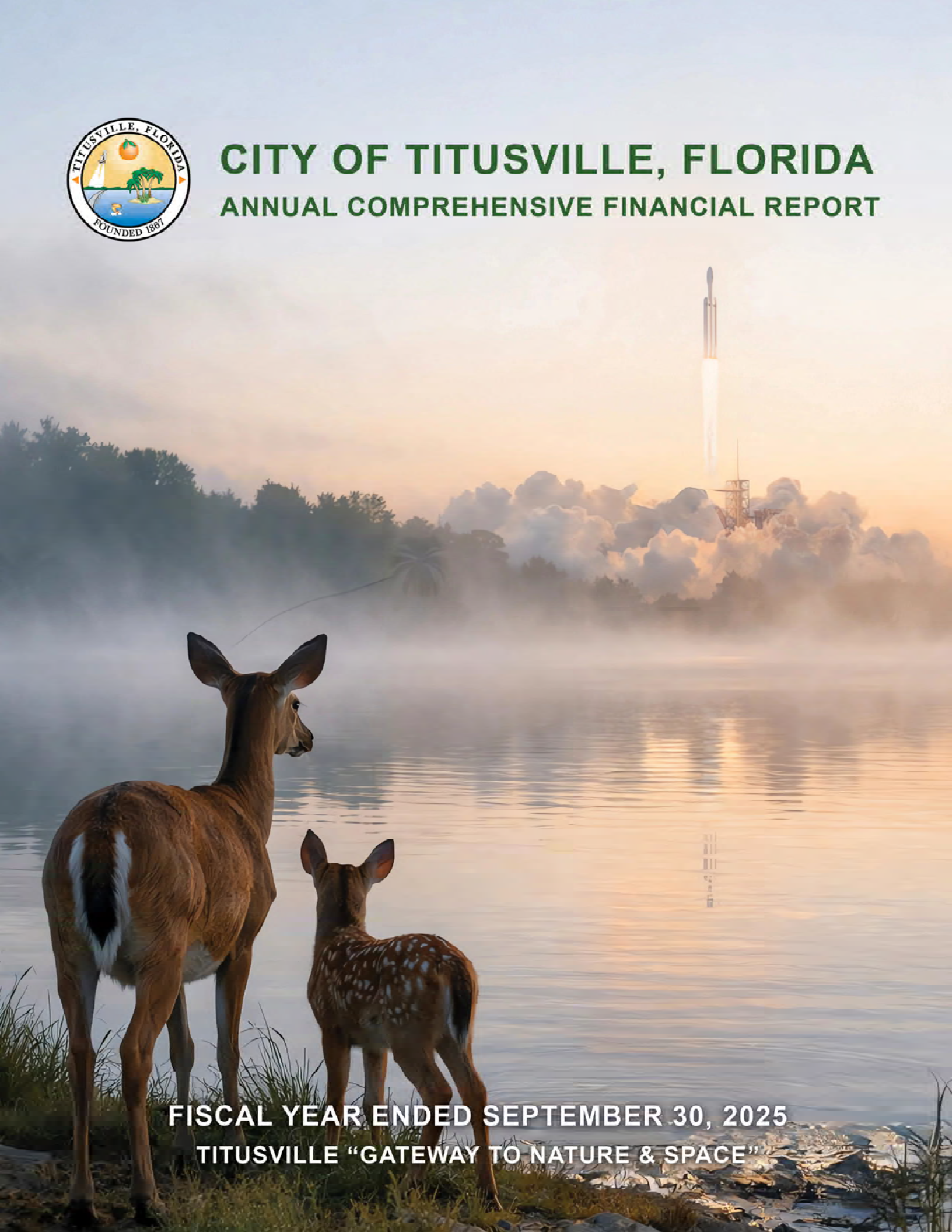




# CITY OF TITUSVILLE, FLORIDA

## ANNUAL COMPREHENSIVE FINANCIAL REPORT



**FISCAL YEAR ENDED SEPTEMBER 30, 2025**  
**TITUSVILLE "GATEWAY TO NATURE & SPACE"**

# CITY OF TITUSVILLE, FLORIDA



## ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ended September 30, 2025

*Prepared by the Finance Department*



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**Introduction Section**

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Letter of Transmittal	1-5
Certificate of Achievement for Excellence in Financial Reporting	7
Organization Chart	8
Principal Officials	9

---

**Financial Section**

---

Report of Independent Auditor	11-13
Management's Discussion and Analysis	14-29
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	30-31
Statement of Activities	32
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	33
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	34
Schedule of Revenues, Expenditures and Changes in Fund Balances	35
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	36
Proprietary Funds:	
Statement of Net Position	38-39
Statement of Revenues, Expenses, and Changes in Net Position	40
Statement of Cash Flows	41-42
Fiduciary Funds:	
Statement of Fiduciary Net Position	43
Statement of Change in Fiduciary Net Position	44
Notes to the Financial Statements	45-108

---

**Required Supplementary Information**

Schedules & Notes for OPEB	109-111
Schedules & Notes for General Employee Pensions	112-117
Schedules & Notes for Police and Fire Pensions	118-123
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual - General Fund	124
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual - Downtown Community Redevelopment Agency Fund	125
Budget and Actual - American Rescue Plan Act	126
Notes to Required Supplementary Information	127
Supplementary Information	
Nonmajor Governmental Funds Note	128
Combining Balance Sheet - Nonmajor Governmental Funds	130-131
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	132-133
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Annually-Budgeted Nonmajor Special Revenue Funds	134-139
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Annually-Budgeted Nonmajor Debt Service Funds	140-142

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Annually-Budgeted Nonmajor Capital Project Funds	143-144
Internal Service Funds:	
Internal Service Funds Note	145
Combining Statement of Net Position	146-147
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	148-149
Combining Statement of Cash Flows	150-151

---

Statistical Section

---

Statistical Contents	153
Financial Trends	
Schedule 1 - Net Position by Component - Last Ten Fiscal Years	155
Schedule 2 - Changes in Net Position - Last Ten Fiscal Years	156-157
Schedule 3 - Fund Balances of Governmental Funds - Last Ten Fiscal Years	158
Schedule 4 - Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	159
Revenue Capacity	
Schedule 5 - Tax Revenues by Source of Governmental Funds - Last Ten Fiscal Years	160
Schedule 6 - Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years	161
Schedule 7 - Property Tax Rates-Direct and Overlapping Governments - Last Ten Fiscal Years	162
Schedule 8 - Principal Taxpayers - Current Year and Ten Years Ago	163
Schedule 9 - Property Tax Levies and Collections - Last Ten Fiscal Years	164
Debt Capacity	
Schedule 10 - Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	165
Schedule 11 - Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	166
Schedule 12 - Direct and Overlapping Debt for the Fiscal Year Ended September 30, 2025	167
Schedule 13 - Legal Debt Margin Information - Last Ten Fiscal Years	168
Schedule 14 - Pledged-Revenue Coverage - Last Ten Fiscal Years	169
Economic and Demographic Information	
Schedule 15 - Demographic and Economic Statistics - Last Ten Fiscal Years	170
Schedule 16 - Principal Employers - Current Year and Ten Years Ago	171
Operating Information	
Schedule 17 - Full-time Equivalent City Government Employees by Function/Program - Last Ten Fiscal Years	172
Schedule 18 - Operating Indicators by Function/Program - Last Ten Fiscal Years	173-174
Schedule 19 - Capital Assets Statistics by Function/Program - Last Ten Fiscal Years	175
Secondary Market Disclosures:	
Schedule 20 - System Growth for the Fiscal Year Ended September 30, 2025	176
Schedule 21 - Significant Customers for the Fiscal Year Ended September 30, 2025	177
Schedule 22 - Sufficiency Analysis with Computation of Debt Service Coverage	178
Schedule 23 - Current Water and Sewer System Rates and Charges	179

---

Compliance Section

---

Schedule of Expenditures of Federal Awards and State Financial Assistance	180-181
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	182

---

Reports

---

Independent Auditors' Report of 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	184-185
Schedule of Findings and Questioned Costs	186-187
Independent Auditors' Report on Compliance for Each Major Federal Program and Each Major State Project and Report on Internal Control Over Compliance in Accordance with the Uniform Guidance and with Chapter 10.550, Rule of the Auditor General	188-190
Independent Auditors' Management Letter Required by Office of Auditor General	191-193
Independent Accountants' Examination Report	194

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555 SOUTH WASHINGTON AVENUE  
TITUSVILLE, FLORIDA 32796-3584  
POST OFFICE BOX 2806 (32781-2806)



OFFICE OF THE CITY MANAGER  
(321) 383-5802  
FAX (321) 383-5704  
[www.titusville.com](http://www.titusville.com)

March 24, 2026

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

It is with great pleasure that we present to you the City of Titusville Annual Comprehensive Financial Report (ACFR) for the fiscal year ending September 30, 2025, as required by City Charter and Florida Statutes.

Management is responsible for the completeness and reliability of all the information presented in this report, based upon a comprehensive framework of internal controls established for this purpose. The objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

James Moore, a firm of licensed certified public accountants, has issued an unmodified ("clean") opinion on the City of Titusville's financial statements for the fiscal year ended September 30, 2025. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal should be considered complementary to the MD&A.

### **Profile of the Government**

The City of Titusville was founded in 1867 and incorporated on July 13, 1887, as a political subdivision of the State of Florida and a municipal corporation with a five-member Council, including a Mayor and Vice-Mayor. It is located on the east coast of Florida, approximately 40 miles east of Orlando bordering the John F. Kennedy Space Center along the Indian River Lagoon in Brevard County, Florida. The City of Titusville currently occupies 30.49 square miles and serves an estimated population of 51,076 citizens. The City of Titusville is empowered to levy a property tax on real property located within its boundaries. It is empowered by state statute to extend its corporate limits by annexation, which occurs when deemed appropriate by the City Council.

Titusville voters elect five Council members for four-year terms on a staggered-term basis. The Mayor is a member of the City Council and is elected in the same manner as other City Council members. City Council members run for office in non-partisan elections. Titusville has "at-large" elections; that is, all City voters can vote for the candidate of their choice to fill each vacancy and to represent the City as a whole.

The City Council, as the legislative body, determines all municipal policies which are not set forth in the City Charter, or by State or Federal legislation. The City Council adopts ordinances and resolutions, votes on appropriations, approves the budget, and determines the tax rate. The City Council appoints interested citizens to serve on various City advisory boards and commissions. The City Council appoints the City Manager. The following are general duties of the City Manager, broadly stated:

- assures laws and ordinances are enforced
- appoints and removes department heads and employees on the basis of merit
- has authority over all departments
- informs the public on City government operations
- develops and administers the City's annual budget
- advises the City Council on the financial condition of the City and makes recommendations on current and future needs
- submits to City Council a complete annual report on the finances and administrative activities of the City for the preceding fiscal year

The City of Titusville provides a full range of services including, law enforcement; fire and emergency services; streets and traffic maintenance; neighborhood and social services; water, sewer, and solid waste operations; storm water management; community development; building, planning and zoning; marina provision; economic development; emergency management; and general and administrative functions. The City of Titusville is financially responsible for the Downtown Titusville Community Redevelopment Agency.

The City Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the City of Titusville's financial planning. The budget is prepared for each fund, by department. The City Manager may make transfers within a department within the same fund. Any other budget transfers or amendments require approval by the City Council. Such budget transfer or amendment requests are submitted throughout the fiscal year by departments to the City Manager to bring before the City Council.

### **Local Economy**

Situated along the Indian River Lagoon in northern Brevard County, the City of Titusville continues to serve as a primary economic driver within the Palm Bay–Melbourne–Titusville Metropolitan Statistical Area (PB-M-T MSA). Through Fiscal Year 2025, the regional economy remained strong, supported by sustained growth in aerospace, defense, advanced manufacturing, and space-related industries.

Titusville's economy remains anchored by major aerospace and defense employers, including Lockheed Martin, Boeing, Blue Origin, and SpaceX, whose expanding operations continue to generate high-wage employment and secondary supply-chain activity. During Fiscal Year 2025, previously announced capital investments advanced significantly. Lockheed Martin progressed the transition of its Missile Defense Headquarters operations to Titusville, representing capital investment estimated between \$107.7 million and \$150 million and approximately 300 direct high-

wage positions. Amazon continued development of its \$120 million Project Kuiper satellite manufacturing facility at Kennedy Space Center, strengthening the region's role in the global low-earth-orbit satellite supply chain. Draper advanced its \$50 million electromechanical systems facility, projected to create approximately 150 high-skilled jobs.

