefits selected prior to retirement except for additional life insurance, disability, insurance, and deferred compensation. Retirees are eligible to receive the same monthly flexible benefit contribution amount as active City employees less any amount for health insurance subsidy under the retirement plan toward the cost of these benefits until age 65 as discussed in the note regarding other postemployment benefits. Upon reaching age 65, a retiree may elect to continue in the City's group health insurance program but will not be eligible for the City's flexible benefit contribution.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

Long-Term Liabilities

Revenue bonds and other long-term liabilities directly related to and intended to be paid from Enterprise Funds are included in the Business-Type activities. All other long-term indebtedness of the city is accounted for in the governmental activities.

Summarized below are the City's long-term debt issues which are outstanding on September 30, 2023:

Description of Long-Term Debt

Governmental Activities Long-Term Debt	Original Amount	Amount Outstanding	Interest Rate	Annual Debt
2005 Revenue Note	\$3,125,000	\$470,040	5.45%	\$233,217
2021 Taxable Refunding Revenue Note*	12,791,000	11,206,856	2.75%	591,000
Total Governmental Activities Long-Term Debt	<u>\$15,916,000</u>	<u>\$11,676,896</u>	<u>N/A</u>	<u>\$824,217</u>

*Refinanced in February of 2021

Note: The purpose of all debt listed in this table is "Revenue Debt"

During the fiscal year ended September 30, 2023, the following changes in long-term liabilities occurred:

Changes in Long-Term Liabilities

Category	September 30, 2022	Additions	Deductions	September 30, 2023	Due within one year
Governmental activities:					
2005 Revenue Note	\$691,203	\$0	\$(221,163)	\$470,040	\$233,217
2021 Revenue Note	11,777,000	0	(570,144)	11,206,856	591,000
2018B Revenue Note	1,252,333	0	(1,252,333)	0	0
Accrued compensated absences	1,433,178	1,280,020	(1,260,164)	1,453,034	726,518
SBITA liability	863,547	0	(227,820)	635,727	230,089
Total OPEB obligation	5,402,558	455,972	(570,900)	5,287,630	0
Net Pension Liability	36,854,808	1,956,634	(4,911,974)	33,899,468	0
Total Governmental Activities	<u>58,046,807</u>	<u>3,692,626</u>	<u>(8,786,678)</u>	<u>52,952,755</u>	<u>1,780,824</u>
Business-Type activities:					
Accrued compensated absences	210,074	183,319	(178,045)	215,348	107,674
Total OPEB obligation	876,987	85,933	(107,592)	855,328	0
Net Pension Liability	173,309	74,001	(7,698)	239,612	0
Total Business-Type activities	<u>1,260,370</u>	<u>343,253</u>	<u>(293,335)</u>	<u>1,310,288</u>	<u>107,674</u>
Total long-term Liabilities	<u>\$59,307,177</u>	<u>\$4,035,879</u>	<u>\$(9,080,013)</u>	<u>\$54,263,043</u>	<u>\$1,888,498</u>

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

OTHER LONG-TERM LIABILITIES

Other long-term liabilities, such as compensated absences, OPEB obligations, and Net Pension Liability are typically liquidated by the individual fund to which the liability is directly associated, specifically General Fund, Water & Sewer Fund, Sanitation Fund, and Fleet Maintenance Fund.

Summary of Principal and Interest Requirements (all Series)

The annual requirements to amortize all outstanding debt except compensated absences, as of September 30, 2023, as follows:

Payable Fiscal Year Ended September 30, 2023	2005 Revenue Note Principal	2005 Revenue Note Interest	2021 Revenue Note Principal	2021 Revenue Note Interest
2024	\$233,217	\$26,114	\$591,000	\$308,193
2025	236,823	13,404	611,000	291,940
2026	0	0	632,000	275,138
2027	0	0	651,000	257,758
2028	0	0	671,000	239,855
2029-2033	0	0	3,703,000	909,976
2034-2038	0	0	4,347,856	366,164
Total	\$470,040	\$39,518	\$11,206,856	\$2,649,024

2005 Country Club Revenue Note

On October 26, 2005, the City issued a \$3,125,000 taxable non-ad valorem revenue note, series 2005 at 5.45% with Wachovia Bank (now Wells Fargo) on behalf of Temple Terrace Golf and Country Club (Club) to pay off notes 323 and 364 and utilize the remaining proceeds of \$125,496 to construct a maintenance facility. Payment of the loan is secured by a lien upon, and a pledge of non-ad valorem funds budgeted and appropriated for purposes of payment. Principal and interest on the note will be paid semi-annually commencing April 1, 2006, with the final payment due October 1, 2025. The source of funds for this payment is generated from the Temple Terrace Golf Club reimbursement, which include 0.5% surcharge over the rate on the note. This surcharge was eliminated on October 6, 2009, per Resolution 127-09. In February 2016, the City entered into an agreement with the golf course management company, Integrity Golf Company, who assumed the operations of the Club during Fiscal Year 2016. The agreement stipulated that the management company shall remit to the City \$125,000 annually for the Club's debt service payments on the 2005 Revenue Note. Integrity failed to make payments in Fiscal Year 2017, subsequently putting the Club in default for 2 payments. In February 2018 the Club and the City entered into a new agreement. The Club paid the amount in arrears on this loan, and subsequent payments in 2019 to keep the Club in good standings on loan payments. During the COVID crisis in 2020, the Country Club missed a quarterly payment of \$31,250 to the City and subsequently started making extra payments to bring the missed payment balance down. As of September 30, 2023, the balance due from the 2020 missed quarterly payment was \$15,250. In addition, the Country Club paid only \$103,750 of the regular \$125,000 due in Fiscal Year 2023. Discussions began in Fiscal Year 2024, with Country Club staff and City staff on strategies to get the Country Club payments back on schedule. The amount owed by the City to the Bank is accurately stated, however because of the renewed loan payment schedules and missing reimbursements, the amount owed to the City to eventually cover the entire loan amount with principal and interest may take an additional 25 years.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

2021 Taxable Refunding Revenue Notes

In February 2021, the City refinanced the previous year's 2018A Taxable Non Ad Valorem Revenue Bond. The 2021 note was issued for \$12,791,000 with interest payments due each April and October 1 and October including the one-time principal payment amortized through October 1, 2038 (the same due date as the original schedule from 2020 Revenue Note) at a stated interest rate of 2.75% from CenterState Bank, down from the previously refunded 4.28%, a decrease of 1.53%.

2018B Taxable Refunding Revenue Notes

On May 17, 2018, the City refinanced a portion of the original 2015A Taxable Non Ad Valorem Revenue Bond with the 2018A (now known as 2021) and 2018B Taxable Refunding Revenue Notes. The 2018B note (\$10,050,000 original issue amount) was structured with a balloon principal payment due October 1, 2023, from Republic Bank and interest payable monthly beginning June 1, 2018 (previously known as the 2020A Revenue Note) at 3.38% at the date of issuance. This note was paid off early, penalty free, in early February 2023. A portion of proceeds from the Raulerson Ranch Road property was used in accordance with the Fiscal Year 23 budget. Paying off early saved the City an estimated \$50,000 in variable interest rates.

Loans Payable

The City does not have any revenue bonds; all loan disclosures relate to Revenue Notes. Therefore, there are no unused lines of credit nor assets that are pledged as collateral for debt. **All notes are direct borrowing.**

The 2005 Country Club Note is a fixed amount payment and has a pre-payment penalty. In the event of any default, the interest would accrue on the defaulted and any additional amounts, making the payments larger for any subsequent years for the 2005 loan to be paid off. The balance of this loan is \$470,040 as of September 30, 2023.

The 2021 long term Revenue Note is for the Community Redevelopment Agency area in which the Tax Increment Finance (TIF) District is located. This is property that was held by the City until sales of the various areas within the TIF district. Not all of the property within this area has been sold. This is a 20-year loan with interest and principal due annually. This Revenue Note does not have any prepayment penalties. The balance of this loan was \$11,206,856 as of September 30, 2023.

Any defaults would be added to subsequent payments throughout the term of the loan.

Conduit Debt

On December 2, 2003, City Council authorized the issuance of revenue bonds in the principal amount of \$15,000,000 for construction of two hospice facilities in Temple Terrace and Ruskin by LifePath Hospice and Palliative Care, Inc., which were delivered on December 11, 2003. On August 4, 2009, City Council authorized amendments and the interest rate conversion of \$13,827,500 Revenue Bonds (LifePath Hospice Project), Series 2003 consisting of one fully registered Bond, to SunTrust Bank, dated September 1, 2009, bearing interest at the Bank Rate, and maturing on December 1, 2030. Interest rate was changed from a LIBOR to a SOFR index in May, 2023 in accordance with industry requirements.. Interest payments are made over a 27-year period, with principal payments beginning December 1, 2006, and maturing December 1, 2030. These conduit bonds do not constitute an indebtedness of the City of Temple Terrace but are payable solely from the revenues derived from the operation of the hospice facilities.

City of Temple Terrace, Florida
September 30, 2023
Notes to the Financial Section

SUBSCRIPTION ARRANGEMENTS (SBITA)

For the year ended September 30, 2023, the financial statements include the adoption of GASB Statement 96, Subscription-Based Information Technology Arrangements (SBITA). The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model of subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

The City entered into SBITAs for the use of EPR ECPR software, Vtech VMWare software, Team Viewer software, Priority Dispatch, Granicus, Auto Cad, Benchmark, and other various software products. The value of the right to use assets with accumulated amortization is included above in the Governmental Capital Assets.

The governmental activities future principal and interest payments for SBITA liabilities as of September 30, 2023, were as follows:

Governmental Activities			
Fiscal Year	Principal Payments	Interest Payments	Total Payments
2024	\$227,253	\$4,800	\$232,053
2025	221,216	2,351	223,567
2026	187,258	487	187,745
Total	\$635,727	\$7,638	\$643,365

NOTE IV—OTHER INFORMATION

RISK FINANCING

The City is subject to losses in the normal course of operations resulting from general liability, property and casualty, workers' compensation, employee health and accident, environmental and antitrust matters. The City has purchased commercial insurance to protect against employee dishonesty and employee health losses. The City participates in a self-insurance program for purposes of protecting against workers' compensation losses; real and personal property losses; automobile damage; pollution, and general liability, including malpractice, employment practices liability insurance and errors and omissions. Further, the City transfers risk, whenever possible, through hold-harmless clauses and insurance requirements in all contracts, leases and agreements. The City has maintained the same insurance coverage for several years. Settled claims have not exceeded commercial coverage in any of the past five fiscal years.

On October 1, 2019, the City entered into an intergovernmental cooperative agreement with Florida Municipal Insurance Trust (FMIT), a risk management and self-insurance association, for the purpose of reducing and limiting member casualty and property losses and employee injuries caused by or arising out of the operations of its members. The pool processes claims, performs investigations, provides defense and settlement when claims arise. FMIT administers a risk management pool and utilizes such funds to defend and protect any members of the pool against liability for a covered loss. All funds contained within the pool are funds directly derived from its members who are public agencies of the State of Florida. The relationship is a joint self-insurance or self-funded program using governmental funds. The purchase of liability insurance by the pool or any of its members is not intended to, and does not, waive sovereign immunity. The pool and the members of the pool do not intend to waive sovereign immunity through their use of public funds retained within the pool. Such funds are not intended to constitute the existence, issuance, or purchase of a policy for insurance. And the pool is not treated as an "insurer" within the meaning of any State legislation. Among other things, the powers of the pool include the purchase of aggregate excess insurance and specific excess insurance to supplement the risk management pool. The City is obligated to make payments to the pool, select a representative to serve on the Board of Directors, allow attorneys employed by the pool to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City, and to follow operations and loss reduction and prevention procedures established by the pool.

Florida Municipal Insurance Trust (FMIT) is a risk pool that assumes the risk of loss for all participating members. The members are subject to additional premium assessments in the event that the risk pool required additional funding to satisfy all claims. The City has a "claims reporting period" that coincides with the fiscal year. Renewal premium quotes are typically available in June prior to the beginning of the fiscal year.

SUBSEQUENT EVENTS

The assigned fund balance as of September 30, 2023 includes \$1.5 million to be used for acquisition of property to build a new Police station. The first step in this effort occurred in January, 2024 as the City Council adopted Resolution 7-24 authorizing City officials to negotiate and prepare a Purchase and Sale Agreement (PSA) for the purchase of 5.01+ acres located at 7911 Harney Road. The City Manager was authorized to deposit \$10,000 into escrow per a letter of intent.



TEMPLE TERRACE

Amazing City. Since 1925.

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City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

REQUIRED SUPPLEMENTARY INFORMATION

Pension and Other Postemployment Benefit Schedules

- Schedule of Proportionate Share of the Net Pension Liability—Last Ten Fiscal Years
- Schedule of Contributions—Last Ten Fiscal Years
- Schedule of Changes in Net Pension Liability and Related Ratios—Last Ten Years—Police Officers' Retirement System
- Schedule of Contributions—Last Ten Fiscal Years—Police Officers' Retirement System
- Schedule of Changes in Net Pension Liability and Related Ratios—Last Ten Years—Firefighters' Retirement System
- Schedule of Contributions—Last Ten Fiscal Years—Firefighters' Retirement System
- Schedule of Employer Contributions Police Officers' and firefighters' Retirement Systems
- Schedule of Changes in Total OPEB Liability and Related Ratios—Last Ten Fiscal Years

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
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PENSION AND OTHER POSTEMPLOYMENT BENEFIT SCHEDULES
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY—LAST
TEN FISCAL YEARS 2015-2023-FRS

Florida Retirement System Pension Plan	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's Proportion of the Net Pension Liability (Asset)	0.00094%	0.00112%	0.00181%	0.00241%	0.00243%	0.00251%	0.00274%	0.00372%	0.00004%
City's Proportionate Share of the Net Pension Liability	\$374,870	\$417,345	\$136,658	\$1,045,690	\$836,485	\$754,600	\$810,675	\$940,162	\$521,239
City's Covered Payroll	\$387,981	\$434,019	\$629,160	\$856,089	\$905,074	\$1,013,305	\$1,039,378	\$1,582,909	\$1,771,220
City's Proportionate Share of the Net Pension Liability Asset as a Percentage of Its Covered Payroll	96.62%	96.16%	21.72%	122.15%	92.42%	74.47%	78.00%	59.39%	29.43%
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 for only those years for which information is available.

Note: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note IV of the Plan's Annual Comprehensive Financial Report.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY—LAST
TEN FISCAL YEARS—RETIREE HEALTH**

Retiree Health Insurance Subsidy Program—HIS	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's Proportion of the Net Pension Liability	0.00099%	0.00119%	0.00182%	0.00247%	0.00272%	0.00298%	0.00326%	0.00423%	0.00005%
City's Proportionate Share of the Net Pension Liability	\$158,805	\$126,170	\$223,684	\$301,169	\$304,213	\$315,280	\$348,253	\$493,561	\$467,719
City's Covered Payroll	\$387,981	\$434,019	\$629,160	\$856,089	\$905,074	\$1,013,305	\$1,039,378	\$1,582,909	\$1,771,220
City's Proportionate Share of the Net Pension Liability— Asset as a Percentage of Its Covered Payroll	40.93%	29.07%	35.55%	35.18%	33.61%	31.11%	33.51%	31.18%	26.41%
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 for only those years for which information is available.

Note: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Annual Comprehensive Financial Report.

City of Temple Terrace, Florida
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SCHEDULE OF CONTRIBUTIONS—LAST TEN FISCAL YEARS

Florida Retirement System Pension Plan	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$47,971	\$47,201	\$63,661	\$77,954	\$78,544	\$71,995	\$68,334	\$83,671	\$99,131
Contributions in Relation to the Contractually Required Contribution	(47,971)	(47,201)	(63,661)	(77,954)	(78,544)	(71,995)	(68,334)	(83,671)	(99,131)
Contribution Deficiency—Excess	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
City's Covered Payroll	\$407,184	\$420,596	\$580,845	\$799,981	\$917,282	\$927,983	\$984,051	\$1,202,558	\$1,412,055
Contributions as a Percentage of Covered Payroll	11.78%	11.22%	10.96%	9.74%	8.56%	7.76%	6.94%	6.96%	7.02%
Retiree Health Insurance Subsidy Program—HIS	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$10,509	\$10,685	\$15,141	\$20,401	\$22,068	\$15,910	\$16,316	\$19,968	\$19,314
Contributions in Relation to the Contractually Required Contribution	(10,509)	(10,685)	(15,141)	(20,401)	(22,068)	(15,910)	(16,316)	(19,968)	(19,314)
Contribution Deficiency—Excess	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
City's Covered Payroll	\$407,184	\$420,596	\$580,845	\$799,981	\$917,282	\$927,983	\$984,051	\$1,202,558	\$1,412,055
Contributions as a Percentage of Covered Payroll	2.58%	2.54%	2.61%	2.55%	2.41%	1.71%	1.66%	1.66%	1.37%

Note: The Amounts Presented for Each Fiscal Year were Determined as of September 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 for only those years for which information is available.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
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**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND
RELATED RATIOS-LAST TEN YEARS-POLICE OFFICERS'
RETIREMENT SYSTEM FOR FISCAL YEARS 2023-2019**

Category	2023	2022	2021	2020	2019
Total Pension Liability:					
Service Cost	\$897,751	\$865,024	\$848,143	\$677,380	\$600,586
Interest	4,038,844	3,898,368	3,690,387	3,654,964	3,522,370
Changes in Excess State Money	0	0	0	0	0
Share Plan Allocation	0	0	0	0	0
Changes of benefit terms	0	0	179,532	0	44,052
Differences between Expected and Actual Experience	742,097	166,168	1,227,546	(850,684)	412,127
Changes of assumptions	0	636,916	0	(453,592)	72,756
Contributions-Buy Back	0	19,646	0	0	0
Benefit Payments, including Refunds of Employee Contributions	(3,132,023)	(2,904,191)	(3,115,576)	(2,696,542)	(3,136,877)
Net Change in Total Pension Liability	2,546,669	2,681,931	2,830,032	331,526	1,515,014
Total Pension Liability-Beginning	55,247,236	52,565,305	49,735,273	49,403,747	47,888,733
Total Pension Liability-Ending (A)	\$57,793,905	\$55,247,236	\$52,565,305	\$49,735,273	\$49,403,747
Plan Fiduciary Net Position:					
Contributions-Employer	\$2,292,757	\$2,164,035	\$2,376,509	\$1,940,686	\$2,844,524
Contributions-State	495,371	444,902	343,131	215,698	211,464
Contributions-Employee	438,449	419,313	395,905	361,246	306,159
Contributions-Buy Back	0	19,646	0	0	0
Net Investment Income	3,817,140	(5,508,064)	6,803,374	2,289,196	1,366,251
Benefit Payments, including Refunds of Employee Contributions	(3,132,023)	(2,904,191)	(3,115,576)	(2,696,542)	(3,136,877)
Administrative Expense	(73,691)	(66,238)	(59,580)	(46,852)	(52,032)
Net Change in Plan Fiduciary Net Position	3,838,003	(5,430,597)	6,743,763	2,063,432	1,539,489
Plan Fiduciary Net Position-Beginning	32,515,580	37,946,177	31,202,414	29,138,982	27,599,493
Plan Fiduciary Net Position-Ending (B)	\$36,353,583	\$32,515,580	\$37,946,177	\$31,202,414	\$29,138,982
Net Pension Liability-Ending (A)-(B)	\$21,440,322	\$22,731,656	\$14,619,128	\$18,532,859	\$20,264,765
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	62.90%	58.85%	72.19%	62.74%	59.03%
Covered Employee Payroll**	\$3,914,722	\$3,743,861	\$3,534,856	\$3,225,403	\$2,733,563
Net Pension Liability as a % of covered payroll	547.68%	607.17%	413.57%	574.59%	739.72%

(Continued)

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
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SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS—LAST TEN YEARS—POLICE OFFICERS’ RETIREMENT SYSTEM FISCAL YEARS *CONTINUED* FOR 2018-2014

Category	2018	2017	2016	2015	2014
Total Pension Liability:					
Service Cost	\$626,092	\$658,510	\$652,093	\$634,011	\$673,853
Interest	3,359,135	3,231,782	2,996,634	2,909,094	2,826,257
Changes in Excess State Money	0	(13,669)	0	0	0
Share Plan Allocation	0	0	0	0	0
Changes of benefit terms	0	0	0	(295,206)	0
Differences between Expected and Actual Experience	1,046,273	254,999	266,414	(7,809)	0
Changes of assumptions	79,720	129,219	1,632,506	444,806	0
Contributions—Buy Back	21,919	0	0	0	0
Benefit Payments, including Refunds of Employee Contributions	(2,813,555)	(2,274,549)	(2,562,970)	(2,078,269)	(2,071,931)
Net Change in Total Pension Liability	2,319,584	1,986,292	2,984,677	1,606,627	1,428,179
Total Pension Liability—Beginning	45,569,149	43,582,857	40,598,180	38,991,553	37,563,374
Total Pension Liability—Ending (A)	\$47,888,733	\$45,569,149	\$43,582,857	\$40,598,180	\$38,991,553
Plan Fiduciary Net Position:					
Contributions—Employer	\$2,202,438	\$2,079,938	\$1,857,520	\$1,562,285	\$1,536,551
Contributions—State	194,338	181,543	188,055	165,332	154,522
Contributions—Employee	290,312	322,963	303,850	303,704	303,725
Contributions—Buy Back	21,919	0	0	0	0
Net Investment Income	2,709,007	2,584,444	1,382,196	87,712	2,236,955
Benefit Payments, including Refunds of Employee Contributions	(2,813,555)	(2,274,549)	(2,562,970)	(2,078,269)	(2,071,931)
Administrative Expense	(605)	(50,713)	(37,851)	(32,080)	(18,966)
Net Change in Plan Fiduciary Net Position	2,603,854	2,843,626	1,130,800	8,684	2,140,856
Plan Fiduciary Net Position—Beginning	24,995,639	22,152,013	21,021,213	21,012,529	18,871,673
Plan Fiduciary Net Position—Ending (B)	\$27,599,493	\$24,995,639	\$22,152,013	\$21,021,213	\$21,012,529
Net Pension Liability-Ending (A)-(B)	\$20,289,240	\$20,286,401	\$21,430,844	\$19,576,967	\$17,979,024
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	57.63%	54.85%	50.83%	51.78%	53.89%
Covered Employee Payroll**	\$2,592,071	\$2,883,598	\$2,712,946	\$3,126,443	\$2,889,864
Net Pension Liability as a % of covered payroll	782.74%	713.47%	789.95%	626.17%	622.14%

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023

Required Supplementary Information

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST
TEN YEARS—POLICE OFFICERS' RETIREMENT SYSTEM FISCAL YEARS
(CONTINUED)**

** The Covered Payroll numbers shown are in compliance with GASB 82, except for the September 30, 2015, measurement period which includes DROP payroll.

Notes to Schedule:

Changes of benefit terms:

For measurement date September 30, 2021, the maximum DROP participation period was originally extended with Ordinance 1471 from 60 months to 96 months, but only for those who elect the extension prior to September 17, 2022. The extension is now made available indefinitely and will not be repealed on September 17, 2022.

Changes of assumptions:

For measurement date September 30, 2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in the July 1, 2019, actuarial valuation for special risk lives, with appropriate risk and collar adjustments made based on plan demographics. Additionally, the termination rates were reduced by 0.6% for members with 1 to 10 years of service, and by 0.5% for members with 11 or more years of service, in conjunction with the November 21, 2016, experience study. This valuation now represents the ultimate rates proposed in the Experience Study.

For measurement date September 30, 2021, the investment rate was lowered from 7.5% to 7.4% per year, net of investment related expenses.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF CONTRIBUTIONS—LAST TEN FISCAL YEARS—POLICE OFFICERS’
RETIREMENT SYSTEM**

Reporting Period Ending	2023	2022	2021	2020	2019
Actuarially Determined Contribution	\$2,635,888	\$2,703,896	\$2,592,207	\$2,629,410	\$2,582,962
Contributions in Relation to the Actuarially Determined Contribution	2,747,776	2,608,937	2,719,640	2,156,384	3,055,988
Contribution Deficiency – (Excess)	<u>\$(111,888)</u>	<u>\$94,959</u>	<u>\$(127,433)</u>	<u>\$473,026</u>	<u>\$(473,026)</u>
Covered Payroll **	\$3,914,722	\$3,741,861	\$3,534,856	\$3,225,403	\$2,733,563
Contributions as a Percentage of Covered Employee Payroll	70.19%	69.72%	76.94%	66.86%	111.80%

Reporting Period Ending	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$2,413,755	\$2,244,502	\$2,045,575	\$1,727,617	\$1,691,072
Contributions in Relation to the Actuarially Determined Contribution	2,396,776	2,261,481	2,045,575	1,727,617	1,691,072
Contribution Deficiency – (Excess)	<u>\$16,979</u>	<u>\$(16,979)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Covered Payroll **	\$3,338,386	\$2,883,598	\$2,712,946	\$3,126,443	\$2,889,864
Contributions as a Percentage of Covered Employee Payroll	71.79%	78.43%	75.40%	55.26%	58.52%

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

Notes to Schedule:

Valuation Date: October 01, 2021

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported. Methods and assumptions used to determine contribution rates can be found in the October 1, 2021, Actuarial Valuation for the City of Temple Terrace Police Officers' Retirement System prepared by Foster & Foster Actuaries and Consultants.

The Amounts Presented for Each Fiscal Year were Determined as of September 30.