In addition to aerospace sector expansion, Fiscal Year 2025 marked continued momentum in commercial redevelopment. The repositioning and redevelopment of the former Searstown Mall property represents a significant reinvestment in a legacy commercial corridor, supporting increased occupancy, enhanced property values, and long-term stabilization of the City's retail tax base.

Launch cadence at Kennedy Space Center and Cape Canaveral Space Force Station remained robust throughout Fiscal Year 2025, further contributing to tourism activity, hospitality demand, and regional economic output. Concurrently, Titusville continued to experience sustained residential growth, with approximately 3,895 single- and multi-family units approved or under construction and an additional 2,153 units planned, totaling 6,048 units in various stages of development. This residential pipeline supports workforce availability and strengthens long-term commercial recruitment efforts.

Overall, the City's economic environment in Fiscal Year 2025 reflects continued diversification, strengthening of high-wage employment sectors, reinvestment in underutilized commercial assets, and steady growth in the residential tax base—factors that collectively support Titusville's long-term fiscal resilience and financial sustainability.

### **Long-term Financial Planning**

The City's strategic plan and performance measures are the cornerstones for its long-term financial planning and budgeting. The General Fund operating budget was adopted in September 2024, at a millage tax rate of \$6.5817 which is an increase of 3.59% over the rolled back rate. The governing budget supports the City's five-year capital improvement plan and the State's comprehensive plan concurrency elements for Fiscal Year 2025. The City uses a blended budget approach to reduce the reliance on property tax revenues and continues to initiate alternative revenue sources.

As part of the City's efforts to "maintain financial sustainability", the City continues to seek new ways to contain costs by creating a culture of continuous improvement. While healthcare costs are increasing, the City continues to meet employees' needs while managing these increasing costs. For Fiscal Year 2025, claims costs were higher than Fiscal Year 2024 costs by 22.5%. Along these lines, the City continues with its commitment of recurring contributions towards the Other Post Employment Benefit's (OPEB) Trust Fund annually required contribution. In Fiscal Year 2025, the OPEB Trust Fund's funded status increased by 6.8%. The City's General Employees' and Police Officers' and Firefighters' pension plans are highly funded at 86.7% and 81.1%, respectively. Additionally, the City maintains its General Fund operating reserve balance, which supports sixty days of operations meeting the Government Finance Officers Association's (GFOA) best practices standards. This \$8.8 million-dollar reserve fund is committed for use during times of emergencies as approved by the City Council.

The largest enterprise activity, the water and sewer utility, continues to support its operating and capital improvement plan with rate structure changes to ensure operating stability and a fully funded capital plan. Investing to improve and maintain the infrastructure related to water and sewer utility functions provides for future stability related to the current customer base and future growth.

The City adopted a five-year capital improvement plan identifying future funding needs to maintain, repair and upgrade capital assets and infrastructure. Included in these long-term capital needs are road resurfacing and water line upgrades - both within funding constraints and aligned with the approved comprehensive plan concurrency elements. The City recognizes with the population growth variation, residential and commercial development, changes in assessed values and increased cost of operations, a clearer vision is necessary for the proper allocation of financial resources based on both legal debt capacity and the City's debt affordability to fund capital projects.

### **Relevant Financial Policies**

The City's revenue policies establish the use of one-time revenue sources for non-recurring appropriations and prioritizes the use of restricted funding sources. Coupled with this is the City's budgetary focus to have all its Enterprise and Internal Service Fund activities be self-supporting.

The City's risk management program administers certain workers' compensation and property/casualty self-insured claims. The estimated amount of the claim reserves is fully funded by the program participants and records as liabilities of the respective Internal Service Fund and is determined through a formal actuarial study of the City's self-insured property, worker's compensation, and casualty programs.

### **Major Initiatives**

Furthering the City's continuous improvement journey requires measurable goals. In Fiscal Year 2025, the City Council identified measurable goals promoting economic development and quality of life as well as maintaining financial sustainability and efficient/effective municipal services. A portion of the funding for some of these initiatives is provided by the American Rescue Plan Act (ARPA) for which the City received just over \$8.6 million dollars. The final remaining ARPA project is construction of new affordable housing to address homelessness issues in Titusville. Total project cost is \$945,410, of which \$854,565 was expended in Fiscal Year 2025.

Some notable strategic accomplishments under these initiatives include:

- a variety of projects related to Indian River Lagoon water quality
- 5 miles of road resurfacing
- new network security for multiple locations including Public Works Admin, Titusville Police Department, and Sisson Road
- updating shared data locations with redundancy on back-up schema
- updating City physical access control for City buildings

- issuance of 4,409 permits, Citywide
- collaboration with partners to attract new corporations
- maintaining an Insurance Services Office (ISO) rating of 2, which places our Fire Department within the top 5% in the nation
- maintaining an accreditation by the Florida Department of Law Enforcement
- furthered Citywide continuous improvement initiatives, saving resources, and increasing efficiencies through cultural changes in our workforce.

*Awards and Acknowledgements*

The Government Financial Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Titusville for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended September 30, 2024. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by the government and its management. This was the forty-second consecutive year the City of Titusville has received this prestigious award.

A Certificate of Achievement is valid for a period of one year. We believe our current ACFR continues to meet the Certificate of Achievement Program's requirements, and we have submitted it to the GFOA to determine its eligibility for another certificate.

The preparation of the Annual Comprehensive Financial Report was made possible by the dedicated service of the Finance Department. Sincere appreciation is expressed to the Finance Team who have made significant contributions to the publication of this report.

In closing, we want to thank the Mayor and City Council for their leadership, unyielding support, and steadfast commitment to maintaining the financial integrity of the City.

Respectfully submitted,



Thomas A. Abbate  
City Manager



Teri Butler, CGFO  
Finance Director



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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Titusville  
Florida**

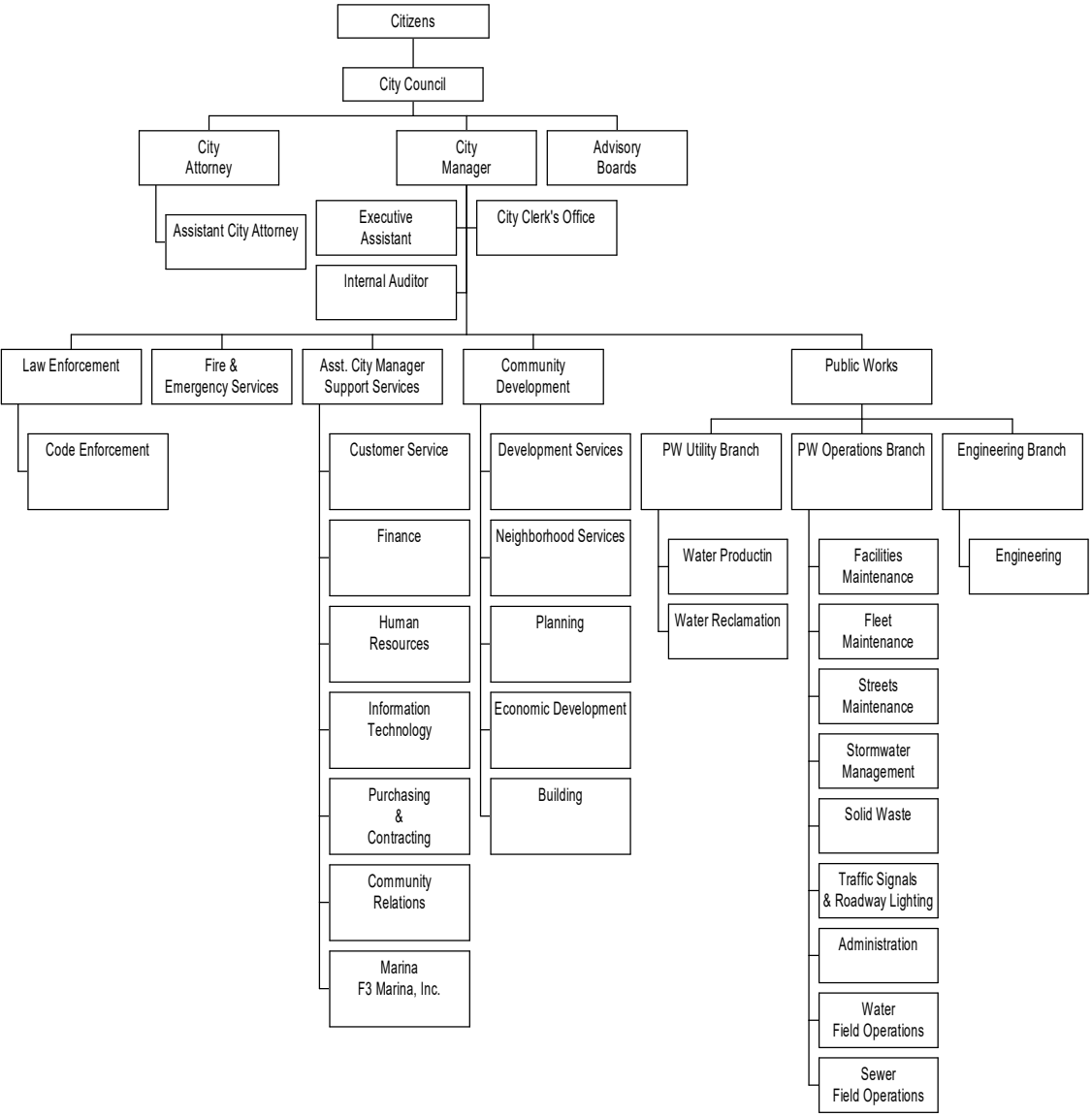
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

September 30, 2024

*Christopher P. Morrill*

Executive Director/CEO

# City-Wide Organization Chart



**CITY OF TITUSVILLE, FLORIDA**  
**List of Elected and Appointed Officials**

**CITY COUNCIL**

Andrew Connors, Mayor

Herman A. Cole, Jr., Col USAF, Vice Mayor  
Dr. Sarah Stoeckel, Member

Megan Moscoso, Member  
Jo Lynn Nelson, Member

**ADMINISTRATION**

**CITY MANAGER**

Thomas Abbate

**FINANCE DIRECTOR**

Teri Butler

**ASSISTANT CITY MANAGER**

Kevin Cook

**FIRE CHIEF**

John Hustoles

**CITY ATTORNEY**

Andriene Treasure

**POLICE CHIEF**

John Lau

**CITY CLERK**

Wanda Wells

**PUBLIC WORKS DIRECTOR**

Sandra Reller

**COMMUNITY DEVELOPMENT  
DIRECTOR**

Bradley Parrish



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## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and City Council Members,  
City of Titusville, Florida:

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Titusville, Florida (the City), as of and for the year ended September 30, 2025, 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 accompanying financial statements 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, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of TIFA, LLC, a joint venture project in which the City has a 50% ownership interest, which represents approximately 2% of the assets of the business-type activities, 3% of assets of the water and sewer utility fund, and less than 1% of the revenues of the business-type activities and water and sewer utility funds, respectively. The joint venture was audited by another auditor whose report thereon has been furnished to us, and our opinions, insofar as they relate to the amounts included for the investment in TIFA, LLC, are based solely on the report of the other auditor.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS), issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS 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 GAAS and GAS, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. The introductory section, combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, statistical section, and schedule of expenditures of federal awards as required by of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and Section 215.97, Florida Statutes, *Florida Single Audit Act*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

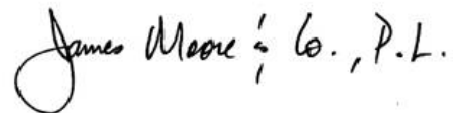
The combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the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

### ***Other Information Included in the Annual Comprehensive Financial Report***

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory section and statistical sections, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

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

Daytona Beach, Florida  
March 17, 2026

## City of Titusville, Florida

### Management's Discussion and Analysis

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The City of Titusville, Florida's ("the City") Management's Discussion and Analysis (the "MD&A") presents this overview and analysis of the financial activities of the City of Titusville for the fiscal year ended September 30, 2025. Please read it in conjunction with the letter of transmittal in the introductory section and the City's financial statements following the MD&A.