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

** The Covered Payroll numbers shown are in compliance with GASB 82, except for the September 30, 2015, measurement period which includes DROP payroll.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND
RELATED RATIOS-LAST TEN YEARS-FIREFIGHTERS'
RETIREMENT SYSTEM FOR FISCAL YEARS 2023-2019**

Category	2023	2022	2021	2020	2019
Total Pension Liability:					
Service Cost	\$1,268,572	\$1,147,789	\$1,095,292	\$1,144,202	\$1,107,294
Interest	3,527,326	3,294,793	3,118,702	2,904,236	2,720,390
Changes in Excess State Money	0	0	0	0	0
Share Plan Allocation	39,734	14,872	8,332	3,809	686
Changes of benefit terms	0	0	0	0	(17,202)
Differences between Expected and Actual Experience	5,644	407,554	49,281	(363,666)	81,020
Changes of assumptions	0	0	186,359	761,225	0
Contributions-Buy Back	10,493	40,856	36,783	18,487	16,383
Benefit Payments, including Refunds of Employee Contributions	(2,144,970)	(1,623,627)	(1,587,807)	(1,531,851)	(1,490,948)
Net Change in Total Pension Liability	2,706,799	3,282,237	2,906,942	2,936,442	2,417,623
Total Pension Liability-Beginning	47,470,486	44,188,249	41,281,307	38,344,865	35,927,242
Total Pension Liability-Ending (A)	\$50,177,285	\$47,470,486	\$44,188,249	\$41,281,307	\$38,344,865
Plan Fiduciary Net Position:					
Contributions-Employer	\$1,808,072	\$1,667,917	\$1,639,639	\$1,429,968	\$1,752,112
Contributions-State	235,680	185,956	172,877	163,831	157,585
Contributions-Employee	443,150	419,795	375,858	373,276	375,067
Contributions-Buy Back	10,493	40,856	36,783	18,487	16,383
Net Investment Income	4,004,353	(5,107,106)	6,700,446	2,027,593	969,827
Benefit Payments, including Refunds of Employee Contributions	(2,144,970)	(1,623,627)	(1,587,807)	(1,531,851)	(1,490,948)
Administrative Expense	(62,116)	(67,745)	(76,919)	(58,696)	(49,498)
Net Change in Plan Fiduciary Net Position	4,294,662	(4,483,954)	7,260,877	2,422,608	1,730,528
Plan Fiduciary Net Position-Beginning	33,717,543	38,201,497	30,940,620	28,518,012	26,787,484
Plan Fiduciary Net Position-Ending (B)	\$38,012,205	\$33,717,543	\$38,201,497	\$30,940,620	\$28,518,012
Net Pension Liability-Ending (A)-(B)	\$12,165,080	\$13,752,943	\$5,986,752	\$10,340,687	\$9,826,853
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	75.76%	71.03%	86.45%	74.95%	74.37%
Covered Payroll**	\$4,216,466	\$3,994,244	\$3,576,190	\$3,551,628	\$3,568,671
Net Pension Liability as a percentage of Covered Payroll	288.51%	344.32%	167.41%	291.15%	275.36%

Continued

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST
TEN YEARS—FIRE FIGHTERS’ RETIREMENT SYSTEM FISCAL YEARS *CONTINUED*
FOR 2018-2014**

Category	2018	2017	2016	2015	2014
Total Pension Liability:					
Service Cost	\$1,032,866	\$929,615	\$923,351	\$848,258	\$834,970
Interest	2,462,363	2,342,818	2,179,370	2,106,949	2,001,009
Changes in Excess State Money	0	0	(18,213)	0	0
Share Plan Allocation	0	0	15,028	0	0
Changes of benefit terms	0	0	0	0	0
Differences between Expected and Actual Experience	1,408,684	(261,617)	38,129	(208,861)	0
Changes of assumptions	0	0	627,713	330,207	0
Contributions—Buy Back	25,724	0	3,143	3,884	0
Benefit Payments, including Refunds of Employee Contributions	(1,602,076)	(1,447,974)	(1,769,625)	(1,870,919)	(1,039,727)
Net Change in Total Pension Liability	3,327,561	1,562,842	1,998,896	1,209,518	1,796,252
Total Pension Liability—Beginning	32,599,681	31,036,839	29,037,943	27,828,425	26,032,173
Total Pension Liability—Ending (A)	\$35,927,242	\$32,599,681	\$31,036,839	\$29,037,943	\$27,828,425
Plan Fiduciary Net Position:					
Contributions—Employer	\$1,450,076	\$1,316,570	\$1,167,720	\$1,064,455	\$1,064,867
Contributions—State	155,354	153,625	168,057	160,407	162,928
Contributions—Employee	350,864	327,645	303,975	297,030	292,410
Contributions—Buy Back	25,724	0	3,143	3,884	0
Net Investment Income	2,600,576	2,683,463	1,359,948	232,365	1,915,275
Benefit Payments, including Refunds of Employee Contributions	(1,602,076)	(1,447,974)	(1,769,625)	(1,870,919)	(1,039,727)
Administrative Expense	(54,011)	(65,679)	(43,311)	(49,011)	(48,151)
Net Change in Plan Fiduciary Net Position	2,926,507	2,967,650	1,189,907	(161,789)	2,347,602
Plan Fiduciary Net Position— Beginning	23,860,977	20,893,327	19,703,420	19,865,209	17,517,607
Plan Fiduciary Net Position—Ending (B)	\$26,787,484	\$23,860,977	\$20,893,327	\$19,703,420	\$19,865,209
Net Pension Liability—Ending (A)- (B)	\$9,139,758	\$8,738,704	\$10,143,512	\$9,334,523	\$7,963,216
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	74.56%	73.19%	67.32%	67.85%	71.38%
Covered Payroll**	\$3,338,386	\$3,117,461	\$2,892,247	\$3,294,335	\$2,688,405
Net Pension Liability as a percentage of Covered Payroll	273.78%	280.31%	350.71%	283.35%	296.21%

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

*** For the year ending September 30, 2015, the Covered Employee Payroll figure included payroll for DROP members. Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.*

Schedule of Changes in Net Pension Liability and Related Ratios-Last Ten Years—fire fighters’ Retirement System fiscal years –(continued)

Notes to Schedule:

For measurement date September 30, 2021, as a result of the experience study dated May 12, 2022, the following changes were made:

1. The investment return assumption was reduced from 7.50% to 7.40% per year, net of investment related expenses.
2. Amended the assumption regarding expected individual salary increases from a flat 6.5% per year to 8.5% in the first year of employment and 5.5% per year for those with one or more years of Credited Service.
3. Amended the assumption regarding Normal Retirement to be that in the first year a Member becomes eligible for Normal Retirement there will be a 50% probability of Retirement, and then a 100% probability one year after first eligibility.
4. Amended the expected withdrawal rates to increase the assumed rates for less than 2 years of service and reduce the assumed rates for those with more than 2 years of service.

For measurement date September 30, 2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in the July 1, 2019, actuarial valuation for special risk lives, with appropriate risk and collar adjustments made based on plan demographics.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF CONTRIBUTIONS—LAST TEN FISCAL YEARS—FIREFIGHTERS’
RETIREMENT SYSTEM FOR FISCAL YEARS 2023-2014**

Reporting Period Ending	2023	2022	2021	2020	2019
Actuarially Determined Contribution	\$1,972,617	\$1,843,524	\$1,799,661	\$1,776,761	\$1,722,240
Contributions in Relation to the Actuarially Determined Contribution	2,004,018	1,839,001	1,804,184	1,589,990	1,909,011
Contribution Deficiency – (Excess)	\$(31,401)	\$4,523	\$(4,523)	\$186,771	\$(186,771)
Covered Payroll **	\$4,216,466	\$3,994,244	\$3,576,190	\$3,551,628	\$3,568,671
Contributions as a Percentage of Covered Employee Payroll	47.53%	46.04%	50.45%	44.77%	53.49%

Reporting Period Ending	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$1,605,430	\$1,329,855	\$1,329,855	\$1,224,862	\$1,227,794
Contributions in Relation to the Actuarially Determined Contribution	1,605,430	1,470,195	1,329,855	1,224,862	1,227,794
Contribution Deficiency – (Excess)	\$0	\$(140,340)	\$0	\$0	\$0
Covered Payroll **	\$3,338,386	\$3,117,461	\$2,892,247	\$3,294,335	\$2,688,405
Contributions as a Percentage of Covered Employee Payroll	48.09%	47.16%	45.98%	37.18%	45.67%

** For the year ending September 30, 2015, the Covered Employee Payroll figure included payroll for DROP members. Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Valuation Date: October 01, 2021

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported. Methods and assumptions used to determine contribution rates can be found in the October 01, 2021, Actuarial Valuation for the City of Temple Firefighters' Retirement System prepared by Foster & Foster Actuaries and Consultants.

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

**SCHEDULE OF EMPLOYER CONTRIBUTIONS POLICE
OFFICERS' AND FIREFIGHTERS' RETIREMENT SYSTEMS—
ANNUAL MONEY-WEIGHTED RATE OF RETURN, NET OF
INVESTMENT EXPENSE**

Fiscal Year Ended September 30	Police Officers' Retirement System	Firefighters' Retirement System
2023	11.78%	11.90%
2022	(14.54)%	(13.32)%
2021	21.77%	21.59%
2020	7.78%	7.07%
2019	5.01%	3.59%
2018	9.80%	10.89%
2017	12.99%	12.86%
2016	6.72%	6.94%
2015	0.42%	1.18%
2014	11.93%	10.82%

City of Temple Terrace, Florida
Fiscal Year Ending September 30, 2023
Required Supplementary Information

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS—LAST SIX FISCAL YEARS

Total OPEB Liability	2023	2022	2021	2020	2019	2018	2017
Service Cost	\$167,386	\$196,028	\$192,551	\$227,041	\$169,846	\$217,455	\$210,731
Interest	283,352	176,726	158,970	241,556	259,005	251,933	277,270
Difference between expected and actual experience	(575,331)	0	226,896	0	(194,844)	0	(769,706)
Change of Assumptions and Other Inputs	283,960	(1,029,956)	(123,862)	786,259	(23,276)	(39,761)	603,182
Benefit payments	(678,492)	(671,712)	(549,182)	(595,912)	(571,749)	(683,658)	(621,863)
Other Changes *	382,538	0	0	(1,189)	4,965	236,821	(380,423)
Net change in total OPEB liability	(136,586)	(1,328,914)	(94,627)	657,755	(356,053)	(17,210)	(680,809)
Total OPEB liability, beginning	6,279,545	7,608,459	7,703,086	7,045,331	7,401,384	7,418,594	8,099,403
Total OPEB liability, ending	<u>\$6,142,958</u>	<u>\$6,279,545</u>	<u>\$7,608,459</u>	<u>\$7,703,086</u>	<u>\$7,045,331</u>	<u>\$7,401,384</u>	<u>\$7,418,594</u>
 Covered employee payroll	 \$15,936,379	 \$14,651,295	 \$14,155,863	 \$12,715,145	 \$12,715,145	 \$11,542,072	 \$11,542,072
Total OPEB liability as a percentage of covered employee payroll	38.55%	42.86%	53.75%	60.58%	55.41%	64.13%	64.27%

* Includes new census and iteration amongst changes.

Notes to Schedule:

1 Plan Assets: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

Other items:

This information is required for 10 years. However, only 7 years of information is available.

Discount rate increased from 4.77% in 2021 to 4.87% in 2023. The discount rate is based on the S&P Municipal Bond 20 Year High Grade-Rate Index as of September 30, 2023.



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City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

OTHER SUPPLEMENTARY INFORMATION

Combining Financial Statements for All Nonmajor Governmental Funds and Individual Budgetary Comparison Schedules (GAAP BASIS) for the major Debt Service Fund and All Budgeted Nonmajor Governmental Funds

Combining Financial Statements

- Balance Sheet–Non-Major Governmental Funds
- Revenues and Expenditures–Non-Major Governmental Combining Statement

Non-Major Governmental Funds:

- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Community Investment Tax Special Revenue Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Tax Increment Financing Special Revenue Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Insurance Premium Tax Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Debt Service Fund

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

Combining Financial Statements:

**BALANCE SHEET–NON-MAJOR GOVERNMENTAL COMBINING STATEMENT FOR
THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

Category	Community Investment Tax	Tax Increment Financing	Insurance Premium Tax Fund	Debt Service Fund	Total Non- Major Govt. Fund
Assets					
Equity in Pooled Cash & Investments	\$3,049,184	\$12,199	\$0	\$72,915	\$3,134,298
Interest	2,124	0	0	0	2,124
Due from Other Agencies	0	0	0	0	0
Total Assets	3,051,308	12,199	0	72,915	3,136,422
Liabilities					
Accounts Payable	183,747	0	0	0	183,747
Total Liabilities	183,747	0	0	0	183,747
Fund Balances					
Restricted	2,867,561	12,199	0	72,915	2,952,675
Total Fund Balances	\$3,051,308	\$12,199	\$0	\$72,915	\$3,136,422

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

**REVENUES AND EXPENDITURES—DEBT SERVICE AND NON-MAJOR
GOVERNMENTAL COMBINING STATEMENT FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023**

Category	Community Investment Tax Fund	Tax Increment Financing Fund	Insurance Premium Tax Fund	Debt Service Fund	Total Non- Major Govt. Fund
Revenues					
Taxes	\$2,012,242	\$0	\$0	\$0	\$2,012,242
Intergovernmental	0	434,718	731,052	0	1,165,770
Investment Earnings (Loss)	99,418	3,086	0	0	102,504
Total Revenues	2,111,660	437,804	731,052	0	3,280,516
Expenditures					
Public Safety					
Police	0	0	495,372	0	495,371
Fire	0	0	235,680	0	235,680
Total Public Safety	0	0	731,052	0	731,052
Economic development	0	67,332	0	0	67,332
Capital Outlay	1,242,681	0	0	0	1,242,681
Debt Service:					
Principal	0	0	0	791,163	791,163
Interest	0	0	0	391,358	391,358
Total Expenditures	1,242,681	67,333	731,052	1,182,521	3,223,587
Excess/Deficiency of Revenues Over/Under Expenditures	868,978	370,472	0	(1,182,521)	56,930
Other Financing Sources (Uses)					
Transfers In	0	482,537	0	1,250,896	1,733,433
Transfers Out	0	(840,810)	0	0	(840,810)
Total Other Financing Sources (Uses)	0	(358,273)	0	1,250,896	892,623
Net Change in Fund Balances	868,979	12,199	0	68,375	949,553
Fund Balances (Deficit)—Beginning	1,998,582	0	0	4,540	2,003,122
Fund Balances, Ending	\$2,867,561	\$12,199	\$0	\$72,915	\$2,952,675

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

NON-MAJOR GOVERNMENTAL FUNDS

COMMUNITY INVESTMENT TAX (CIT)

The CIT Fund ended the year with a fund balance of \$2,867,561, an increase of \$868,979 all of which is restricted for projects as outlined in the 5-year Capital Improvement Plan.

TAX INCREMENT FINANCING (TIF) FUND

The TIF Fund does not have a fund balance as all expenses and revenue should be 100% spent based on actual revenue collected. Total revenue collected was \$437,805, in addition to a transfer from the City of \$482,537. These amounts were used for debt service payments on the property purchased in the southeast quadrant and for services associated with operations in the Community Redevelopment Agency (CRA) district. As part of the City's efforts to improve quality of life and strengthen the economic environment, the City has established a community redevelopment agency that includes 20 acres of City-owned land. The long-term vision is to create a vibrant downtown.

INSURANCE PREMIUM TAX FUND

The Insurance Premium Tax Fund is used as a pass-through and for revenue collected by the state for the City's fire and pension plans and thus, has no budget.

DEBT SERVICES FUND

The Debt Services Fund ended the year with a fund balance of \$72,915. Expenditures and other uses are directed toward principal, interest, and other issuance costs. Transfers into this fund come from the General and Tax Increment Financing Fund Revenues.

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE BUDGET AND ACTUAL FOR THE FISCAL YEAR
ENDED SEPTEMBER 30, 2023—COMMUNITY INVESTMENT TAX
SPECIAL REVENUE FUND**

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget— Positive (Negative)
Revenues				
Taxes	\$1,600,000	\$1,736,285	\$2,012,242	\$275,957
Investment Earnings	0	0	99,418	99,418
Other	1,327,387	1,460,396	0	(1,460,396)
Total Revenues	2,927,387	3,196,681	2,111,660	(1,085,021)
Expenditures				
Capital Outlay	1,818,350	2,087,644	1,242,681	844,963
Total Expenditures	1,818,350	2,087,644	1,242,681	844,963
Excess/Deficiency of Revenues Over/Under Expenditure	1,109,037	1,109,037	868,978	(240,059)
Other Financing Sources (Uses)				
Reserve Contingency	1,109,037	1,109,037	0	1,109,037
Total Other Financing Sources (Uses)	\$1,109,037	\$1,109,037	0	\$0
Net Change in Fund Balance			868,979	
Beginning Fund Balance			1,998,582	
Ending Fund Balance			\$2,867,561	

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

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE BUDGET AND ACTUAL FOR THE FISCAL YEAR
ENDED SEPTEMBER 30, 2023—TAX INCREMENT FINANCING
SPECIAL REVENUE FUND**

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget— Positive (Negative)
Revenues				
Intergovernmental	\$426,176	\$426,176	\$434,718	\$8,542
Investment Earnings	0	0	3,087	3,087
Total Revenues	426,176	426,176	437,805	11,629
Expenditures	65,000	65,000	67,333	(2,333)
Total Expenditures	65,000	65,000	67,333	(2,333)
Excess/Deficiency of Revenues Over/Under Expenditure	361,176	361,176	370,472	9,296
Other Financing Sources (Uses)				
Transfers In	479,634	479,634	0	2,903
Transfers Out	(840,810)	(840,810)	0	0
Total Other Financing Sources (Uses)	\$0	\$0		\$12,199
Net Change in Fund Balance			12,199	
Beginning Fund Balance			0	
Ending Fund Balance			\$12,199	

City of Temple Terrace, Florida
September 30, 2023
Other Supplementary Information

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE BUDGET AND ACTUAL FOR FISCAL YEAR
ENDED SEPTEMBER 30, 2023—DEBT SERVICES FUND**

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget— Positive/ (Negative)
Revenues				
Investment Earnings	\$0	\$0	\$0	\$0
Debt Issue	0	0	0	0
Other	0	0	0	0
Total Revenues	0	0	0	0
Expenditures				
Debt service				
Principal	791,163	791,163	791,163	0
Interest	460,453	460,453	391,358	69,095
Other debt service cost	0	0	0	0
Total debt service	1,251,616	1,251,616	1,182,521	69,095
Total expenditures	1,251,616	1,251,616	1,182,521	69,095
Excess/deficiency of revenues over/under expenditure	(1,251,616)	(1,251,616)	(1,182,521)	69,095
Other financing sources (uses)				
Transfers In	1,251,616	1,251,616	1,250,896	(720)
Proceeds from Issuance of Debt	0	0	0	0
Principal Paid: Current Refunding	0	0	0	0
Total Other Financing Sources (Uses)	\$1,251,616	\$1,251,616	1,250,896	\$(720)
Net Change in Fund Balances			68,375	
Beginning Fund—Deficit Balance			4,540	
Ending Fund Balance			\$72,915	



TEMPLE TERRACE

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STATISTICAL SECTION—UNAUDITED

Financial Trends

Net Position by Component

Changes in Net Position

Fund Balances, Governmental Funds

Changes in Fund Balances, Governmental Funds

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City of Temple Terrace, Florida
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Statistical Section - Unaudited
FINANCIAL TRENDS

NET POSITION BY COMPONENT
YEARS 2023–2019

Category	2023	2022	2021	2020	2019
Government Activities:					
Net Investment in Capital Assets	\$51,277,642	\$50,596,499	\$50,712,410	\$49,209,109	\$47,653,238
Restricted	11,484,233	11,566,347	12,464,826	10,617,619	4,126,448
Unrestricted	(24,344,546)	(34,771,722)	(40,777,458)	(42,950,491)	(41,506,771)
Total govt. activities net positions	<u>\$38,417,330</u>	<u>\$27,391,124</u>	<u>\$22,399,778</u>	<u>\$16,876,237</u>	<u>\$10,272,915</u>
Business-Type activities:					
Net investment in capital assets	\$31,001,573	\$31,648,304	\$30,550,876	\$28,937,979	\$28,295,964
Restricted	11,982,013	10,039,824	8,179,307	1,000,600	4,543,652
Unrestricted	2,615,462	2,232,168	4,021,983	11,471,663	6,168,086
Total business-type activities net position	<u>\$45,599,048</u>	<u>\$43,920,296</u>	<u>\$42,752,166</u>	<u>\$41,410,242</u>	<u>\$39,007,702</u>
Primary govt:					
Net investment in capital assets	\$82,279,215	\$82,244,803	\$81,263,286	\$78,147,088	\$75,949,202
Restricted	28,908,798	21,606,171	20,644,133	11,618,219	8,670,100
Unrestricted	(27,166,635)	(32,539,554)	(36,755,475)	(31,478,828)	(35,338,685)
Total primary govt. net position	<u>\$84,016,378</u>	<u>\$71,311,420</u>	<u>\$65,151,944</u>	<u>\$58,286,479</u>	<u>\$49,280,617</u>

Note: Prior year fund balances may be adjusted for restatements.

City of Temple Terrace, Florida
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NET POSITION BY COMPONENT (CONTINUED)

YEARS 2018–2014

Category	2018	2017	2016	2015	2014
Government Activities:					
Net Investment in Capital Assets	\$44,460,729	\$44,751,620	\$45,787,690	\$46,467,096	\$44,731,063
Restricted	4,658,338	4,257,394	3,293,605	6,129,784	7,972,160
Unrestricted	(50,868,928)	(51,603,235)	(46,842,232)	(50,928,791)	(24,447,714)
Total govt. activities net positions	<u>\$(1,749,861)</u>	<u>\$(2,594,221)</u>	<u>\$2,239,063</u>	<u>\$1,668,089</u>	<u>\$28,255,509</u>
Business-Type activities:					
Net investment in capital assets	\$27,409,412	\$27,755,329	\$27,161,205	\$26,554,406	\$26,317,509
Restricted	2,389,118	3,854,474	4,581,463	3,088,958	2,730,208
Unrestricted	7,791,634	3,749,575	2,484,072	3,342,554	2,490,085
Total business-type activities net position	<u>\$37,590,164</u>	<u>\$35,359,378</u>	<u>\$34,226,740</u>	<u>\$32,985,918</u>	<u>\$31,537,802</u>
Primary govt:					
Net investment in capital assets	\$71,870,141	\$72,506,949	\$72,948,895	\$73,021,502	\$71,048,572
Restricted	7,047,456	8,111,868	7,875,068	9,218,742	10,702,368
Unrestricted	(43,077,294)	(47,853,660)	(44,358,160)	(47,586,237)	(21,957,629)
Total primary govt. net position	<u>\$35,840,303</u>	<u>\$32,765,157</u>	<u>\$36,465,803</u>	<u>\$34,654,007</u>	<u>\$59,793,311</u>

Note: Prior year fund balances may be adjusted for restatements.

City of Temple Terrace, Florida
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CHANGES IN NET POSITION

YEARS 2023–2019

Category	2023	2022	2021	2020	2019
Governmental activities Expenses:					
General government	\$5,757,362	\$9,158,266	\$4,598,168	\$4,963,781	\$4,592,368
Public safety	21,475,403	17,183,846	18,250,918	16,182,158	16,258,631
Public works	4,541,637	3,997,724	3,821,354	3,600,834	3,549,952
Economic environment	218,678	143,019	141,044	136,528	124,898
Culture and recreation	4,715,456	4,248,584	3,998,113	3,814,412	3,751,207
Interest on long-term debt	397,746	419,857	492,190	626,933	945,751
Total governmental activities	37,106,282	35,151,296	31,301,787	29,324,646	29,222,807
Business-Type activities expenses:					
Water/sewer	14,325,651	13,662,821	12,151,775	11,653,998	11,777,469
Sanitation	4,773,576	4,414,492	4,160,646	3,768,232	3,669,630
Total Business-Type activities	19,099,227	18,077,313	16,312,421	15,422,230	15,447,099
Total primary government expenses	\$56,205,509	\$53,228,609	\$47,614,208	\$44,746,876	\$44,669,906
Governmental activities program revenues:					
Charges for services					
General government	\$5,674,624	\$5,544,960	\$8,435,936	\$5,939,285	\$5,498,932
Public safety	2,202,957	2,275,065	1,447,254	1,463,839	1,548,494
Public works	218,194	0	96,418	101,022	101,742
Economic environment	0	0	91,767	0	0
Culture and recreation	1,089,132	830,571	823,321	635,617	1,097,026
Operating grants and contributions	363,225	2,435,432	448,500	1,386,621	407,108
Capital grants and contributions	1,458,124	2,882,656	1,216,812	1,935,574	600,138
Total govt. activities	11,006,256	13,968,684	12,560,008	11,461,958	9,253,440
Business-Type activities program revenues:					
Charges for services					
Water/sewer	14,935,588	14,029,837	13,575,256	13,183,625	12,697,226
Sanitation	4,390,549	4,081,606	4,006,294	3,677,210	3,660,413
Capital grants and contributions	2,266,589	1,151,150	175,719	1,000,600	320,089
Total Business-Type activities	21,592,726	19,262,593	17,757,269	17,861,435	16,677,728
Total primary govt. program revenues	\$32,598,982	\$33,231,277	\$30,317,277	\$29,323,393	\$25,931,168

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Category	2023	2022	2021	2020	2019
Net (expense)/revenue					
Governmental activities	\$(26,100,026)	\$(21,182,612)	\$(18,741,779)	\$(17,862,688)	\$(19,969,367)
Business-Type activities	2,493,499	1,185,280	1,444,848	2,439,205	1,230,629
Total primary government net exp	<u>\$(23,606,527)</u>	<u>\$(19,997,332)</u>	<u>\$(17,296,931)</u>	<u>\$(15,423,483)</u>	<u>\$(18,738,738)</u>
General Revenues & Other Changes in Net Position					
Governmental activities					
Taxes	\$29,293,409	\$25,239,324	\$23,168,600	\$23,112,488	\$22,817,355
Unrestricted grants and contributions	61,720	96,598	537,469	409,499	38,679
Unrestricted investment earnings	1,803,613	263,768	93,422	199,235	389,277
Miscellaneous	445,868	389,211	283,617	513,592	1,359,141
Special items	0	0	0	0	0
Transfers	5,520,981	94,919	114,193	121,568	0
Gain on Sale	642	90,138	68,019	109,628	8,087,690
Total governmental activities	<u>37,126,232</u>	<u>26,173,958</u>	<u>24,265,320</u>	<u>24,466,010</u>	<u>32,692,142</u>
Business-Type activities					
Investment earnings	666,671	48,117	6,845	79,524	186,908
Gain on Sale	4,039,563	29,656	4,424	5,379	0
Transfers	(5,520,981)	(94,919)	(114,193)	(121,568)	0
Total Business-Type activities	<u>(814,747)</u>	<u>(17,146)</u>	<u>(102,924)</u>	<u>(36,665)</u>	<u>186,908</u>
Total primary govt. general revenues & other changes in net position	<u>\$36,311,487</u>	<u>\$26,156,812</u>	<u>\$24,162,396</u>	<u>\$24,429,345</u>	<u>\$32,879,050</u>
Change in Net Position					
Governmental activities	\$11,026,206	\$4,991,346	\$5,523,541	\$6,603,322	\$12,022,776
Business-Type activities	1,678,752	1,168,134	1,341,924	2,402,540	1,417,538
Total primary government change in net position	<u>\$12,704,958</u>	<u>\$6,159,480</u>	<u>\$6,865,465</u>	<u>\$9,005,862</u>	<u>\$13,440,314</u>