#### Financial Highlights

- The City has \$180.6 million invested in capital assets, restricted net position of \$7.0 million for capital improvement projects, debt service and special revenues, and the remaining unrestricted net position of negative \$(11.5) million. This represents a higher negative unrestricted net position than the prior year and is the result of increased investment in capital assets.
- There was a net increase of \$9.3 million in net position reported in connection with the City's governmental activities due to overall increases in tax revenues and capital grants and contributions. The Fleet Fund deficit of \$(14,958) represents a decrease in the deficit from the prior year and is the result of long-term other post-employment benefits (OPEB) liabilities. The City continues to reduce the OPEB liability by reforming health care cost and also contributing to the OPEB trust fund.
- There was a net increase of \$5.6 million in net position reported in connection with the City's business-type activities, which include the Water/Sewer Utility, Solid Waste System, Municipal Marina, and Stormwater Utility. This increase is primarily driven by charges for services and Operating and Capital grants and contributions.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements have three components:

1. Government-wide financial statements.
2. Fund financial statements.
3. Notes to the financial statements.

This report also contains other supplementary information which is in addition to the basic financial statements.

The financial statement focus is on both the City as a whole (government-wide) and on the major individual funds. The following graph shows the relationship between the Annual Comprehensive Financial Report (ACFR) and the basic financial statements and the Required Supplementary Information ("RSI").

Management’s Discussion and Analysis

**Relationship Between Annual Comprehensive  
Financial Report (ACFR)  
And  
Basic Financial Statements and Required  
Supplementary Information (RSI)**

<b>Basic Financial Statements and RSI</b>	General information on the government structure, services and environment	<b>Introductory Section</b>	<b>ACFR</b>
	Management's Discussion and Analysis Government-wide Financial Statements Government Fund Financial Statements Proprietary Fund Financial Statements Fiduciary Fund Financial Statements Notes to the Financial Statements Additional Required Supplementary Information Information on Individual funds and discretely presented component units and other Supplementary Information not required by GAAP	<b>Financial Section</b>	
	Trend data and nonfinancial data	<b>Statistical Section</b>	

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City’s finances, in a manner similar to private-sector business. The government-wide financial statements consist of the following two statements:

The *statement of net position* presents information on all of the City’s assets and liabilities, with the difference between the two reported as *net position*. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include legislative, executive, legal counsel, community development, public works, public safety, support services and general administrative. The business-type activities of the City include the water/sewer utility, solid waste system, stormwater utility and municipal marina.

## Management's Discussion and Analysis

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The government-wide financial statements include not only the City of Titusville itself (known as the *primary government*), but also the legally separate Community Redevelopment Agency for which the City of Titusville is financially accountable. The Community Redevelopment Agency, although legally separate, functions for all practical purposes as a part of the Community Development Department of the City and, therefore, has been included as an integral part of the primary government as a Major Fund. The government-wide financial statements can be found immediately following the MD&A on pages 30-32 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations can be found on pages 33-36.

The City maintains fourteen individual governmental funds. Information for major funds is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances, located on pages 33 and 35 of this report. General Fund, Downtown Community Redevelopment Agency Fund, and American Rescue Plan Act Fund are considered major funds. Financial data for the other eleven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is presented in the form of *combining statements* in this report on pages 130-133.

The City adopts annual appropriated budgets for its *governmental funds*. Budgetary comparison schedules for the non-major funds have been provided in this report on pages 134-144, to demonstrate compliance with the budget.

**Proprietary funds.** The City maintains two 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 enterprise funds to account for its water/sewer utility, solid waste system, stormwater utility and municipal marina. *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 its fleet of vehicles, management information systems and consolidated risk management and insurance activities. Because these services predominately benefit governmental activities rather than business-type functions; the internal service funds have been included within *governmental activities* in the government-wide financial statements.

## Management's Discussion and Analysis

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Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements separate information for each of the City's major enterprise funds and one non-major enterprise fund and can be found on pages 38-40 of this report. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* and can be found on pages 146-149 of this report.

**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 fiduciary funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund financial statements can be found on pages 43-44 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45-108 of this report.

**Other information.** In addition to the basic financial statements and the accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees. Required supplementary information can be found on pages 109-127 of this report. The combining statements referred to previously in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information. Combining statements and budgetary comparison schedules can be found on pages 130-144 of this report.

## Government-Wide Position Analysis

As noted earlier, net position may serve over time as a useful indicator of the government's financial position. In the case of the City, assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$176.1 million at the close of fiscal year 2025.

The City used these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Some of the highlights of capital spending include Fleet fuel tank replacement, Osprey Plant tank liner replacement, water and sewer cure-in-place pipeline upgrades, new fire engines and equipment, and roadway resurfacing and sidewalk preparations throughout the City. 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.

City of Titusville, Florida

Management's Discussion and Analysis

City of Titusville's Statement of Net Position (in whole dollars)

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 42,329,212	\$ 42,031,930	\$ 35,083,660	\$ 44,118,919	\$ 77,412,872	\$ 86,150,849
Capital assets	77,986,961	72,266,854	138,412,417	125,864,827	216,399,378	198,131,681
Total assets	\$ 120,316,173	\$ 114,298,784	\$ 173,496,077	\$ 169,983,746	\$ 293,812,250	\$ 284,282,530
Deferred outflow of resources	\$ 13,794,393	\$ 6,456,295	\$ 4,792,245	\$ 2,828,533	\$ 18,586,638	\$ 9,284,828
Non-current liabilities	\$ 52,856,028	\$ 61,866,305	\$ 33,617,951	\$ 40,539,605	\$ 86,473,979	\$ 102,405,910
Other liabilities	4,110,891	3,899,589	7,756,463	6,478,073	11,867,354	10,377,662
Total liabilities	\$ 56,966,919	\$ 65,765,894	\$ 41,374,414	\$ 47,017,678	\$ 98,341,333	\$ 112,783,572
Deferred Inflows of resources	\$ 26,748,119	\$ 13,930,574	\$ 11,162,691	\$ 5,648,174	\$ 37,910,810	\$ 19,578,748
Net Position:						
Net investment in capital assets	63,944,350	60,499,725	116,699,756	97,837,335	180,644,106	158,337,060
Restricted						
Public safety	273,766	237,695	-	-	273,766	237,695
Community development	2,849,862	2,067,342	-	-	2,849,862	2,067,342
Water conservation	-	-	372,803	348,417	372,803	348,417
Debt service	453,975	245,052	-	-	453,975	245,052
Roads and streets	1,117,034	-	-	-	1,117,034	-
Capital improvements	1,852,547	4,984,713	-	-	1,852,547	4,984,713
Other purposes	104,881	60,152	-	-	104,881	60,152
Unrestricted	(20,200,887)	(27,036,068)	8,678,658	21,960,675	(11,522,229)	(5,075,393)
Total net position	\$ 50,395,528	\$ 41,058,611	\$ 125,751,217	\$ 120,146,427	\$ 176,146,745	\$ 161,205,038

The City has restricted net position of \$7.0 million for capital improvement projects, debt service, and special revenues.

There was a net increase of \$9.3 million in net position reported in connection with the City's governmental activities. A detailed explanation is provided, beginning on page 20 of this report.

There was a net increase of \$5.6 million in net position reported in connection with the City's business-type activities, which include the Water/Sewer Utility, Solid Waste System, Stormwater Utility and Municipal Marina. A detailed explanation is provided beginning on page 22 of this report.

## City of Titusville, Florida

### Management's Discussion and Analysis

There was an overall increase in the City's net position of \$14.9 million. A comparative analysis of government-wide changes in net position is presented in the following table:

City of Titusville's Changes in Revenue, Expenses and Net Position (in whole dollars)						
Revenues	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
<b>Revenues</b>						
Program Revenues:						
Charges for services	\$ 5,389,548	\$ 5,103,775	\$ 41,746,306	\$ 38,975,573	\$ 47,135,854	\$ 44,079,348
Operating grants and contributions	3,949,165	5,957,571	2,043,150	637,478	5,992,315	6,595,049
Capital grants and contributions	3,567,423	1,378,713	4,749,056	2,017,788	8,316,479	3,396,501
<b>General Revenues:</b>						
Taxes:						
Property	24,606,885	22,708,143	-	-	24,606,885	22,708,143
Local option gas tax	1,178,179	1,116,557	-	-	1,178,179	1,116,557
Utility and franchise taxes	12,436,631	11,705,301	-	-	12,436,631	11,705,301
Intergovernmental	6,361,065	6,329,363	-	-	6,361,065	6,329,363
Investment earnings	1,038,194	1,676,430	1,727,408	2,942,542	2,765,602	4,618,972
Miscellaneous revenue	1,223,714	2,753,939	344,764	373,473	1,568,478	3,127,412
Total revenues	\$ 59,750,804	\$ 58,729,792	\$ 50,610,684	\$ 44,946,854	\$ 110,361,488	\$ 103,676,646
<b>Expenses:</b>						
Program Activities:						
Governmental Activities:						
Legislative	38,896	93,071	-	-	38,896	93,071
Executive	1,317,828	1,284,169	-	-	1,317,828	1,284,169
Legal counsel	803,296	653,710	-	-	803,296	653,710
Community development	7,968,775	6,592,150	-	-	7,968,775	6,592,150
Public works	6,901,521	4,749,104	-	-	6,901,521	4,749,104
Public safety	28,114,710	29,220,019	-	-	28,114,710	29,220,019
Support services	4,448,144	4,442,585	-	-	4,448,144	4,442,585
General government	2,273,406	2,361,371	-	-	2,273,406	2,361,371
Interest on debt	325,270	198,830	-	-	325,270	198,830
Business-type activities:						
Water/sewer utility	-	-	31,080,492	27,547,175	31,080,492	27,547,175
Solid waste system	-	-	6,567,812	6,816,705	6,567,812	6,816,705
Municipal marina	-	-	1,484,749	1,517,366	1,484,749	1,517,366
Stormwater utility	-	-	4,094,882	3,279,261	4,094,882	3,279,261
Total expenses	\$ 52,191,846	\$ 49,595,009	\$ 43,227,935	\$ 39,160,507	\$ 95,419,781	\$ 88,755,516
<b>Excess before transfers</b>	7,558,958	9,134,783	7,382,749	5,786,347	14,941,707	14,921,130
<b>Transfers</b>	1,777,959	(1,701,773)	(1,777,959)	1,701,773	-	-
<b>Financed Purchases</b>	-	-	-	-	-	-
Change in net position	\$ 9,336,917	\$ 7,433,010	\$ 5,604,790	\$ 7,488,120	\$ 14,941,707	\$ 14,921,130
<b>Net position-beginning</b>	\$ 41,058,611	\$ 33,625,601	\$ 120,146,427	\$ 112,658,307	\$ 161,205,038	\$ 146,283,908
<b>Net position-ending</b>	\$ 50,395,528	\$ 41,058,611	\$ 125,751,217	\$ 120,146,427	\$ 176,146,745	\$ 161,205,038

**Management’s Discussion and Analysis**

**Governmental Activities**

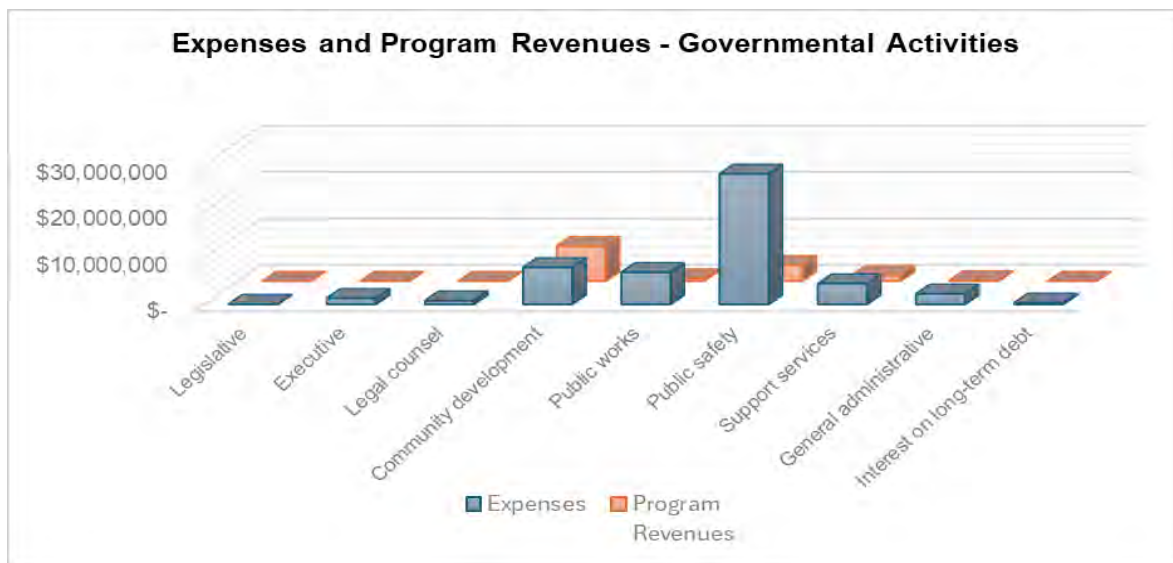
As mentioned previously, governmental activities increased the City’s net position by \$9.3 million. The key elements of the activities increase are as follows:

- Utility and franchise taxes increased by \$0.7 million reflecting population growth and rising energy costs.
- Property tax revenues increased by \$1.9 million or 8.4% due to a 11.1% increase in taxable property value over the prior year.
- Transfers from business-type activities of \$1.8 million.