CHANGES IN NET POSITION (CONTINUED)
YEARS 2023–2019

City of Temple Terrace, Florida
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CHANGES IN NET POSITION (CONTINUED)
YEARS 2018–2014

Category	2018	2017	2016	2015	2014
Governmental activities Expenses:					
General government	\$3,502,838	\$3,934,517	\$4,084,662	\$4,889,652	\$3,847,264
Public safety	16,139,381	15,865,516	13,994,461	13,790,072	13,880,527
Public works	2,230,417	2,462,894	2,578,207	1,414,185	2,193,891
Economic environment	24,578	104,227	144,613	94,120	522
Culture and recreation	4,904,099	3,837,790	3,961,717	4,029,260	3,979,142
Interest on long-term debt	913,958	685,104	719,237	487,670	415,854
Total governmental activities	27,715,271	26,890,048	25,482,897	24,704,960	24,317,200
Business-Type activities expenses					
Water/sewer	10,518,652	10,075,846	10,207,950	9,950,108	9,641,139
Sanitation	3,436,279	3,577,213	3,470,280	3,091,486	3,109,749
Total Business-Type activities	13,954,931	13,653,059	13,678,230	13,041,594	12,750,888
Total primary government expenses	\$41,670,202	\$40,543,107	\$39,161,127	\$37,746,554	\$37,068,088
Governmental activities program revenues:					
Charges for services					
General government	\$4,300,664	\$4,408,774	\$4,585,227	\$4,704,230	\$4,322,450
Public safety	1,765,176	1,147,181	739,889	2,630,890	1,211,799
Public works	100,344	105,122	93,309	834,978	86,101
Economic environment	0	0	0	69,461	0
Culture and recreation	1,065,043	1,086,548	898,252	1,128,753	931,954
Operating grants and contributions	85,884	440,904	508,094	0	277,807
Capital grants and contributions	195,842	122,327	104,862	0	469,111
Total govt. activities	7,512,953	7,310,856	6,929,633	9,368,312	7,299,222
Business-Type activities Program Revenues:					
Charges for services					
Water/sewer	12,295,439	12,022,271	11,452,554	10,277,824	10,322,232
Sanitation	3,655,813	3,517,384	3,591,451	3,111,798	3,086,706
Capital grants and contributions	125,190	47,975	270,928	1,071,571	31,432
Total Business-Type activities	16,076,442	15,587,630	15,314,933	14,461,193	13,440,370
Total primary govt. program revenues	\$23,589,395	\$22,898,486	\$22,244,566	\$23,829,505	\$20,739,592

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Category	2018	2017	2016	2015	2014
Net (expense)/ revenue					
Governmental activities	\$(20,202,318)	\$(19,579,192)	\$(18,553,264)	\$(15,336,648)	\$(17,017,978)
Business-Type activities	2,121,511	1,934,571	1,636,703	1,419,599	689,482
Total primary government net exp	<u>\$(18,080,807)</u>	<u>\$(17,644,621)</u>	<u>\$(16,916,561)</u>	<u>\$(13,917,049)</u>	<u>\$(16,328,496)</u>
General Revenues & Other Changes in Net Position					
Governmental activities					
Taxes	\$20,495,681	\$19,587,652	\$18,344,753	\$16,844,869	\$16,567,885
Unrestricted grants and contributions	22,802	69,367	52,311	47,475	54,396
Unrestricted investment earnings	210,031	85,422	57,605	114,324	77,247
Miscellaneous	318,164	180,928	244,837	517,159	354,096
Special items	0	0	0	0	0
Transfers	0	0	424,732	59,845	0
Gain on Sale	0	0	0	0	0
Total governmental activities	<u>21,046,678</u>	<u>19,923,369</u>	<u>19,124,238</u>	<u>17,583,672</u>	<u>17,053,624</u>
Business-Type activities					
Investment earnings	109,275	50,999	28,851	48,827	49,307
Capital Contributions	0	0	0	0	0
Special items	0	0	0	320,734	1,939
Gain on Sale	0	0	0	0	0
Transfers	0	0	(424,732)	(59,845)	0
Total Business-Type activities	<u>109,275</u>	<u>50,999</u>	<u>(395,881)</u>	<u>309,716</u>	<u>51,246</u>
Total primary government	<u>\$21,155,953</u>	<u>\$19,974,368</u>	<u>\$18,728,357</u>	<u>\$17,893,388</u>	<u>\$17,104,870</u>
Change in Net Position					
Governmental activities	\$844,360	\$344,177	\$570,974	\$2,247,024	\$35,646
Business-Type activities	<u>2,230,786</u>	<u>1,985,570</u>	<u>1,240,822</u>	<u>1,729,315</u>	<u>740,728</u>
Total primary government change in net position	<u>\$3,075,146</u>	<u>\$2,329,747</u>	<u>\$1,811,796</u>	<u>\$3,976,339</u>	<u>\$776,374</u>

CHANGES IN NET POSITION (CONTINUED)
YEARS 2018- 2014

City of Temple Terrace, Florida
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FUND BALANCES, GOVERNMENTAL FUNDS
YEARS 2023–2019

Beginning in Fiscal Year 2011, due to implementation of GASB Statement No. 54, fund balance is now reported as follows:

Category	2023	2022	2021	2020	2019
General Fund					
Non-spendable	\$711,196	\$781,960	\$1,073,025	\$2,025,273	\$2,116,815
Restricted	572,968	1,818,423	1,426,005	1,386,911	812,834
Committed	1,269,884	0	0	0	0
Assigned	4,167,667	0	0	214,400	1,096,969
Unassigned	17,976,094	12,735,567	10,148,319	7,515,095	5,485,173
Total General Fund	24,697,809	15,335,950	12,647,349	11,141,679	9,511,791
All Other Governmental Funds					
Restricted, reported in Special Revenue Funds:					
Special Revenue Funds	10,838,350	9,743,384	11,038,821	9,230,708	3,313,614
Special Revenue Funds Assigned	0	0	0	0	1,825,693
Debt Service Fund	72,915	4,540	0	0	0
Capital Projects Fund	0	0	0	0	0
Unrestricted, reported in Debt Service Fund	0	0	0	0	0
Total all other governmental funds	10,911,265	9,747,924	11,038,821	9,230,708	5,139,307
Total fund balance all governmental funds	\$35,609,074	\$25,083,874	\$23,686,170	\$20,372,387	\$14,651,098

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FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
YEARS 2018–2014

Category	2018	2017	2016	2015	2014
General Fund					
Non-spendable	\$2,183,112	\$2,703,833	\$2,735,860	\$21,958	\$21,958
Restricted	404,490	335,451	325,705	276,403	217,513
Committed	0	116,591	116,591	116,591	116,591
Assigned	1,361,843	488,271	94,653	1,426,959	1,155,010
Unassigned	6,314,505	5,975,077	6,157,984	3,917,317	2,861,765
Total General Fund	10,263,950	9,619,223	9,430,793	5,759,228	4,372,837
All Other Governmental Funds					
Restricted, reported in Special Revenue Funds:					
Special Revenue Funds	4,253,848	3,921,943	2,967,900	5,806,751	4,232,684
Special Revenue Funds Assigned	0	0	0	0	0
Debt Service Fund	0	0	0	46,631	*(33,125)
Capital Projects Fund	0	0	0	0	0
Unrestricted, reported in Debt Service Fund	0	(288,533)	(288,533)	0	0
Total all other governmental funds	4,253,848	3,633,410	2,679,367	5,853,382	4,199,559
Total fund balance All governmental funds	\$14,517,798	\$13,252,633	\$12,110,160	\$11,612,610	\$8,572,396

*Prior period adjustment made in 2015

City of Temple Terrace, Florida
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CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS:
YEARS 2023–2019

Category	2023	2022	2021	2020	2019
Revenues					
Taxes	\$24,208,647	\$20,422,676	\$18,829,595	\$17,596,720	\$17,169,109
Licenses and permits	801,585	623,336	597,990	1,375,473	533,115
Franchise Fees	2,907,125	2,449,584	2,042,049	1,817,150	1,958,869
Intergovernmental	6,926,601	8,539,319	9,008,048	8,021,111	6,495,309
Charges for services	2,924,861	4,841,673	4,463,706	4,111,565	4,466,720
Fines and forfeitures	68,984	87,766	83,631	60,344	478,183
Investment earnings/ (loss)	1,803,613	263,768	93,423	199,366	389,277
Contributions and donations	2,069,758	1,819,549	756,609	1,553,241	504,350
Other	900,402	909,914	768,066	961,939	1,862,955
Total revenues	42,611,576	39,957,585	36,643,117	35,696,909	33,857,888
Expenditures					
General government	5,370,887	9,008,027	4,420,020	4,822,656	4,575,473
Public safety	18,612,417	18,223,025	17,065,356	15,297,484	16,675,447
Culture & Recreation	3,930,413	3,538,181	3,313,300	3,167,988	3,369,453
Public works	3,515,266	2,998,868	2,774,057	2,621,015	2,626,343
Economic development	215,968	151,426	0	0	0
Capital outlay	2,932,818	2,762,803	4,233,053	2,114,143	5,106,145
Debt service					
Principal	2,266,672	1,363,197	941,467	1,168,439	8,513,667
Interest	397,747	419,857	468,600	586,933	945,751
Debt issuance	0	0	23,590	40,000	0
Total expenditures	37,242,188	38,465,384	33,239,443	29,818,659	41,812,280
Excess (deficiency) of revenues over expenditures	5,369,388	1,492,201	3,403,674	5,878,244	(7,954,392)
Other financing sources (uses)					
Debt Proceeds	0	0	12,791,000	13,235,000	0
Proceeds of Refunding Debt	0	0	(12,791,000)	(13,235,000)	0
Transfers in	7,095,408	1,539,635	1,426,262	3,371,108	1,964,430
Transfers out	(1,939,596)	(1,724,270)	(1,584,171)	(3,637,691)	(1,964,430)
Sale of capital assets	0	90,138	68,019	109,628	8,087,690
Total other financing sources (uses)	5,155,812	(94,497)	(89,890)	(156,955)	8,087,689
Net Change in Fund Balances	\$10,525,200	\$1,397,704	\$3,313,784	\$5,721,289	\$133,300
Debt service as a percentage of noncapital expenditures	8.42%	5.26%	5.11%	6.78%	34.72%

Continued

City of Temple Terrace, Florida
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CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS, (CONTINUED):
YEARS 2018–2014

Category	2018	2017	2016	2015	2014
Revenues					
Taxes	\$16,604,502	\$15,852,483	\$14,593,675	\$13,675,122	\$13,262,249
Licenses and permits	501,501	438,681	550,196	545,771	250,553
Franchise Fees	1,980,430	1,746,693	1,810,122	1,805,949	1,766,757
Intergovernmental	4,416,439	4,529,581	4,360,329	4,941,011	4,011,413
Charges for services	4,258,697	4,109,960	3,653,272	4,416,457	3,963,372
Fines and forfeitures	220,566	157,134	190,095	745,001	449,747
Investment earnings/ (loss)	210,030	85,422	57,605	276,392	77,247
Contributions and donations	118,453	102,160	197,043	842,264	112,512
Other	179,809	138,131	216,802	493,507	340,276
Total revenues	28,490,427	27,160,245	25,629,139	27,741,474	24,234,126
Expenditures					
General government	4,336,604	4,013,152	4,023,549	4,079,016	3,743,156
Public safety	14,817,011	14,700,131	13,330,262	12,808,684	12,979,074
Transportation & Public Works	1,444,507	1,201,944	1,336,109	1,341,907	1,378,734
Culture & Recreation	3,616,480	3,507,684	3,441,957	3,572,694	3,515,786
Capital outlay	1,706,285	1,512,882	4,147,878	3,990,018	1,700,019
Debt service					
Principal	24,104,621	470,855	1,322,541	144,657	407,182
Interest	815,630	685,104	692,006	407,071	414,969
Debt issuance	98,328	0	27,231	80,599	885
Total expenditures	50,939,466	26,091,752	28,321,533	26,424,646	24,139,805
Excess (deficiency) of revenues over expenditures	(22,449,039)	1,068,493	(2,692,394)	1,316,828	94,321
Other financing sources (uses)					
Debt Proceeds	23,645,000	0	24,410,000	1,600,000	0
Proceeds of Refunding Debt	0	0	(24,335,000)	0	0
Transfers in	1,779,824	1,240,043	2,882,275	504,453	826,329
Transfers out	(1,779,824)	(1,240,043)	(2,482,275)	(444,608)	(826,329)
Payment to Escrow Agent	0	0	0	0	0
Sale of capital assets	69,204	73,980	9,191	63,541	29,816
Total other financing sources (uses)	23,714,204	73,980	484,191	1,723,386	29,816
Net Change in Fund Balances	\$1,265,165	\$1,142,473	\$(2,208,203)	\$3,040,214	\$124,137
Debt service as a percentage of noncapital expenditures	50.6%	4.7%	8.3%	2.5%	3.7%