The following tables show expenses and program revenue and the components of program and general revenues, respectively, as a percentage of totals for governmental activities:

**Expenses and Program Revenues - Governmental Activities**

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expenses) Revenue
Legislative	\$ 38,896	0.1%	\$ -	0.0%	\$ (38,896)
Executive	1,317,828	2.5%	-	0.0%	(1,317,828)
Legal counsel	803,296	1.5%	-	0.0%	(803,296)
Community development	7,968,775	15.3%	7,555,471	58.5%	(413,304)
Public works	6,901,521	13.2%	551,750	4.3%	(6,349,771)
Public safety	28,114,710	53.9%	3,446,041	26.7%	(24,668,669)
Support services	4,448,144	8.5%	1,204,806	9.3%	(3,243,338)
General administrative	2,273,406	4.4%	148,068	1.1%	(2,125,338)
Interest on long-term debt	325,270	0.6%	-	0.0%	(325,270)
	<u>\$ 52,191,846</u>	<u>100.0%</u>	<u>\$ 12,906,136</u>	<u>100.0%</u>	<u>\$ (39,285,710)</u>



Management’s Discussion and Analysis

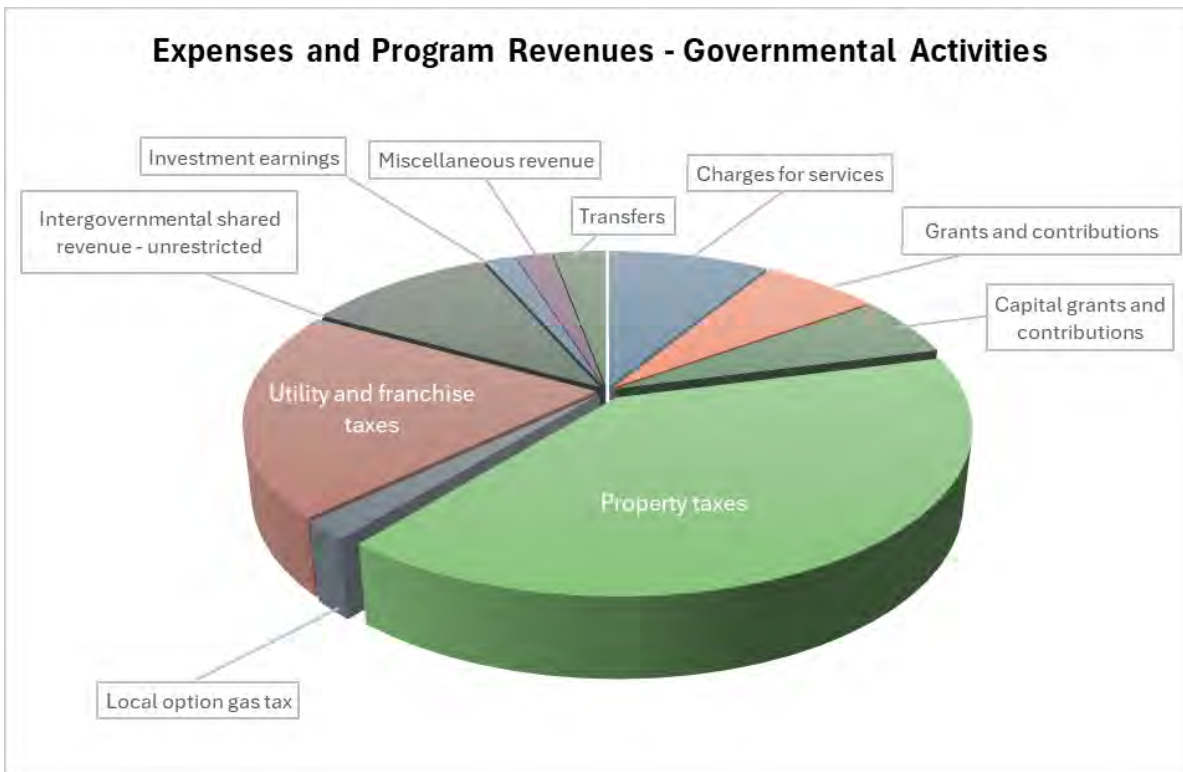
Revenue by Source - Governmental Activities

Program Revenues:

Charges for services	\$	5,389,548	8.76%
Grants and contributions		3,949,165	6.42%
Capital grants and contributions		3,567,423	5.80%

General Revenues:

Property taxes		24,606,885	39.99%
Local option gas tax		1,178,179	1.91%
Utility and franchise taxes		12,436,631	20.21%
Intergovernmental shared revenue - unrestricted		6,361,065	10.34%
Investment earnings		1,038,194	1.69%
Miscellaneous revenue		1,223,714	1.99%
Transfers		1,777,959	2.89%
	\$	61,528,763	100.00%



**Management’s Discussion and Analysis**

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**Business-Type Activities**

As mentioned, business-type activities net position increased by \$5.6 million. This compared to an increase in 2024 of \$7.5 million, before considering the cumulative effect of an accounting change. Key elements of the change in business-type activities are as follows:

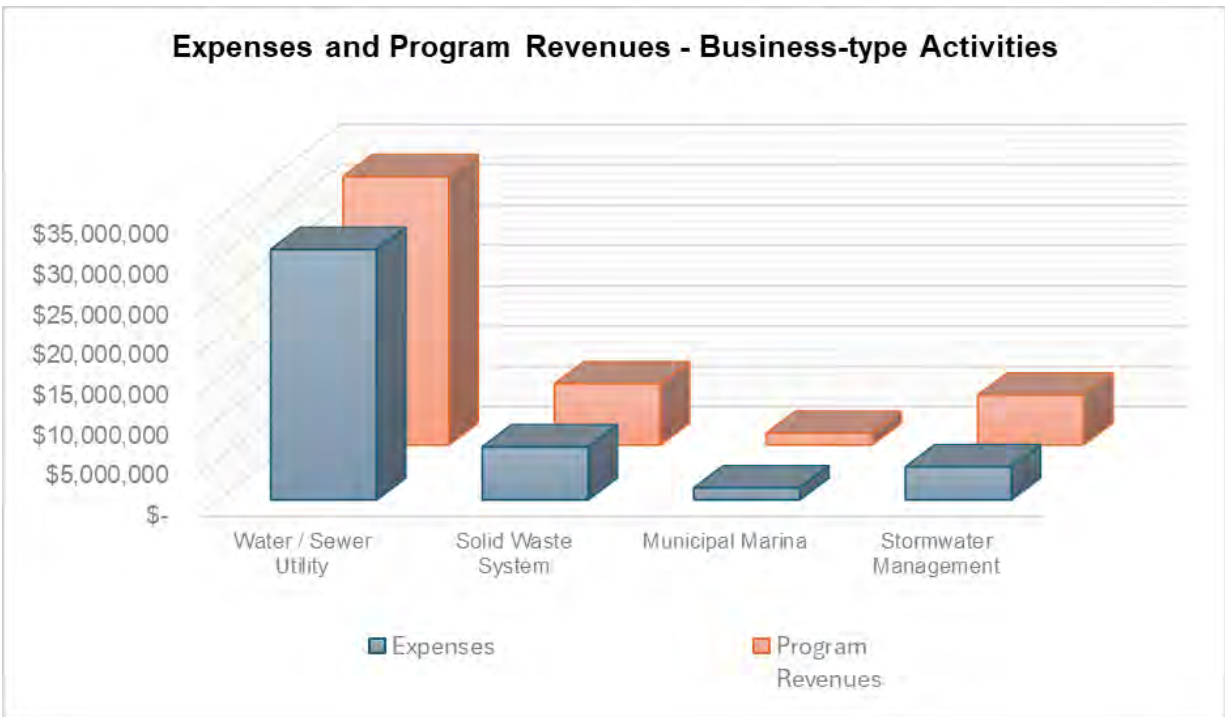
- An increase in expenses of \$4.2 million.
- An increase in charges for services of \$2.8 million.
- A increase in operating grants and contributions of \$1.4 million.
- A increase in capital grants and contributions of \$2.7 million.

The following tables show expenses & program revenues and the components of program & general revenues, respectively, as a percentage of totals for business-type activities:

**Expenses and Program Revenues - Business-type Activities**

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expenses) Revenue
Water / Sewer Utility	\$ 31,080,492	71.9%	\$ 33,317,460	68.6%	\$ 2,236,968
Solid Waste System	6,567,812	15.2%	7,584,503	15.6%	1,016,691
Municipal Marina	1,484,749	3.4%	1,450,487	3.0%	(34,262)
Stormwater Management	4,094,882	9.5%	6,186,062	12.7%	2,091,180
	\$ 43,227,935	100%	\$ 48,538,512	100%	\$ 5,310,577

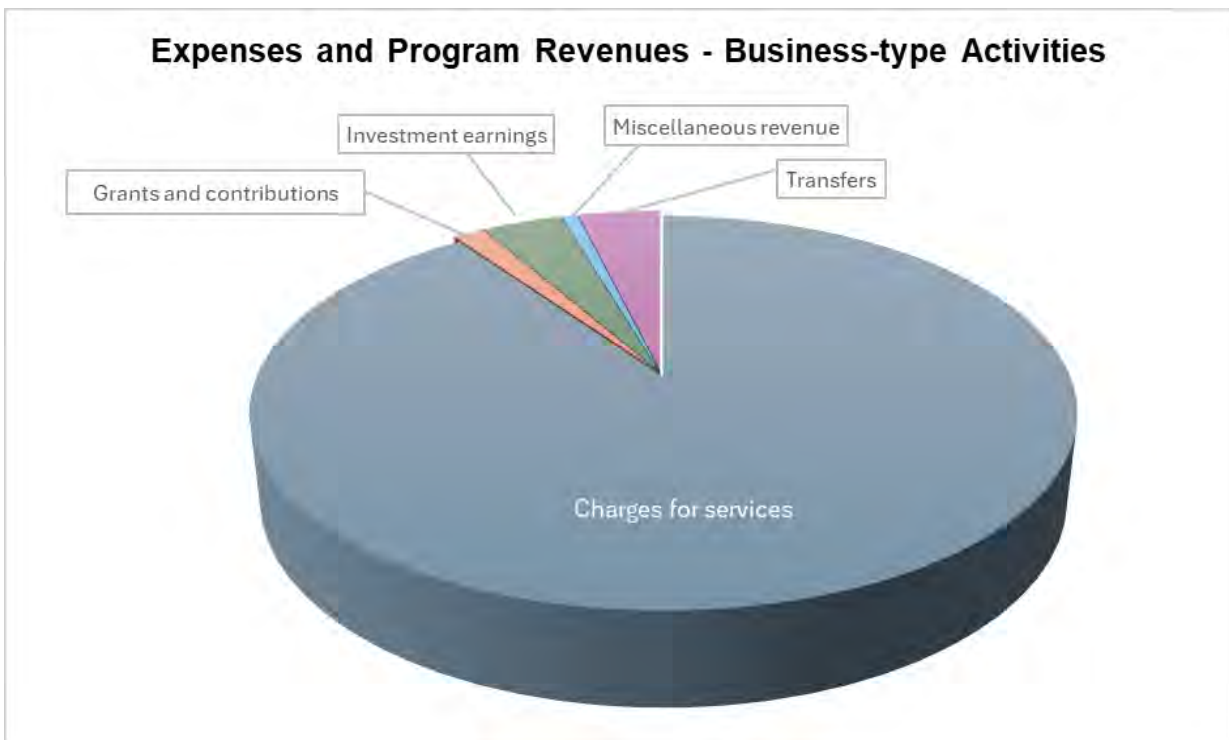
Management’s Discussion and Analysis



Revenue by Source - Business-type Activities

Revenue:

Charges for services	\$ 41,746,306	85.5%
Grants and contributions	6,792,206	13.9%
Intergovernmental shared revenue -unrestricted	-	-%
Investment earnings	1,727,408	3.5%
Miscellaneous revenue	344,764	0.7%
Transfers	(1,777,959)	(3.6)%
	<u>\$ 48,832,725</u>	<u>100.0%</u>



### Financial Analysis of the City's Funds

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

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

As of the end of fiscal year 2025, the City's governmental funds reported combined ending fund balances of \$30.6 million, which is an increase of \$0.6 million when compared to the prior year. Intergovernmental revenue increased by \$0.4 million and property taxes increased by \$1.9 million, while the total expenditures increased by \$14.7 million. Unassigned fund balance is \$8.6 million and is available for spending, subject to regulatory, statutory, and budgetary restrictions. The remainder of the fund balances is \$3.6 million for nonspendable inventories and prepaid items, \$7.2 million is restricted, \$9.7 million is committed and \$1.5 million is assigned.