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

REVENUE CAPACITY

GOVERNMENT-WIDE REVENUES

Fiscal Year	PROGRAM REVENUES			GENERAL REVENUES					Total
	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Taxes	Grants & Contributions Not Restricted to Specific Programs	Unrestricted Investment Earnings	Misc*	Transfers	
2023	\$28,511,043	\$363,226	\$3,724,713	\$29,293,409	\$61,720	\$2,470,284	\$4,486,074	\$0	\$68,910,469
2022	26,762,039	2,435,432	4,033,806	25,239,324	96,598	311,885	509,005	0	59,388,089
2021	28,476,246	448,500	1,392,531	23,168,600	537,469	100,267	356,060	0	54,479,673
2020	25,000,598	1,386,621	2,936,174	23,112,488	409,499	278,759	628,599	0	53,752,738
2019	24,603,833	407,108	920,227	22,817,355	38,679	576,185	9,446,831	0	58,810,218
2018	23,182,479	85,884	321,032	20,495,681	22,802	319,306	318,164	0	44,745,348
2017	22,287,280	440,904	170,302	19,587,652	69,367	133,321	184,028	0	42,872,854
2016	21,360,682	508,094	375,790	18,344,753	52,311	86,456	244,837	0	40,972,923
2015	21,022,492	935,977	1,871,036	16,844,869	96,302	114,324	837,893	0	41,722,893
2014	19,961,242	277,807	500,543	16,567,885	54,396	126,554	356,035	0	37,844,462

*This also includes Gain on Sale

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

GOVERNMENT-WIDE EXPENSES BY FUNCTION

Fiscal Year	General Govt	Public Safety	Public Works	Economic Development	Culture & Rec.	Other General Govt	Water & Sewer	Sanitation	Total
2023	\$5,757,362	\$21,475,403	\$4,541,637	\$218,678	\$4,715,456	\$397,746	\$14,325,651	\$4,773,576	\$56,205,509
2022	9,158,267	17,183,846	3,997,724	143,019	4,248,584	419,857	13,662,820	4,414,492	53,228,609
2021	4,598,168	18,250,918	3,821,354	141,044	3,998,113	492,190	12,151,775	4,160,646	47,614,208
2020	4,963,781	16,182,157	3,600,834	136,528	3,814,412	626,933	11,653,998	3,768,232	44,746,875
2019	4,592,368	16,958,631	3,549,952	124,898	3,751,207	945,751	11,777,469	3,669,630	45,369,906
2018	3,502,838	16,139,381	2,230,417	24,578	4,904,099	913,958	10,518,652	3,436,279	41,670,202
2017	3,934,517	15,865,516	2,462,894	104,227	3,837,790	685,104	10,075,846	3,577,213	40,543,107
2016	4,084,662	13,994,461	2,578,207	144,613	3,961,717	719,237	10,207,950	3,470,280	39,161,127
2015	4,889,652	13,790,072	1,414,185	94,120	4,029,260	487,670	9,950,108	3,091,486	37,746,553
2014	3,847,264	13,880,527	2,193,891	522	3,979,142	415,854	9,641,139	3,109,749	37,068,088

City of Temple Terrace, Florida
September 30, 2023
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GENERAL GOVERNMENT REVENUES BY SOURCES

Fiscal Year	Taxes	Licenses & Permits	Franchise Fees	Intergovt.	Charges for Services	Other	Total General Government Revenues
2023	\$24,208,647	\$801,585	\$2,907,125	\$6,926,601	\$2,924,861	\$4,842,758	\$42,611,575
2022	20,422,676	623,336	2,449,584	8,539,319	4,841,673	3,080,997	39,957,585
2021	18,829,595	597,990	2,042,049	9,008,048	4,463,706	1,701,729	36,643,117
2020	17,596,720	1,375,473	1,817,150	8,021,111	4,111,565	2,774,884	35,696,903
2019	17,169,109	533,115	1,958,869	6,495,309	4,466,720	3,234,765	33,857,887
2018	16,604,502	501,501	1,980,430	4,416,439	4,258,697	728,858	28,490,427
2017	15,852,483	438,681	1,746,693	4,529,581	4,109,960	482,847	27,160,245
2016	14,593,675	550,196	1,810,122	4,360,329	3,653,272	661,545	25,629,139
2015	13,675,122	545,771	1,805,949	4,941,011	4,416,457	2,357,164	27,741,474
2014	13,262,249	250,553	1,766,757	4,011,413	3,963,372	979,782	24,234,126

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

GENERAL GOVERNMENT EXPENDITURES BY FUNCTION

Fiscal Year	General Government	Public Safety	Culture & Recreation	Public Works	*Economic Development	Capital Outlay	Debt Service	Total
2023	\$5,370,887	\$18,612,419	\$3,930,413	\$3,515,266	\$215,967	\$2,932,818	\$2,664,418	\$37,242,188
2022	9,008,027	18,223,025	3,538,181	2,998,868	151,426	2,762,803	1,783,054	38,465,384
2021	4,420,020	17,065,356	3,313,300	2,774,057	0	4,233,053	1,433,657	33,239,443
2020	4,822,656	15,297,485	3,167,988	2,621,015	0	2,114,143	1,795,372	29,818,659
2019	4,575,473	16,675,447	3,369,453	2,626,343	0	5,106,145	9,459,418	41,812,279
2018	4,336,604	14,817,011	3,616,480	1,444,507	0	1,706,285	25,018,579	50,939,466
2017	4,013,152	14,700,131	3,507,684	1,201,944	0	1,512,882	1,155,959	26,091,752
2016	4,023,549	13,330,262	3,441,957	1,336,109	0	4,147,878	2,041,778	28,321,533
2015	4,079,016	12,808,684	3,572,694	1,341,907	0	3,990,018	632,327	26,424,646
2014	3,743,156	12,979,074	3,515,786	1,378,733	0	1,700,019	823,036	24,139,804

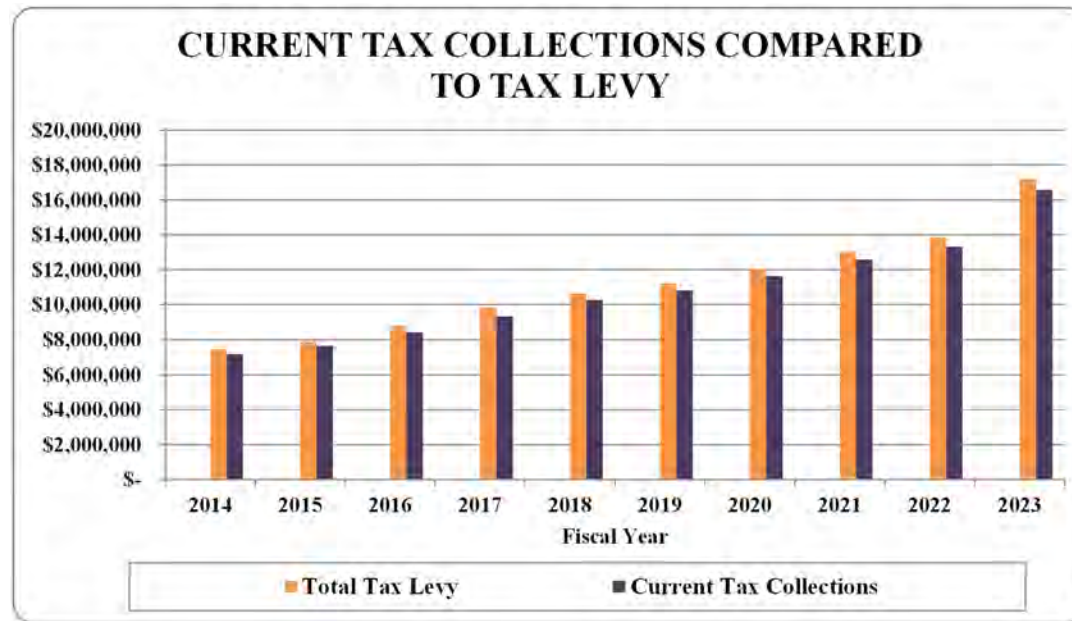
* Economic Development broken out in FY 2022 to better reflect the format of the Statement of Activities

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

PROPERTY TAX LEVIES AND COLLECTIONS

Fiscal Year	Total Tax Levy	Current Tax Collections	% of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as % of Current Levy	Outstanding Delinquent Taxes	Delinquent Taxes as % of Current Levy
2023	\$17,188,125	\$16,570,245	96.4%	\$(666)	\$16,569,579	96.4%	\$618,546	3.60%
2022	13,827,305	13,308,871	96.3%	41,991	13,350,862	96.6%	476,443	3.45%
2021	13,038,137	12,571,191	96.4%	9,345	12,580,536	96.5%	457,601	3.51%
2020	12,057,457	11,625,285	96.4%	32,182	11,657,467	96.7%	399,990	3.32%
2019	11,221,537	10,805,783	96.3%	18,362	10,824,145	96.5%	397,392	3.54%
2018	10,631,668	10,263,530	96.5%	40,563	10,304,093	96.9%	327,575	3.08%
2017	9,840,209	9,322,752	94.7%	187,163	9,509,915	96.6%	330,294	3.36%
2016	8,779,489	8,444,965	96.2%	7,739	8,452,704	96.3%	326,785	3.72%
2015	7,896,081	7,666,621	97.1%	13,011	7,679,632	97.3%	216,449	2.74%
2014	7,470,973	7,204,195	96.4%	129,993	7,334,188	98.2%	136,785	1.83%

Source: Hillsborough County Tax Collector



City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

ASSESSED AND ESTIMATED TRUE VALUE OF TAXABLE PROPERTY

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Less Tax-Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Total Net Estimated True Value	Ratio of Net Assessed to True Value %
2023	\$2,721,298,687	\$419,986,570	\$464,860,014	\$2,676,425,243	6.455	\$3,942,851,496	68%
2022	2,264,983,874	294,077,850	439,750,773	2,119,310,951	6.555	2,916,245,079	73%
2021	2,140,674,686	298,557,920	482,577,579	2,010,655,027	6.555	2,725,735,976	74%
2020	2,012,695,825	244,405,320	410,351,035	1,846,750,110	6.555	2,545,450,032	73%
2019	1,870,927,556	249,386,420	390,832,248	1,729,481,728	6.555	2,399,636,313	72%
2018	1,684,079,334	182,564,810	369,602,506	1,497,041,638	6.955	2,121,763,301	71%
2017	1,705,271,469	178,196,500	356,783,155	1,526,684,814	7.205	1,883,467,969	81%
2016	1,560,204,397	155,911,850	340,039,072	1,376,077,175	7.205	1,715,964,587	80%
2015	1,481,403,262	200,656,340	429,707,356	1,252,352,246	6.955	1,682,059,602	74%
2014	1,377,052,761	164,018,070	379,177,661	1,161,893,170	6.430	1,541,070,831	75%

Source: Hillsborough County Property Appraiser

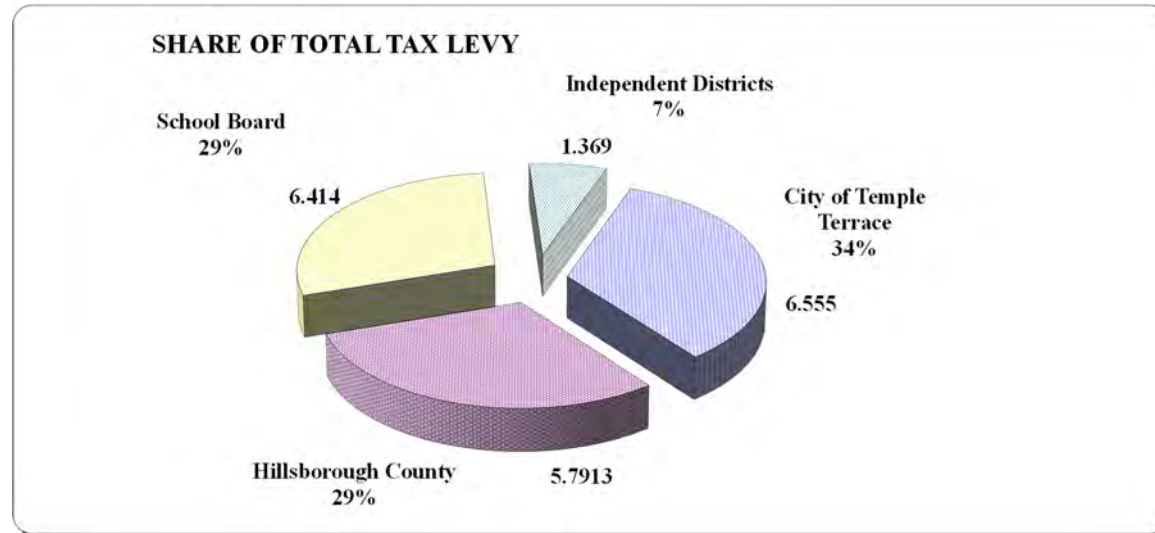
City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

PROPERTY TAX RATES—DIRECT AND OVERLAPPING GOVERNMENTS

Fiscal Year	City Operating Millage	County Operating Millage (A)	School Operating Millage (A)	Special Districts Operating Millage (A)	Total Millage Rates
2023	6.455	5.791	5.487	1.269	19.002
2022	6.555	5.791	5.849	1.306	19.501
2021	6.555	5.791	5.967	1.325	19.638
2020	6.555	5.791	6.414	1.369	20.129
2019	6.555	5.791	6.414	1.369	20.129
2018	6.955	5.791	6.596	1.402	20.744
2017	7.205	5.793	6.906	1.104	21.010
2016	6.955	5.734	7.247	1.523	21.459
2015	6.305	5.734	7.353	1.489	20.881
2014	6.430	5.796	7.690	1.540	21.456

Source: Hillsborough County Property Appraiser

(A) Overlapping Rates



City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited
DEBT CAPACITY

RATIOS OF OUTSTANDING DEBT BY TYPE

Fiscal Year	Capital Improvement Notes (A)	Utility System Revenue Bonds (B)	Total Primary Government	% of Personal Income	Debt per Capital
2023	\$11,676,896	\$0	\$11,676,896	0.69%	\$429.19
2022	13,720,538	0	13,720,538	1.18%	507.92
2021	15,092,838	0	15,092,838	1.66%	565.49
2020	16,034,306	0	16,034,306	1.73%	582.28
2019	17,202,745	0	17,202,745	2.08%	648.86
2018	25,716,412	0	25,716,412	3.28%	970.83
2017	26,971,033	325,000	27,296,033	3.50%	1,041.28
2016	26,646,888	325,000	26,971,888	3.48%	1,044.61
2015	27,894,429	635,000	28,529,429	3.71%	1,115.87
2014	26,439,086	1,410,000	27,849,086	3.64%	1,097.41

(A) GOVERNMENTAL ACTIVITIES

(B) BUSINESS TYPE ACTIVITIES

Details regarding the City's outstanding debt can be found in the notes to the financial statements. See demographic and economic statistics for personal income and population data.