## Management's Discussion and Analysis

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The General Fund is the chief operating fund of the City. At the end of fiscal year 2025, unassigned fund balance of the General Fund was \$8.7 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 12.9% of the total fund expenditures, which is a decrease of (0.1)% from fiscal year 2024. The fund balance of the City's General Fund increased by \$2.7 million during the current fiscal year due to increases in revenues of \$4.3 million and increases of expenses of \$16.9 million. The increase in expenses includes a \$5.9 million increase in capital outlay and debt issuance increased revenue by \$8.1 million as outlined in the General Fund budgetary highlights beginning on page 26 of this report.

The Community Redevelopment Agency (CRA) Fund is a major Governmental fund used to account for monies from the incremental increase in property tax revenue collected within the designated redevelopment area. Consistent with State law, revenues are utilized and expended in accordance with the Community Redevelopment Plan.

The Titusville Community Redevelopment Agency Fund has a total fund balance at year-end of \$1.1 million, an increase of \$0.3 million over the prior year. The increase is due primarily to decreases in capital outlay expenditures.

The American Rescue Plan Act (ARPA) Fund is a major Governmental fund used to account for monies received from the enactment of the American Rescue Plan Act of 2021 Stimulus Bill passed by the U.S. Congress in response to both health and economic impacts of the COVID-19 Pandemic.

The American Rescue Plan Act Fund has no fund balance at year-end. Unearned revenue totaling \$0.1 million will be recognized as revenue only when monies are spent for approved programs.

**Proprietary funds.** The City's proprietary funds include the business-type activities enterprise funds and the governmental activities internal service funds. They provide the same type of information found in the government-wide financial statements, but in more detail.

The City has four enterprise funds, of which the Water/Sewer Utility, Solid Waste System and Stormwater Utility are the major funds. Unrestricted net position of the enterprise funds at the end of the year was \$8.7 million or 6.9% of total net position. The total unrestricted net position decreased by \$(13.3) million partly as a result of an overall increase of \$18.9 million in net investment in capital assets. The Solid Waste Fund reported an operating income of \$1.0 million for the fiscal year of 2025 due to increases in operating revenue. The Municipal Marina reported operating losses of \$(67,159.0) due to reduced operating revenue. Stormwater Utility reported an operating loss of \$(0.5) million in 2025, a increase over the operating loss of \$(0.1) in 2024. Water/Sewer utility loss before non-operating revenue and expenses, capital contributions and transfers was \$(1.3) million in 2025 versus \$0.3 million income in 2024. This change was largely driven by salaries and related expenses.

## Management's Discussion and Analysis

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### General Fund Budgetary Highlights

The General Fund expenditure budget totals \$74.4 million, representing an increase of \$19.5 million from fiscal year 2024. The budget continues existing City services while taking measures to ensure fiscal stability. Some of the significant changes in programs funded in this year's budget include:

- Investing in employees through pay adjustments, maintaining work hours and adequate staffing levels.
- Preserving and enhancing municipal revenues.
- Investing in the City's infrastructure including road resurfacing, utilities, heavy equipment and other rolling stock and technology.
- Investment in the long-term vision of the City through increased efforts in natural resource and economic development activities.
- Continuing process improvement efforts City-wide by LEAN principles, additional emphasis on performance measurement and cross training.

Revenues were more than budgeted amounts by \$2.2 million. The City realized revenues in licenses and permits, charges for services, and investment earnings as well as miscellaneous revenue.

General Fund departments met their total bottom line budget at the major department level. Total General Fund expenses were less than budget by \$7.3 million because of the timing of capital purchases and public works projects.

Any differences between the Original and Final Budgets were approved by City Council in accordance with our Budget Policies. The most significant changes occurred because of department reorganizations, reassignments, and capital outlay purchases associated with these changes.

**Management’s Discussion and Analysis**

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**Capital Asset and Debt Administration**

**Capital assets.** At September 30, 2025, the City had \$216.4 million invested in various capital assets, net of accumulated depreciation, for all activities as reflected on the following schedule. This represents a net increase (including additions and deductions) of \$18.3 million over the prior year. The increase in the City’s investment in capital assets resulted from more utility plant projects throughout the City and addition of right-to-use subscription assets. See Footnote 4E for further details on capital assets.

**City of Titusville's Capital Assets (net of depreciation) (in whole dollars)**

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 29,679,024	\$ 29,679,024	\$ 4,492,146	\$ 4,492,146	\$ 34,171,170	\$ 34,171,170
Buildings	936,331	1,020,174	484,837	375,154	1,421,168	1,395,328
Easements	199,220	199,220	99,761	99,761	298,981	298,981
Improvements other than buildings	35,468,387	34,363,796	25,106,583	23,419,137	60,574,970	57,782,933
Machinery and equipment	8,772,741	6,498,841	8,768,337	7,510,093	17,541,078	14,008,934
Right-to-use subscription asset	1,779,222	-	-	-	1,779,222	-
Utility plant	-	-	90,487,081	80,933,870	90,487,081	80,933,870
Construction in progress	1,152,036	505,799	8,973,672	9,034,666	10,125,708	9,540,465
<b>Total</b>	<b>\$ 77,986,961</b>	<b>\$ 72,266,854</b>	<b>\$ 138,412,417</b>	<b>\$ 125,864,827</b>	<b>\$ 216,399,378</b>	<b>\$ 198,131,681</b>

Major events include the following:

- Continuation of Road Resurfacing program totaling \$1.1 million.
- General construction totaling \$0.8 million.
- Outlay of \$13.0 million to improve and maintain the infrastructure in the Water & Sewer Utility.
- Right-to-use subscription for police body and in-car cameras totaling \$1.8 million.

**City of Titusville, Florida**

**Management’s Discussion and Analysis**

**Long-term bonded debt.** Additional information on the City’s long-term debt and other non-current liabilities can be found in Note 4F-H of the notes to the financial statements on pages 70-79 of this report.

**City of Titusville's Long-term Bonded Debt (in whole dollars)**

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General Obligation Bonds, Series 2015	\$ -	\$ 672,000	\$ -	\$ -	\$ -	\$ 672,000
Public Improvement Revenue Note Series 2009	533,000	628,000	-	-	533,000	628,000
Capital Improvement Revenue Bond Series 2017	-	2,790,000	-	-	-	2,790,000
Capital Improvement Revenue Bond, Series 2024	3,040,000	3,040,000	-	-	3,040,000	3,040,000
State Revolving Fund Loan	-	-	14,496,721	12,536,087	14,496,721	12,536,087
2020 Water/Sewer Refunding Bond	-	-	-	3,580,000	-	3,580,000
2023 Water/Sewer Refunding Bond	-	-	4,698,000	5,046,000	4,698,000	5,046,000
<b>Total</b>	<b>\$ 3,573,000</b>	<b>\$ 7,130,000</b>	<b>\$ 19,194,721</b>	<b>\$ 21,162,087</b>	<b>\$ 22,767,721</b>	<b>\$ 28,292,087</b>

**Economic Factors and Next Year’s Budgets and Rates**

Fiscal Year 2025 saw continued economic growth in many facets of the City. The City continued to realize an increase in its property tax roll thus building on the foundation of growth from the prior year. Likewise, the City continues to realize growth in other revenue sources, such as building and development fees, which are viewed as strong economic indicators.

Continued efforts in economic development has generated both new industry and expansion of long-established businesses during fiscal year 2025. Although the collaboration with the North Brevard Economic Development Zone and Brevard County has been dissolved, the City continues to seek new avenues to encourage highly technical, recreational, and service industries. Increased marketing efforts are expected to improve the City’s visibility and in turn impact long-term fiscal sustainability.

As the City benefits from steady economic growth, further emphasis continues to be on the overall improvement of the quality of life for its citizens. Projects such as Lean Six Sigma improve operational efficiencies when providing essential City services; the redevelopment of the mall and other vacant properties provide opportunities for revitalization of blighted areas with economic benefits; and the continual commitment to maintaining infrastructure ensures the City’s thoroughfares and facilities can support the ever increasing demands. This is an exciting time as the City continues to grow and define itself. With the continued support of Mayor and Council, we will continue to improve upon the high levels of service needed to further the long-term goals of the City.

All of these factors were considered in preparing the City’s budget for fiscal year 2026.

**Management's Discussion and Analysis**

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**Requests for Information**

This financial report is designed to provide a general overview of the City of Titusville's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, City of Titusville, P.O. Box 2806, Titusville, Florida 32781-2806.

**City of Titusville, Florida**

**Statement of Net Position  
September 30, 2025**

	<b>Governmental Type Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Equity in pooled cash and investments	\$ 34,156,104	\$ 22,169,693	\$ 56,325,797
Receivables, net	3,865,439	6,432,881	10,298,320
Due from other governments	543,428	751,815	1,295,243
Inventories	86,081	1,760,260	1,846,341
Prepaid items	3,578,160	-	3,578,160
Restricted:			
Cash	100,000	129,583	229,583
Investment in TIFA, LLC	-	3,839,428	3,839,428
Capital assets not being depreciated:			
Land and land rights	29,679,024	4,492,146	34,171,170
Easements	199,220	99,761	298,981
Construction in progress	1,152,036	8,973,672	10,125,708
Capital assets, net of depreciation			
Buildings and improvements	936,331	484,837	1,421,168
Improvements other than buildings	35,468,387	25,106,583	60,574,970
Furniture and equipment	8,772,741	8,768,337	17,541,078
Right-to-use subscription asset	1,779,222	-	1,779,222
Utility plant	-	90,487,081	90,487,081
<b>Total Assets</b>	<b>120,316,173</b>	<b>173,496,077</b>	<b>293,812,250</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred loss on bond refunding	-	70,816	70,816
Deferred pension outflows	6,553,084	1,215,311	7,768,395
Deferred OPEB outflows	7,241,309	3,506,118	10,747,427
<b>Total Deferred Outflows of Resources</b>	<b>13,794,393</b>	<b>4,792,245</b>	<b>18,586,638</b>

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

**City of Titusville, Florida**

**Statement of Net Position  
September 30, 2025**

	<b>Governmental Type Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	3,417,499	5,839,243	9,256,742
Customer deposits	-	1,797,199	1,797,199
Unearned revenue	605,237	-	605,237
Accrued liabilities	88,155	-	88,155
Accrued interest payable	-	120,021	120,021
<b>Noncurrent Liabilities:</b>			
Due within one year:			
Claims payable	2,262,000	-	2,262,000
Compensated absences	405,888	148,203	554,091
Right-to-use software	431,147	-	431,147
Bonds and notes payable	244,000	1,277,711	1,521,711
Leases payable	1,949,551	527,886	2,477,437
Due in more than one year:			
Compensated Absences	4,380,056	968,481	5,348,537
Net OPEB liability	19,345,128	9,366,582	28,711,710
Net Pension Liability	12,465,020	2,161,455	14,626,475
Bonds and notes payable	3,329,000	17,917,010	21,246,010
Leases payable	6,785,698	1,250,623	8,036,321
Right-to-use software	1,258,540	-	1,258,540
<b>Total Liabilities</b>	<b>56,966,919</b>	<b>41,374,414</b>	<b>98,341,333</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred pension inflows	7,576,061	1,879,907	9,455,968
Deferred OPEB inflows	19,172,058	9,282,784	28,454,842
<b>Total Deferred Inflows of Resources</b>	<b>26,748,119</b>	<b>11,162,691</b>	<b>37,910,810</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	63,944,350	116,699,756	180,644,106
Restricted			
Roads and streets	1,117,034	-	1,117,034
Public safety	273,766	-	273,766
Community development	2,849,862	-	2,849,862
Water conservation	-	372,803	372,803
Debt service	453,975	-	453,975
Capital projects	1,852,547	-	1,852,547
Other Purposes	104,881	-	104,881
Unrestricted	(20,200,887)	8,678,658	(11,522,229)
<b>Total Net Position</b>	<b>\$ 50,395,528</b>	<b>\$ 125,751,217</b>	<b>\$ 176,146,745</b>