N/A—Information is not available.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited
COMPUTATION OF DIRECT AND OVERLAPPING DEBT

Category	Net Debt Outstanding	City of TEMPLE TERRACE % of Debt	City of TEMPLE TERRACE Amount of Debt (A)
Direct Debt			
City of Temple Terrace	<u>\$11,676,896</u>	100%	<u>\$11,676,896</u>
Overlapping Debt			
School Board of Hillsborough County,	576,690,208	1.90%	10,957,114
Hillsborough County, County – Wide Debt Service	<u>160,937,000</u>	1.90%	<u>3,057,803</u>
Total AD Valorem supported debt	<u>\$737,627,208</u>		<u>14,014,917</u>
			<u>\$25,691,813</u>
Total direct and overlapping			

Schedule of Revenue Bond Coverage

Fiscal Year Ended Sept 30	Gross Revenue (A)	Expenses (B)	Net Revenue Available for Debt Service	Principal Debt Service Requirements	Interest debt Service Requirements	Total Debt Service Requirements	Coverage Percentage
2023	\$0	\$0	\$0	\$0	\$0	\$0	0%
2022	0	0	0	0	0	0	0
2021	0	0	0	0	0	0	0
2020	0	0	0	0	0	0	0
2019	0	0	0	0	0	0	0
2018	0	0	0	0	0	0	0
2017	12,022,271	5,065,765	6,956,506	325,000	13,507	338,507	2055
2016	11,476,512	4,993,152	6,483,360	325,000	13,508	338,508	1915
2015	10,627,687	4,854,213	5,773,474	635,000	39,899	674,899	855
2014	10,365,058	4,638,239	5,726,819	735,000	81,363	816,363	702

(A) Includes interest earnings

(B) Operating expenses exclude depreciation and payments to the City of Tampa

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

DEMOGRAPHIC STATISTICS

Fiscal Year	Population (A)	Personal income	Per Capita Income (F)	Median Age (E)	Median Education Level in Years of Formal Schooling (C)	School Enrollment (B)	Hillsborough County Unemployment Rate (D)	State of Florida Unemployment Rate (D)	United states Unemployment Rate (D)
2023	27,207	\$1,698,124,905	\$62,415	34.0	14.4	4,071	3.1%	3.1%	3.7%
2022	27,013	1,162,450,429	43,033	37.2	14.3	3,077	2.1%	2.7%	3.5%
2021	26,690	909,194,850	34,065	33.1	14.1	3,070	3.7%	3.9%	4.7%
2020	27,537	925,298,274	33,602	31.9	14.1	2,688	5.3%	7.7%	8.1%
2019	26,512	828,128,832	31,236	34.1	14.1	2,890	3.1%	3.2%	3.7%
2018	26,489	782,988,351	29,559	35.3	13.2	2,602	3.3%	3.6%	3.9%
2017	26,214	779,997,570	29,755	35.2	14.2	2,590	3.8%	4.2%	4.4%
2016	25,820	774,496,720	29,996	35.2	14.2	2,538	4.4%	4.8%	4.9%
2015	25,567	768,467,319	30,057	35.2	14.2	2,665	5.1%	5.4%	5.3%
2014	25,377	765,776,352	30,176	34.5	14.2	2,588	5.8%	6.3%	6.2%

Source: (A) Budget
 (B) School Board of Hillsborough County
 (C) <http://factfinder2.census.gov/faces/tableservices/jsf/pages/productview.xhtml?pid=ACS>
 (D) <https://stats.bls.gov/data/#unemployment>
 (E) <https://datausa.io/profile/geo/temple-terrace-fl/>
 (F) <https://florida.hometownlocator.com/fl/hillsborough/temple-terrace.cfm#demographic>

Note:
 Specific statistics for per capita income, median age, education level in years of formal schooling, and unemployment rate are available for the City of Temple Terrace only for census years. The Hillsborough County-wide average has been substituted for informational comparisons only. Where noted "N/A", statistical information was not available at this time.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

PRINCIPAL PROPERTY TAXPAYERS' CITY OF TEMPLE TERRACE

Taxpayers	Type of Business	2023 Taxable Assessed Value	2023 Rank	2023 % of Total City Assessed Value	2014 Taxable Assessed Value	2014 Rank	2014 % of Total City Assessed Value
Amazon Fulfillment Center	Commercial	\$210,052,400	1	7.85%	N/A	N/A	N/A
Park at Valenza (CNLKOR River Chase)	Apartments	79,964,390	2	2.99%	\$33,649,100	2	2.90%
Verizon Data Services	Offices	65,765,590	3	2.46%	35,422,800	1	3.05%
Addison at Tampa Oaks	Apartments	51,679,320	4	1.93%	N/A	N/A	N/A
Intellicenter	Offices	35,173,300	5	1.31%	18,254,700	3	1.57%
Village Oaks	Apartments	34,289,090	6	1.28%	N/A	N/A	N/A
Fisherman's Landing (DAEJAN)	Apartments	25,803,671	7	0.96%	13,384,000	6	1.15%
Reserve at Temple Terrace (Boardwalk)	Student Housing	25,470,800	8	0.95%	14,064,800	5	1.21%
Riverside @ Telecom Park	Offices	25,136,800	9	0.94%	9,679,000	11	0.83%
Tampa Oaks I	Offices	23,834,600	10	0.89%	15,336,700	4	1.32%
HTA 13020 Telecom LLC FL Ortho	Offices	17,768,080	15	0.66%	12,718,100	7	1.09%
JMJ Doral Oaks LLC	Apartments	18,384,014	14	0.69%	11,214,700	8	0.97%
College Court	Apartments	N/A	N/A	N/A	10,087,770	9	0.87%
Summit West	Apartments	19,425,340	12	0.73%	9,934,100	10	0.85%
Total		\$632,747,395		23.64%	\$183,745,770		15.81%

FY23 Assessed Value: \$2,676,425,243

FY14* Assessed Value: \$1,161,893,170

Source: Hillsborough County Property Appraiser

NOTE: N/A information in Taxable Assessed Value does not mean the business no longer exists.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

PRINCIPAL EMPLOYERS IN HILLSBOROUGH COUNTY

Employer	Type of Business	2023 Employees	2023 Rank	2023 Consumption %	2014 Employees	2014 Rank	2014 Consumption %
MacDill Air Force Base	Military Base	31,000	1	3.82%	14,500	3	2.35%
BayCare Health Care Systems	Medical Facility	29,402	2	3.63%	5,664	8	0.92%
Publix	Supermarket	27,000	3	3.33%	6,964	6	1.13%
Hillsborough County School District	Public Education	23,750	4	2.93%	26,000	1	4.21%
HCA West Florida	Medical Facility	17,000	5	2.10%	3,500	14	0.57%
University of South Florida	Education	14,980	6	1.85%	16,189	2	2.62%
Advent Health West Florida Division	Medical Facility	12,000	7	1.48%	5,179	9	0.84%
Hillsborough County Government	Government	11,073	8	1.37%	10,268	4	1.66%
Citigroup	Bank	10,000	9	1.23%	N/A	N/A	N/A
U.S. Postal Service	Government Service	8,272	10	1.02%	3,284	15	0.53%
H. Lee Moffitt Cancer Center	Medical Facility	8,135	11	1.00%	4,187	12	0.68%
Tampa General Hospital	Medical Facility	8,135	12	1.00%	6,900	7	1.12%
JPMorgan Chase Bank	Bank	5,700	13	0.70%	N/A	N/A	N/A
Progressive Insurance	Insurance	5,350	14	0.66%	N/A	N/A	N/A
Raymond James Financial Inc.	Bank	5,200	15	0.64%	N/A	N/A	N/A
James A. Haley Veterans Hospital	Medical Facility	5,200	16	0.64%	4,700	10	0.76%
Bloomin Brands	Food Services	5,000	17	0.62%	N/A	N/A	N/A
City of Tampa	Government	4,889	18	0.60%	4,364	11	0.71%
Seminole Hard Rock & Casino	Casino	4,500	19	0.56%	N/A	N/A	N/A
Tampa International Airport	International Airport	N/A	N/A	N/A	7,500	5	1.22%
Busch Entertainment Corporation	Tourist Attraction	N/A	N/A	N/A	3,737	13	0.61%
Hillsborough Community College	Education	N/A	N/A	N/A	2,569	16	0.42%
Tampa Electric Company	Electric Company	N/A	N/A	N/A	2,515	17	0.41%
Total Principal Employers		236,586		29.19%	128,020		20.74%

* Hillsborough County Total Labor Force 2023 810,540

* Hillsborough County Total Labor Force 2014 617,272

PRINCIPAL UTILITY CUSTOMERS

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

OPERATING INFORMATION

FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Govt–Legislative	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
General Govt–Executive	3.20	3.20	3.20	3.00	3.00	3.00	3.50	4.00	5.00	5.50
General Govt–Legal	0.00	0.00	0.00	2.00	4.00	4.00	4.00	2.00	2.00	2.00
General Govt–Human Resources	3.50	3.50	3.50	4.00	3.00	3.00	3.00	4.00	4.00	4.00
General Govt–Information Technology	3.00	3.00	3.00	3.00	5.89	5.45	5.45	3.00	3.00	3.00
General Govt–Finance	5.89	5.49	5.89	5.89	7.00	7.00	7.00	5.45	5.45	6.45
General Govt–Community Development	8.00	7.00	8.00	7.00	1.30	2.00	2.00	7.00	8.00	10.00
Total General Govt.	27.09	27.09	25.69	27.09	27.69	27.95	28.45	28.95	30.95	34.45
Public Safety–Code Compliance	4.12	4.12	4.12	4.12	4.12	5.00	5.00	5.00	5.00	5.00
Public Safety–Police Officers	52.00	54.00	53.00	53.00	54.00	54.00	55.00	55.00	56.00	57.00
Public Safety–Civilians-Police	22.63	21.63	19.63	18.00	18.00	18.00	18.00	18.00	18.00	21.00
Public Safety–Firefighters and Officers	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	53.00	55.00
Public Safety–Civilians-Fire	7.58	7.33	7.08	7.08	7.08	6.50	6.50	6.50	6.50	6.50
Total Public Safety	136.33	137.08	133.83	132.20	133.20	133.50	134.50	134.50	138.50	144.50
Public Works–Administration*	5.00	4.00	4.00	4.00	4.00	2.10	1.50	1.50	1.50	2.50
Public Works–Streets Maintenance	5.15	5.15	5.15	5.15	5.15	10.00	5.00	5.00	5.00	5.00
Public Works–Facility Maintenance	2.65	2.65	2.65	2.65	2.65	1.00	1.00	1.00	1.00	1.00
Public Works–Grounds Maintenance	0.00	0.00	0.00	0.00	10.00	10.00	10.00	9.90	9.90	9.90
Public Works–Engineering	1.85	1.85	1.85	1.85	1.85	0.00	3.00	3.00	3.00	3.00
Total Public Works	14.65	13.65	13.65	13.65	23.65	23.10	20.50	20.40	20.40	21.40
Culture & Recreation–Library	12.50	12.50	12.50	12.50	12.50	12.50	13.50	13.05	13.50	14.00
Culture & Recreation–Parks & Rec.	53.44	53.44	53.44	53.44	43.44	43.54	42.44	42.44	41.94	42.00
Total Culture & Recreation	65.94	65.94	65.94	65.94	55.94	56.04	55.94	55.49	55.44	56.00
Physical Environment–Finance-Utilities	7.16	7.16	7.56	7.56	7.56	8.55	8.55	8.55	8.55	9.55
Physical Environment–PW-Water	14.55	14.55	16.70	17.70	17.70	17.30	17.50	18.00	19.00	21.00
Physical Environment–PW-Sewer	9.30	9.30	9.30	8.30	8.30	8.60	8.60	8.60	9.60	11.60