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

City of Titusville, Florida

Statement of Activities  
For the Year Ended September 30, 2025

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental Activities:							
Legislative	\$ 38,896	\$ -	\$ -	\$ -	\$ (38,896)	\$ -	\$ (38,896)
Executive	1,317,828	-	-	-	(1,317,828)	-	(1,317,828)
Legal counsel	803,296	-	-	-	(803,296)	-	(803,296)
Community development	7,968,775	2,655,675	2,047,583	2,852,213	(413,304)	-	(413,304)
Public works	6,901,521	-	474,393	77,357	(6,349,771)	-	(6,349,771)
Public safety	28,114,710	1,537,391	1,279,121	629,529	(24,668,669)	-	(24,668,669)
Support services	4,448,144	1,196,482	-	8,324	(3,243,338)	-	(3,243,338)
General administrative	2,273,406	-	148,068	-	(2,125,338)	-	(2,125,338)
Interest on long-term debt	325,270	-	-	-	(325,270)	-	(325,270)
Total Governmental Activities	52,191,846	5,389,548	3,949,165	3,567,423	(39,285,710)	-	(39,285,710)
Business-type Activities:							
Water / sewer utility	31,080,492	29,171,874	188,218	3,957,368	-	2,236,968	2,236,968
Solid waste system	6,567,812	7,553,633	30,870	-	-	1,016,691	1,016,691
Stormwater utility	4,094,882	3,603,209	1,791,165	791,688	-	2,091,180	2,091,180
Municipal marina	1,484,749	1,417,590	32,897	-	-	(34,262)	(34,262)
Total Business-type Activities	43,227,935	41,746,306	2,043,150	4,749,056	-	5,310,577	5,310,577
Total Primary Government	\$ 95,419,781	\$ 47,135,854	\$ 5,992,315	\$ 8,316,479	(39,285,710)	5,310,577	(33,975,133)
General Revenues:							
Property Taxes					24,606,885	-	24,606,885
Local Option Gas Tax					1,178,179	-	1,178,179
Utility and Franchise Taxes					12,436,631	-	12,436,631
Intergovernmental Shared Revenue - unrestricted					6,361,065	-	6,361,065
Investment Earnings					1,038,194	1,727,408	2,765,602
Miscellaneous revenues					1,223,714	344,764	1,568,478
Transfers					1,777,959	(1,777,959)	-
Total General Revenues and Transfers					48,622,627	294,213	48,916,840
Change in Net Position					9,336,917	5,604,790	14,941,707
Net Position - Beginning of year					41,058,611	120,146,427	161,205,038
Net Position - Ending of year					\$ 50,395,528	\$ 125,751,217	\$ 176,146,745

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

City of Titusville, Florida

**Balance Sheet  
Governmental Funds  
September 30, 2025**

	Major Funds				
	General Fund	Downtown Community Redevelopment Agency	American Rescue Plan Act	Non Major Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Equity in pooled cash and investments	\$ 21,389,031	\$ 1,028,882	\$ 61,452	\$ 4,703,615	\$ 27,182,980
Receivables (net)	2,782,268	267	-	70,671	2,853,206
Due from other governments	469,410	1,100	-	-	470,510
Due from other funds	-	105,199	-	-	105,199
Prepaid items.	3,470,247	-	-	107,913	3,578,160
<b>Total assets</b>	<b>28,110,956</b>	<b>1,135,448</b>	<b>61,452</b>	<b>4,882,199</b>	<b>34,190,055</b>
<b>Liabilities</b>					
Accounts payable and accrued liabilities	2,748,093	34,535	-	75,140	2,857,768
Due to other funds	-	-	-	105,199	105,199
Unearned revenue	207,050	-	61,452	336,735	605,237
<b>Total liabilities</b>	<b>2,955,143</b>	<b>34,535</b>	<b>61,452</b>	<b>517,074</b>	<b>3,568,204</b>
<b>Fund balance</b>					
Nonspendable:					
Prepaid items	3,470,247	-	-	107,913	3,578,160
Restricted for:					
Capital expansion	-	-	-	1,852,547	1,852,547
Community development	-	1,100,913	-	1,748,949	2,849,862
Debt service	-	-	-	542,130	542,130
Economic Development	500,812	-	-	-	500,812
Opioid settlement	97,589	-	-	-	97,589
Public safety	54,981	-	-	218,785	273,766
Student advisory council	2,205	-	-	-	2,205
Roadway improvements	1,117,034	-	-	-	1,117,034
US Flag memorial services	4,780	-	-	-	4,780
US Flag replacement	307	-	-	-	307
Committed to:					
Stabilization/disaster fund	8,761,186	-	-	-	8,761,186
Tree/landscape mitigation	872,637	-	-	-	872,637
Urban Forestry Grant	50,000	-	-	-	50,000
Assigned to:					
Subsequent year's budget	1,544,763	-	-	-	1,544,763
Unassigned	8,679,272	-	-	(105,199)	8,574,073
<b>Total fund balance</b>	<b>25,155,813</b>	<b>1,100,913</b>	<b>-</b>	<b>4,365,125</b>	<b>30,621,851</b>
<b>Total liabilities and fund balance</b>	<b>\$ 28,110,956</b>	<b>\$ 1,135,448</b>	<b>\$ 61,452</b>	<b>\$ 4,882,199</b>	<b>\$ 34,190,055</b>

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

**City of Titusville, Florida**

**Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
September 30, 2025**

**Total governmental funds fund balance** \$ 30,621,851

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Total governmental capital assets	187,820,714	
Less: accumulated depreciation and amortization	<u>(112,586,978)</u>	75,233,736

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

Net pension liability	(12,152,785)	
Deferred outflows related to pensions	6,377,525	
Deferred inflows related to pensions	<u>(7,304,497)</u>	(13,079,757)

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

Net OPEB liability	(18,515,620)	
Deferred outflows related to OPEB	6,930,806	
Deferred inflows related to OPEB	<u>(18,349,972)</u>	(29,934,786)

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

3,115,341

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

Bonds and notes payable	(533,000)	
Leases payable	(8,714,574)	
Subscription-based lease payable	(1,689,687)	
Accrued interest payable	(32,787)	
Compensated absences	<u>(4,590,809)</u>	(15,560,857)

Net position of governmental activities \$ 50,395,528

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

City of Titusville, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended September 30, 2025

	Major Funds				Total Governmental Funds
	General Fund	Downtown Community Redevelopment Agency	American Rescue Plan Act	Non Major Governmental Funds	
<b>Revenues</b>					
Taxes:					
Property taxes	\$ 22,581,794	\$ 1,141,063	\$ -	\$ 884,028	\$ 24,606,885
Local option gas tax	1,178,179	-	-	-	1,178,179
Utility and franchise taxes	12,436,631	-	-	-	12,436,631
Intergovernmental	7,970,257	1,336	1,030,202	3,796,895	12,798,690
Licenses and permits	324,339	-	-	2,173,327	2,497,666
Charges for services	8,421,410	-	-	-	8,421,410
Fines and forfeitures	78,841	-	-	103,755	182,596
Investment earnings (loss)	669,863	46,110	-	50,704	766,677
Impact fees	-	-	-	677,740	677,740
Miscellaneous	1,319,230	-	-	32,248	1,351,478
<b>Total revenues</b>	<b>54,980,544</b>	<b>1,188,509</b>	<b>1,030,202</b>	<b>7,718,697</b>	<b>64,917,952</b>
<b>Expenditures</b>					
Current:					
Legislative	108,213	-	-	-	108,213
Executive	1,399,428	-	-	-	1,399,428
Legal counsel	752,427	-	-	-	752,427
Community development	3,461,756	443,444	-	2,730,525	6,635,725
General administrative services	8,705,871	-	-	-	8,705,871
Public works	7,352,140	-	-	-	7,352,140
Public safety	30,026,662	-	-	9,998	30,036,660
Support Services	4,915,068	-	-	-	4,915,068
Debt Service					
Principal	2,137,923	-	-	3,557,000	5,694,923
Interest	217,938	-	-	100,396	318,334
Debt cost/administration fees	37,160	-	-	-	37,160
Capital Outlay/Improvements	7,976,293	275,827	-	-	8,252,120
<b>Total expenditures</b>	<b>67,090,879</b>	<b>719,271</b>	<b>-</b>	<b>6,397,919</b>	<b>74,208,069</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(12,110,335)</b>	<b>469,238</b>	<b>1,030,202</b>	<b>1,320,778</b>	<b>(9,290,117)</b>
<b>Other Financing Sources (Uses)</b>					
Transfers in	6,674,270	-	-	120,949	6,795,219
Transfers out	-	(120,949)	(1,030,202)	(3,866,109)	(5,017,260)
Issuance of debt proceeds	8,106,295	-	-	-	8,106,295
<b>Total other financing sources (uses)</b>	<b>14,780,565</b>	<b>(120,949)</b>	<b>(1,030,202)</b>	<b>(3,745,160)</b>	<b>9,884,254</b>
<b>Net change in fund balances</b>	<b>2,670,230</b>	<b>348,289</b>	<b>-</b>	<b>(2,424,382)</b>	<b>594,137</b>
Beginning fund balances	22,485,583	752,624	-	6,789,507	30,027,714
Ending fund balances	\$ 25,155,813	\$ 1,100,913	\$ -	\$ 4,365,125	\$ 30,621,851

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

City of Titusville, Florida

**Reconciliation of the Statement of Revenues,  
Expenditures, and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Fiscal Year Ended September 30, 2025**

<b>Net change in fund balances - total governmental funds</b>		<b>\$ 594,137</b>
Differences in amounts reported for governmental activities in the statement of activities are:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.		
Capital outlay expenditures	8,252,120	
Depreciation and amortization expense	<u>(4,174,929)</u>	4,077,191
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations, CIP projet abandoned) is to decrease net position		
	(52,788)	(52,788)
Bond and loan proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as long-term debt payable in the statement of net position. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment of debt principal reduces long-term liabilities in the statement of net position. These amounts are as follows:		
Principal repayment of general long-term debt	5,725,147	
Issuance of governmental long-term debt	<u>(8,106,295)</u>	(2,381,148)
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the statement of activities, the amount contributed to defined benefit pension/OPEB plans reduces future net pension/OPEB liability. Also included in pension/OPEB expense in the statement of activities are amounts required to be amortized		
Change in net pension liability and deferred inflows/outflows related to pensions	703,550	
Change in net OPEB liability and deferred inflows/outflows related to OPEB	<u>5,242,209</u>	5,945,759
Under the modified accrual basis of accounting used in the governmental funds, expenditure are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:		
Change in accrued interest on long-term debt	-	
Change in compensated absences liability	<u>(81,954)</u>	(81,954)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue/expense of internal service funds is reported within governmental activities.		
	<u>1,235,720</u>	1,235,720
<b>Change in net position of governmental activities</b>		<b><u>\$ 9,336,917</u></b>

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



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City of Titusville, Florida

Statement of Net Position  
Proprietary Funds  
September 30, 2025

	Business-Type Activities - Enterprise Funds						Governmental Activities Internal Service Funds
	Major Funds			Non-Major Funds		Total	
	Water/Sewer Utility	Solid Waste System	Stormwater Utility	Municipal Marina			
<b>Assets</b>							
Current assets:							
Equity in pooled cash and investments	\$ 19,845,017	\$ 1,256,592	\$ 368,732	\$ 699,352	\$ 22,169,693	\$ 6,973,124	
Receivables, net	4,663,621	1,380,300	331,777	57,183	6,432,881	1,081,283	
Due from other governments	685,371	30,870	34,391	1,183	751,815	3,868	
Inventories	1,726,094	-	-	34,166	1,760,260	86,081	
Restricted current assets:							
Cash	129,583	-	-	-	129,583	100,000	
<b>Total current assets</b>	<b>27,049,686</b>	<b>2,667,762</b>	<b>734,900</b>	<b>791,884</b>	<b>31,244,232</b>	<b>8,244,356</b>	
Noncurrent assets:							
Investment in TIFA, LLC	3,839,428	-	-	-	3,839,428	-	
Capital assets:							
Land and Land Rights	3,504,646	-	987,500	-	4,492,146	-	
Easements	90,692	-	9,069	-	99,761	-	
Buildings and Improvements	4,360,721	-	-	216,754	4,577,475	104,206	
Improvements Other than Buildings	25,318,555	-	23,701,846	5,039,746	54,060,147	2,302,613	
Furniture and Equipment	15,794,769	10,682,536	3,404,147	217,030	30,098,482	4,268,844	
Utility Plant	181,640,500	-	6,874,859	-	188,515,359	-	
Construction in Progress	8,973,672	-	-	-	8,973,672	-	
Less Accumulated Depreciation	(130,346,879)	(8,273,483)	(10,410,339)	(3,373,924)	(152,404,625)	(3,922,438)	
<b>Total capital assets (net of accumulated depreciation)</b>	<b>109,336,676</b>	<b>2,409,053</b>	<b>24,567,082</b>	<b>2,099,606</b>	<b>138,412,417</b>	<b>2,753,225</b>	
<b>Total noncurrent assets</b>	<b>113,176,104</b>	<b>2,409,053</b>	<b>24,567,082</b>	<b>2,099,606</b>	<b>142,251,845</b>	<b>2,753,225</b>	
<b>Total assets</b>	<b>140,225,790</b>	<b>5,076,815</b>	<b>25,301,982</b>	<b>2,891,490</b>	<b>173,496,077</b>	<b>10,997,581</b>	
Deferred outflows of resources							
Deferred Loss on Refunding	70,816	-	-	-	70,816	-	
Deferred Pension Outflow	909,354	198,906	107,051	-	1,215,311	175,559	
Deferred OPEB Outflow	2,391,138	534,921	367,521	212,538	3,506,118	310,503	
<b>Total deferred outflows of resources</b>	<b>\$ 3,371,308</b>	<b>\$ 733,827</b>	<b>\$ 474,572</b>	<b>\$ 212,538</b>	<b>\$ 4,792,245</b>	<b>\$ 486,062</b>	

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

City of Titusville, Florida

Statement of Net Position (Continued)  
 Proprietary Funds  
 September 30, 2025

	Business-Type Activities - Enterprise Funds					Governmental Activities Internal Service Funds
	Major Funds			Non-Major Funds		
	Water/Sewer Utility	Solid Waste System	Stormwater Utility	Municipal Marina	Total	
<b>Liabilities</b>						
Current liabilities:						
Accounts Payable	4,469,633	29,802	67,109	64,700	4,631,244	487,363
Interest Payable from Restricted Assets	115,154	2,499	2,368	-	120,021	55,368
Accrued Liabilities	261,236	59,821	28,707	47,988	397,752	49,670
Contracts and Retainage Payable	772,767	23,900	13,580	-	810,247	22,698
Customer Deposits	1,206,297	584,598	-	6,304	1,797,199	-
Self-Insured Claims Payable	-	-	-	-	-	2,262,000
Current Portion of Leases Payable	-	301,056	226,830	-	527,886	20,675
Compensated Absences	107,476	29,434	11,293	-	148,203	15,362
Current Debt Payable from Restricted Assets	1,277,711	-	-	-	1,277,711	148,000
<b>Total current liabilities</b>	<b>8,210,274</b>	<b>1,031,110</b>	<b>349,887</b>	<b>118,992</b>	<b>9,710,263</b>	<b>3,061,136</b>
Noncurrent liabilities:						
Noncurrent Compensated Absences	784,188	111,858	72,435	-	968,481	179,773
Net OPEB Liability	6,387,918	1,429,041	981,831	567,792	9,366,582	829,508
Long-Term Leases Payable	-	723,581	527,042	-	1,250,623	-
Long-Term Debt Payable, net	17,917,010	-	-	-	17,917,010	2,892,000
Net Pension Liability	1,617,303	353,758	190,394	-	2,161,455	312,235
<b>Total noncurrent liabilities</b>	<b>26,706,419</b>	<b>2,618,238</b>	<b>1,771,702</b>	<b>567,792</b>	<b>31,664,151</b>	<b>4,213,516</b>
<b>Total liabilities</b>	<b>34,916,693</b>	<b>3,649,348</b>	<b>2,121,589</b>	<b>686,784</b>	<b>41,374,414</b>	<b>7,274,652</b>
<b>Deferred inflows of resources</b>						
Deferred Pension Inflow	1,406,636	307,678	165,593	-	1,879,907	271,564
Deferred OPEB Inflow	6,330,768	1,416,256	973,048	562,712	9,282,784	822,086
<b>Total deferred inflows of resources</b>	<b>7,737,404</b>	<b>1,723,934</b>	<b>1,138,641</b>	<b>562,712</b>	<b>11,162,691</b>	<b>1,093,650</b>
<b>Net Position</b>						
Net Investment in Capital Assets	89,440,004	1,360,516	23,799,630	2,099,606	116,699,756	(307,450)
Restricted:						
Water Conservation	372,803	-	-	-	372,803	-
Unrestricted	11,130,194	(923,156)	(1,283,306)	(245,074)	8,678,658	3,422,791
<b>Total net position</b>	<b>\$ 100,943,001</b>	<b>\$ 437,360</b>	<b>\$ 22,516,324</b>	<b>\$ 1,854,532</b>	<b>\$ 125,751,217</b>	<b>\$ 3,115,341</b>

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

City of Titusville, Florida

Statement of Revenues, Expenses, and Changes in Net Position  
 Proprietary Funds  
 For the Fiscal Year Ended September 30, 2025

	Business-Type Activities - Enterprise Funds						Governmental Activities Internal Service Funds
	Major Funds			Non-Major Funds		Total	
	Water/Sewer Utility	Solid Waste System	Stormwater Utility	Municipal Marina			
<b>Operating revenues</b>							
Charges for sales and services	\$ 29,171,874	\$ 7,553,633	\$ 3,603,209	\$ 1,417,590	\$ 41,746,306	\$ 22,461,062	
Claims settlements	-	-	-	-	-	247,254	
<b>Total operating revenues</b>	<b>29,171,874</b>	<b>7,553,633</b>	<b>3,603,209</b>	<b>1,417,590</b>	<b>41,746,306</b>	<b>22,708,316</b>	
<b>Operating expenses</b>							
Salaries and employee benefits	11,107,855	2,898,973	1,378,844	31,766	15,417,438	2,164,752	
Supplies and materials	2,846,734	264,318	122,970	446,759	3,680,781	5,059,256	
Contract services	593,518	28,770	325,607	607,205	1,555,100	1,150,229	
Other services and charges	9,561,587	2,691,303	1,022,950	227,458	13,503,298	14,304,878	
Depreciation	6,350,311	641,989	1,231,265	171,561	8,395,126	275,610	
<b>Total operating expenses</b>	<b>30,460,005</b>	<b>6,525,353</b>	<b>4,081,636</b>	<b>1,484,749</b>	<b>42,551,743</b>	<b>22,954,725</b>	
<b>Operating income (loss)</b>	<b>(1,288,131)</b>	<b>1,028,280</b>	<b>(478,427)</b>	<b>(67,159)</b>	<b>(805,437)</b>	<b>(246,409)</b>	
<b>Nonoperating revenues (expenses)</b>							
Investment earnings	1,391,443	64,632	271,333	-	1,727,408	271,517	
Miscellaneous	151,057	131,009	883	2,239	285,188	1,335,539	
Intergovernmental revenue	188,218	30,870	1,791,165	32,897	2,043,150	3,868	
Interest and amortization expense	(620,487)	(42,459)	(13,246)	-	(676,192)	(128,795)	
Gain (loss) on disposition of capital assets	33,862	13,286	12,428	-	59,576	-	
<b>Total nonoperating revenues (expenses)</b>	<b>1,144,093</b>	<b>197,338</b>	<b>2,062,563</b>	<b>35,136</b>	<b>3,439,130</b>	<b>1,482,129</b>	
<b>Income/(loss) before contributions and transfers</b>	<b>(144,038)</b>	<b>1,225,618</b>	<b>1,584,136</b>	<b>(32,023)</b>	<b>2,633,693</b>	<b>1,235,720</b>	
Capital contributions	3,957,368	-	764,865	-	4,722,233	-	
Capital grants	-	-	26,823	-	26,823	-	
Transfers in	145,469	447,000	-	-	592,469	-	
Transfers out	(1,923,428)	-	(447,000)	-	(2,370,428)	-	
<b>Change in net position</b>	<b>2,035,371</b>	<b>1,672,618</b>	<b>1,928,824</b>	<b>(32,023)</b>	<b>5,604,790</b>	<b>1,235,720</b>	
<b>Total net position - beginning</b>	<b>98,907,630</b>	<b>(1,235,258)</b>	<b>20,587,500</b>	<b>1,886,555</b>	<b>120,146,427</b>	<b>1,879,621</b>	
<b>Total net position - ending</b>	<b>\$ 100,943,001</b>	<b>\$ 437,360</b>	<b>\$ 22,516,324</b>	<b>\$ 1,854,532</b>	<b>\$ 125,751,217</b>	<b>\$ 3,115,341</b>	

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

City of Titusville, Florida

**Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended September 30, 2025**

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major Funds			Non-Major Fund	Total	
	Water/ Sewer Utility	Solid Waste System	Stormwater Utility	Municipal Marina		
Cash flows from operating activities:						
Cash received from customers	\$ 30,459,384	\$ 7,347,398	\$ 3,937,920	\$ 1,357,707	\$ 43,102,409	\$ 21,776,080
Cash paid to employees	(11,884,994)	(3,903,895)	(1,688,310)	(143,048)	(17,620,247)	(2,375,407)
Cash paid to suppliers	(12,197,734)	(2,931,387)	(1,411,761)	(1,226,109)	(17,766,991)	(20,035,662)
Other receipts	151,057	131,009	883	2,239	285,188	1,335,539
<b>Net cash provided/(used) by operating activities</b>	<b>6,527,713</b>	<b>643,125</b>	<b>838,732</b>	<b>(9,211)</b>	<b>8,000,359</b>	<b>700,550</b>
Cash flows from noncapital financing activities:						
Transfers from other funds	145,469	447,000	-	-	592,469	-
Transfers to other funds	(1,923,428)	-	(447,000)	-	(2,370,428)	-
Intergovernmental grant proceeds	188,218	30,870	1,791,165	32,897	2,043,150	3,868
Interfund loans	-	-	(217,444)	-	(217,444)	-
<b>Net cash provided by/(used in) by noncapital financing activities</b>	<b>(1,589,741)</b>	<b>477,870</b>	<b>1,126,721</b>	<b>32,897</b>	<b>47,747</b>	<b>3,868</b>
Cash flows from capital and related financing activities:						
Impact fees	3,957,368	-	-	-	3,957,368	-
Acquisition and construction of capital assets	(17,136,677)	(729,312)	(2,311,862)	-	(20,177,851)	(1,971,314)
Capital grants	-	-	26,823	-	26,823	-
Proceeds from sale of capital assets	33,862	13,286	12,428	-	59,576	-
Principal payments of long-term debt	(1,967,366)	1,110,900	975,658	-	119,192	(40,742)
Proceeds from issuance of long-term debt	-	(729,312)	(557,920)	-	(1,287,232)	-
Interest paid	(670,902)	(40,807)	(13,181)	-	(724,890)	(102,398)
<b>Net cash provided by/(used in) by capital and related financing activities</b>	<b>(15,783,715)</b>	<b>(375,245)</b>	<b>(1,868,054)</b>	<b>-</b>	<b>(18,027,014)</b>	<b>(2,114,454)</b>
Cash flows from investing activities:						
Interest on pool investments	1,574,258	64,632	271,333	-	1,910,223	271,517
Purchase of investments	-	-	-	-	-	-
Sale of investments	-	-	-	-	-	-
<b>Net cash provided by/(used in) investing activities</b>	<b>1,574,258</b>	<b>64,632</b>	<b>271,333</b>	<b>-</b>	<b>1,910,223</b>	<b>271,517</b>
<b>Net change in Cash and cash equivalents</b>	<b>(9,271,485)</b>	<b>810,382</b>	<b>368,732</b>	<b>23,686</b>	<b>(8,068,685)</b>	<b>(1,138,519)</b>
Cash and cash equivalents, beginning of year	29,246,085	446,210	-	675,666	30,367,961	8,211,643
Cash and cash equivalents, end of year	<b>\$ 19,974,600</b>	<b>\$ 1,256,592</b>	<b>\$ 368,732</b>	<b>\$ 699,352</b>	<b>\$ 22,299,276</b>	<b>\$ 7,073,124</b>
Cash and cash equivalents classified as:						
Unrestricted	19,845,017	1,256,592	368,732	699,352	22,169,693	6,973,124
Restricted	129,583	-	-	-	129,583	100,000
<b>Total cash and cash equivalents</b>	<b>\$ 19,974,600</b>	<b>\$ 1,256,592</b>	<b>\$ 368,732</b>	<b>\$ 699,352</b>	<b>\$ 22,299,276</b>	<b>\$ 7,073,124</b>