Continued

City of Temple Terrace, Florida
September 30, 2023

Statistical Section - Unaudited

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Physical Environment–PW-Renewal & Replace	2.15	2.15	2.15	2.15	2.15	1.90	1.90	2.00	3.00	3.00
Physical Environment–Sanitation	14.70	14.70	14.70	14.70	13.70	14.00	14.00	14.00	14.00	15.00
Total Physical Environment	47.86	47.86	50.41	50.41	49.41	50.35	50.55	51.15	54.15	60.15
Internal Service-Fleet Maintenance	4.15	4.15	4.15	4.15	4.15	5.00	5.00	5.00	5.00	5.00
Total	297.02	296.77	294.67	294.44	295.04	296.94	295.94	295.49	304.44	321.50

Source: City Annual Budget

Budget - personnel by department/function (full-time equivalents)

*Moved from Internal Services Fund - Central Warehouse to Public Works Administration in October 2007.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

CAPITAL ASSET STATISTICS BY FUNCTION

Function:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Area–Land (square miles)	7.39	7.39	7.43	7.45	7.53	7.53	7.72	7.72	7.72	7.53
Public Safety–Police Stations	1	1	1	1	1	1	1	1	1	1
Public Safety–Fire Stations	2	2	2	2	2	2	2	2	2	2
Streets & Drainage–Paved streets (miles)	76.13	78.88	78.52	78.52	78.52	78.52	78.85	78.85	80.62	80.99
Streets & Drainage–Unimproved streets (miles)	0.07	0.32	0.32	0.32	0.32	0.32	0.00	0.00	0.00	0.00
Streets & Drainage–Street Lights (number)	2,789	2,800	2,800	2,800	2,800	2,800	1,956	1956	1973	1973
Streets & Drainage–Storm Sewers (miles)	36.70	36.70	36.70	36.70	36.70	36.70	41.31	41.31	42.40	34.66
Culture & Rec–Library Branches	1	1	1	1	1	1	1	1	1	1
Culture & Rec–Library Holdings	98,061	94,700	94,700	94,700	96,991	96,991	100,898	104,108	102,287	101,131
Parks & Rec–Recreation Centers	2	2	2	2	2	2	2	2	2	2
Parks & Rec–Fitness Center	1	1	1	1	1	1	1	1	1	1
Parks & Rec–Parks	28	28	28	28	28	28	29	29	29	29
Parks & Rec–Parks acreage	417.84	419.50	419.50	419.50	419.50	419.50	419.51	419.51	419.51	419.51
Parks & Rec–Playgrounds	10	10	10	10	10	10	11	11	11	11
Parks & Rec–Softball diamonds	2	3	3	3	3	3	1	1	1	1
Parks & Rec–Adaptive Fields	0	0	0	0	0	0	1	1	1	1
Parks & Rec–Tennis courts	14	14	14	14	14	14	14	14	14	14
Parks & Rec–Indoor Basketball courts	6	6	6	6	6	6	4	2	2	2
Parks & Rec–Outdoor Basketball courts	N/A	N/A	N/A	N/A	N/A	N/A	1.5	3	3	3
Parks & Rec–Soccer fields	8	8	8	8	8	8	8	8	8	8
Parks & Rec–Racquetball courts	6	6	6	6	6	6	6	2	2	2
Parks & Rec–Swimming Pools	5	5	5	5	5	5	5	5	5	5
Parks & Rec–Baseball fields	10	10	10	10	10	10	10	10	10	10
Parks & Rec–Football fields	0	0	0	0	0	0	0	0	0	0
Sanitary Sewers–Sewer mains (miles)	97.78	94.78	102.88	102.88	102.88	102.88	106.68	105.71	105.71	105.71
Sanitary Sewers–Equivalent Connections	7,047*	7,053*	7,055	7,055	9,881	9,881	9,964	9,996	9,996	9,996
Sanitary Sewers–Lift Stations	30	30	30	30	30	30	30	30	32	32
Sanitary Sewers–Force main (feet)	152,950	152,950	152,950	152,950	152,950	152,950	170,454	170,454	170,454	170,454
Sanitary Sewers–Gravity main (feet)	347,450	347,450	347,450	347,450	414,374	414,374	514,672	514,672	514,672	514,672
Water–Mains (miles)	123.50	123.50	123.75	123.75	123.75	123.75	141.32	139.31	139.31	139.31

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

Continued

Function:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Water–Equivalent Connections	10,050*	10,052*	10,100	10,100	10,248	10,248	10,149	10,188	10,188	10,188
Water–Wells	10	10	10	10	10	10	10	10	10	10
Water–Fire Hydrants–Inside City	648	649	649	649	669	669	674	898	898	898
Water–Fire Hydrants–Extended Service Area	220	218	218	218	224	224	211	188	188	188

* Changed from equivalent connections to actual connections in 2013-14.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

OPERATING INDICATORS BY FUNCTION

Function:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety–Police: Calls for service	36,376	28,488	27,152	27,339	25,741	31,345	27,987	32,243	41,217	33,281
Public Safety–Police: Traffic citations	2,967	2,316	1,874	2,065	1,129	2,673	1,308	997	1,395	1,395
Public Safety–Police: Traffic accidents	490	469	449	496	421	476	777	443	512	512
Public Safety–Police: Boating citations	8	7	7	10	10	2	3	0	0	0
Public Safety–Police: Part I cases reported	821	884	826	771	636	664	585	567	645	577
Public Safety–Police: Part II cases reported	869	821	820	838	585	689	719	605	750	635
Public Safety–Police: 9-1-1 calls	13,300	14,600	16,643	17,225	11,403	11,531	11,412	13,094	14,118	15,109
Public Safety–Fire: Total incidents	3,097	3,529	3,634	3,411	3,992	3,818	3,730	4,406	4,481	4,497
Public Safety–Fire: Medical incidents	2,250	2,057	2,262	2,236	2,864	2,158	2,737	4,342	3,291	3,347
Public Safety–Fire: Medical transports	1,900	1,993	1,985	1,950	2,000	2,147	2,192	3,360	2,469	2,816
Community Development–Value of permits issued (mill)	\$35.86	\$45.24	\$40.27	\$47.29	\$29.96	\$50.00	**\$250.00	\$51.42	\$49.87	\$67.49
Streets/Drainage–Linear feet sidewalk repaired/replaced	6,667	6,667	6,667	6,667	732	732	780	780	1,031	2,487.5
Streets & Drainage–Linear feet of curbing replaced	200	200	200	200	60	60	50	50	30	230
Streets & Drainage–Curb miles swept	650	650	650	650	999	999	999	999	1,600	1,981.8
Culture & Rec–Library service hours	2,600	2,600	2,591	2,591	2,561	2,602	1,810	2,099	2,756	2,740
Culture & Rec–Library Internet users	72,000	70,500	54,765	54,765	51,572	51,356	21,058	11,396	22,955	27,413
Culture & Rec–Library Circulation per year	426,900	378,510	394,910	394,910	320,773	347,313	210,266	273,748	280,622	266,497
Culture & Rec–Library card holders *	44,067	47,000	47,080	47,080	46,729	49,556	51,269	52,813	55,078	57,714
Parks & Rec–Summer youth participants	275	275	257	275	275	225	64	160	181	184
Parks & Rec–After school participants	130	130	152	130	150	471	295	120	292	321
Parks & Rec–Open swim visitors	32,000	35,125	28,626	28,000	28,000	6,402	13,823	13,881	14,872	15,689
Parks & Rec–Senior center annual participants	12,466	12,000	12,356	12,784	13,000	13,610	8,422	7,950	13,117	21,143
Parks & Rec–Special interest class participants	10,554	11,500	11,756	11,720	12,500	5,872	4,153	13,881	15,566	16,021
Parks & Rec–Fitness Participants	0	0	0	0	0	42,094	30,817	39,184	45,612	49,351
Sanitary Sewers–Number of customers	6,430	6,430	6,450	6,500	6,600	9,849	9,964	7,193	7,776	7,168

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

<i>Continued</i>										
Function:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Sanitary Sewers–Gallon’s wastewater pumped (mill)	725	725	754	754	794	783	805	784	853	880
Water–Number of meters in system	10,050	10,050	10,078	10,100	10,100	10,217	10,149	10,409	10,454	10,139
Water–Number of meters in system Gallons raw water pumped (millions)	1,375	1,272	1,302	1,422	1,452	1,122	1,167	1,684	1,541	1,605
Sanitation–Tons of commercial waste collected	6,000	6,200	6,845	6,386	7,000	7,787	7,380	8,629	9,500	6,734
Sanitation–Tons of residential waste collected	5,600	6,001	6,595	6,061	6,080	5,422	5,766	6,398	6,544	7,065
Sanitation–Tons of special trash pickup collected	325	331	750	738	1,900	2,130	3,291	3,812	3,671	3,456
Fleet Maintenance–Number of vehicles/equipment	210	205	205	205	211	211	228	239	237	240
Fleet Maintenance–Repair orders completed	2,471	1,245	2,400	2,400	1,600	1,600	1,999	851	1,336	1,825
Fleet Maintenance–Preventive maintenance orders	318	167	410	410	103	103	140	165	190	210

**The value of the permits jumped the previous year due to big projects from Amazon, Publix, etc. We expect Fiscal Year 2025 numbers to be more in line with the trend from the prior years.

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

WATER AND SEWER FUND STATISTICAL DATA

WATER AND SEWER REVENUE AND EXPENSES

Fiscal Year	Equivalent Water Connections	Equivalent Sewer Connections	Total Operating Revenue	Operating Expenses	Non-operating Revenue	Non-Operating Expenses	Net Income Before Transfers & Special Items
2023	10,139	7,168	\$14,935,588	\$14,325,651	\$4,624,556	\$66	\$5,234,492
2022	10,454	7,776	14,029,837	13,662,821	67,936	1,532	434,952
2021	12,145	11,657	13,575,256	12,150,456	6,791	1,319	1,430,272
2020	10,149	9,964	13,183,625	11,652,723	76,442	1,275	1,606,069
2019	10,034	9,866	12,697,226	11,776,246	165,716	1,223	1,085,474
2018	10,128	9,726	12,295,439	10,516,359	100,315	2,293	1,877,102
2017	10,096	9,664	12,022,271	10,060,956	44,627	14,890	1,991,052
2016	10,065	7,100	11,452,554	10,122,651	23,958	26,391	1,327,470
2015	10,055	7,055	10,573,064	10,127,790	58,501	56,497	447,278
2014	10,050	7,047	10,322,234	9,557,947	44,763	83,191	725,859

WATER AND SEWER IMPACT FEES

Fiscal Year	Water Impact Fees	Sewer Impact Fees	Total Impact Fees
2023	\$1,781,558	\$485,031	\$2,266,589
2022	838,750	312,400	1,151,150
2021	136,350	39,369	175,719
2020	930,800	681,046	1,611,846
2019	260,089	60,000	320,089
2018	122,790	2,400	125,190
2017	39,175	8,800	47,975
2016	225,728	45,200	270,928
2015	860,371	7,200	867,571
2014	24,232	211,200	235,432

City of Temple Terrace, Florida
September 30, 2023
Statistical Section - Unaudited

WATER PRODUCTION DATA

Fiscal Year	Yearly Total	Monthly Peak	Monthly Average	Daily Peak	Daily Average	Rainfall (Inches)
2023	1,471.3	134.0	122.0	5.3	4.0	41.19
2022	1,407.6	129.7	113.9	5.3	3.8	75.99
2021	1,401.8	144.3	113.3	5.6	3.8	70.69
2020	1,385.7	129.0	115.5	5.2	3.8	75.99
2019	1,335.1	128.6	111.3	5.8	3.7	57.90
2018	1,296.7	117.1	108.1	5.0	3.6	89.37
2017	1,091.3	101.2	90.9	4.8	3.0	45.39
2016	1,034.5	100.5	86.2	4.8	2.9	70.73
2015	1,180.3	108.1	98.8	5.1	3.2	75.62
2014	1,131.2	104.3	94.2	4.8	3.1	61.42

Note—Data is presented in millions of gallons.



TEMPLE TERRACE

Amazing City. Since 1925.

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COMPLIANCE SECTION

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

Independent Auditor's Management Letter

Independent Accountant's Report



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

Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund of the City of Temple Terrace, Florida (the City) as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 26, 2024.

Report on Internal Control over Financial Reporting

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

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

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

The Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Pursuant to the provisions of Chapter 10.550, *Rules of the Auditor General*, we reported certain matters to management of the City in a separate management letter and Independent Accountant's Report dated April 26, 2024.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 26, 2024



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

Report on Financial Statements

We have audited the financial statements of the City of Temple Terrace, Florida (the City) as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated April 26, 2024.

Auditor's Responsibility

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.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated April 26, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

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

The Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

Official Title and Legal Authority

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

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require 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 the same. The assessment was prepared as of fiscal year end.

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

Special District Component Units

Section 10.554(1)(i)5.c, *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General*, see separately issued financial statements for the City of Temple Terrace Community Redevelopment Agency.

Additional Matter

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

The Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

Purpose of this Letter

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 26, 2024



INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and
Members of the City Council
City of Temple Terrace, Florida

We have examined the City of Temple Terrace, Florida's (the City) compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2023. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about the City's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

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

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 26, 2024



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