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

City of Titusville, Florida

Statement of Cash Flows (Continued)  
 Proprietary Funds  
 For the Fiscal Year Ended September 30, 2025

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major Funds			Non-Major Fund		
	Water/ Sewer Utility	Solid Waste System	Stormwater Utility	Municipal Marina	Total	
Reconciliation of operating income (loss) to net cash provided/(used) by operating activities:						
Operating income (loss)	\$ (1,288,131)	\$ 1,028,280	\$ (478,427)	\$ (67,159)	\$ (805,437)	\$ (246,409)
Adjustments to reconcile operating income (loss) to net cash provided by/(used in) operating activities:						
Depreciation	6,350,311	641,989	1,231,265	171,561	8,395,126	275,610
Nonoperating revenues (expenses)	151,057	131,009	883	2,239	285,188	1,335,539
Changes in assets and liabilities:						
Accounts receivables, net	(80,088)	(184,768)	126,599	(54,209)	(192,466)	(928,368)
Due from other governments	1,327,515	(30,870)	208,112	1,926	1,506,683	(3,868)
Inventories	(316,922)	-	-	3,908	(313,014)	5,050
Prepaid items	-	-	-	-	-	-
Accounts payable and accrued liabilities	1,121,027	53,004	59,766	51,405	1,285,202	300,651
Customer deposits	40,083	9,403	-	(7,600)	41,886	-
Compensated absences	13,580	9,195	13,238	-	36,013	14,954
Claims payable	-	-	-	-	-	173,000
Net Pension liability	(264,054)	(176,106)	(52,464)	-	(492,624)	(62,864)
Net OPEB liability	(526,665)	(838,011)	(270,240)	(111,282)	(1,746,198)	(162,745)
<b>Net cash provided/(used) by operating activities</b>	<b>\$ 6,527,713</b>	<b>\$ 643,125</b>	<b>\$ 838,732</b>	<b>\$ (9,211)</b>	<b>\$ 8,000,359</b>	<b>\$ 700,550</b>
Noncash investing, capital and financing activities:						
Capital Retainage/Contracts Payable	183,525	(23,900)	(12,834)	-	146,791	11,261
Transfer of assets to joint venture, net of proceeds	182,815	-	-	-	182,815	-

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

City of Titusville, Florida

Statement of Net Position  
 Fiduciary Funds  
 September 30, 2025

	Pension (and Other Employee Benefit)	
	Trust Funds	Custodial Funds
<b>Assets</b>		
Cash and cash equivalents with trustee	\$ 3,212,016	\$ 186,201
Equity in pooled cash		
Receivables		
Interest and dividends receivable	576,250	-
Total receivables	576,250	-
Investments, at fair value:		
Fixed Income	32,676,619	-
Equities	87,610,781	-
Mutual funds	32,942,076	-
Real estate funds	13,870,142	-
Total investments	167,099,618	-
<b>Total assets</b>	<b>170,887,884</b>	<b>186,201</b>
<b>Liabilities</b>		
Accounts payable	193,074	-
<b>Total Liabilities</b>	<b>193,074</b>	<b>-</b>
<b>Net Position</b>		
Restricted for pensions	165,448,597	-
Restricted for other post employment benefits	5,246,213	-
Restricted for Custodial Funds		186,201
<b>Total Net Position</b>	<b>\$ 170,694,810</b>	<b>\$ 186,201</b>

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

City of Titusville, Florida

Statement of Changes in Net Position  
 Fiduciary Funds  
 For the Fiscal Year Ended September 30, 2025

	Pension (and Other Employee Benefit)	
	Trust Funds	Custodial Funds
<b>Additions</b>		
Contributions:		
Employer	4,730,150	-
Employee	1,689,249	-
State of Florida	1,233,582	-
Other additions	-	43,382
Total contributions	<u>7,652,981</u>	<u>43,382</u>
Investment earnings:		
Interest & dividends	4,788,543	-
Net change in fair value of investments	<u>11,629,579</u>	<u>-</u>
Total investment earnings	16,418,122	-
Less investment expense	<u>(562,633)</u>	<u>-</u>
Net investment earnings	<u>15,855,489</u>	<u>-</u>
Total additions	<u>23,508,470</u>	<u>43,382</u>
<b>Deductions</b>		
Pension and other employee benefits	11,307,842	-
Administrative expenses	328,530	-
Other deductions	-	34,839
Total deductions	<u>11,636,372</u>	<u>34,839</u>
Change in net position	<u>11,872,098</u>	<u>8,543</u>
Net position - beginning	<u>158,822,712</u>	<u>177,658</u>
Net Position - ending	<u>\$ 170,694,810</u>	<u>\$ 186,201</u>

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

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 1. Summary of Significant Accounting Policies**

The accompanying financial statements present the financial position, results of operations, and cash flows of the applicable fund types governed by the City Council of the City of Titusville, Florida ("City") and are prepared in conformity with Generally Accepted Accounting Principles ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the City's accounting policies are described below:

A. Financial Reporting Entity

The City of Titusville was founded in 1867 and incorporated on July 13, 1887 as a political subdivision of the State of Florida and a municipal corporation with a five-member Council, including a Mayor and Vice-Mayor. The registered voters of the City of Titusville elect the Mayor and the City Council. The entire Council selects the Vice-Mayor. The Council appoints the City Manager, who in turn performs as the administrator of the everyday operations of the City. The City provides a full range of municipal services as directed by the City Charter including general government, public safety, public improvements, planning and zoning, water and sewer service, refuse collection, a recycling program, a stormwater utility program, and related general and administrative services to 51,076 residents.

The accompanying basic financial statements present the City of Titusville and its component unit, entities for which the City of Titusville is considered financially accountable in accordance with GASB Statement No. 61, *The Financial Reporting Entity*, as amended. Blended component units are, in substance, a part of the City's operations although they are legally separate entities. The blended component unit is reported as part of the major governmental funds.

Blended Component Unit. The Downtown Community Redevelopment Agency ("CRA") was created by Resolution 25-1982 pursuant to Florida Statutes Chapter 163.357. Membership consists of all five members of the Titusville City Council and two citizen members. The CRA has two units of revenue which are Ad Valorem Taxes paid by Brevard County, Florida and the Ad Valorem Taxes paid by the City of Titusville. The uses for these two sources of funding are the restoration/redevelopment and elimination/prevention of slum and blighted areas and may include clearance, rehabilitation, and /or conservation in the redevelopment area in accordance with their respective community redevelopment plans as authorized by the CRA Board. The former plan was created in 1985 and CRA is reported as a major fund of the City.

The Downtown Community Redevelopment Agency ("CRA") issues a separate annual financial statement. Questions concerning any of the information provided on the CRA's annual reports or request for additional financial information should be addressed to the Finance Director, City of Titusville, FL, P.O. Box 2806, Titusville, Florida 32781-2806.

Equity Interest in Joint Venture. On May 24, 2010, the City entered into a joint venture with Farmton Water Resources LLC (Farmton) for establishing a cooperative arrangement for the construction, installation and operation of a well field for the supply of water to the benefit of existing and future customers. The partnership created a limited liability company TIFA LLC (TIFA) for that purpose. The City and Farmton are required to contribute 50% each to the cost of constructing and maintaining the well field. A management committee manages the business operations and the affairs of TIFA. The management committee designated by the City and by Farmton, respectively, is made up of two members. Distribution of the amount equal to all cash receipts less all cash expenditures will be made, no less frequently than annually, based on membership interest at the time.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

On dissolution, the members' capital of TIFA will be distributed based on the membership interest at the time. At September 30, 2025, the City's membership interest was 50%. The City's investment in TIFA as of December 31, 2024, TIFA's latest financial statements during the City's fiscal year, is reported as a business-type activity noncurrent asset in the statement of net position. TIFA's activities for the year ended December 31, 2024 are separately presented on the financial statements for TIFA and can be obtained at the City of Titusville, Mourning Dove Water Treatment Plant, 2386 Garden Street, Titusville, Florida 32796.

The Titusville City Council makes appointments to the membership of the following agencies and, in some cases, approves funding assistance on an annual basis. However, since these organizations are governed by a separate autonomous body and do not meet the criteria for inclusion as a component unit, the agencies listed below have been excluded as a part of the reporting entity.

***Titusville Housing Authority*** consists of nine members appointed by the City's Mayor with approval required by City Council but otherwise has no substantive relationship with the City. The Housing Authority has the power to purchase property, lease property, construct or rehabilitate property, hire employees and, in general, transact their official affairs much like the City Council. The Authority has the responsibility to initiate housing programs that will lead to a safe, sanitary, and healthy dwelling unit for low-income families at rents that such persons can afford. The Housing Authority is partially funded by Brevard County and the Federal government and is responsible for preparing its own annual financial statements.

***North Brevard Parks and Recreation Commission*** consists of nine members, four of which are appointed by the Titusville City Council, four appointed by the Brevard County Board of County Commissioners ("County"), and one appointed by the Brevard County Board of Public Instruction. The objective of this commission is to provide, administer, and maintain joint parks and recreational and cultural facilities for use by and benefit of the Brevard County Commission District I and participating municipalities. Although the City Council may approve funding assistance by means of a funding agreement and though the services are provided within the City's geographical area, the County is responsible for budget adoption, fiscal management, financial reporting, etc.

***North Brevard Hospital District Board*** consists of nine members; three of which are appointed by the Titusville City Council, three appointed by the Brevard County Board of County Commissioners ("County"), and the remaining three are also appointed by the County but are subject to confirmation by the City. The hospital district is charged with the responsibility of establishing, constructing, equipping, operating, maintaining, repairing, and/or leasing a hospital(s). This board operates as an independent special district created by the Florida Legislature and is responsible for its own financial activities and ensuring that an annual independent audit be conducted.

***North Brevard Library District Board*** consists of seven members; the Titusville City Council appoints five and the County appoints two. The Library board has no substantive relationship with the City; it is charged with the responsibility of operating the City and County libraries within the North Brevard District. This board operates as a dependent district of the County. The County funds the operations of this board; controls surplus funds, and is responsible for funding deficits and financial reporting.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

**North Brevard Economic Development Zone Board** consists of nine members; the City of Titusville appoints three, the District 1 County Commissioner ("County") appoints three, and the Board of County Commissioners ("County") appoint three with the approval of the Titusville City Council. This board provides economic development assistance which are valuable tools available to the County, the City and their respective Economic Development agencies for attracting business to all parts of North Brevard County. All economic development activities, operations, services, acquisitions and functions performed by the Board are funded from the Tax Increment established, levied and collected in accordance with the Tax Increment Ordinance or other revenues or funds available to the Board. The zone was dissolved May 20, 2025 due to funding reallocations by vote of the Brevard County Commissioners.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent, on fees and charges for support services.

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. Certain indirect expenses are included in the program expense reported for individual functions and segments. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues, are reported as general revenues.

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

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

The government-wide, proprietary fund and trust fund financial statements use a flow of economic resources measurement focus to determine net income and financial position. Custodial funds use the economic resources measurement focus and assets and liabilities are measured on the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

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

Property taxes are levied for governmental revenue when eligibility requirements are met. Franchise taxes, certain other tax revenues, licenses, charges for services, and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable and available only when the City receives cash.

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.
- The *Downtown Community Redevelopment Agency Fund, a special revenue fund*, is used to account for revenues provided by an incremental increase in Ad Valorem taxes levied each year and donations from private sources, which are restricted to the redevelopment of designated areas within the City's downtown area.
- *American Rescue Plan Act of 2021, a special revenue fund*, is a stimulus bill passed by the US Congress. The bill was a response to the COVID-19 Pandemic by addressing both the health and economic impacts of the pandemic. In states and local governments it helps address losses in revenue during the pandemic. Much of the funding is now available to be spent on key projects in cities and towns across America.

The City reports the following major proprietary funds:

- The *Water and Sewer Utility Fund* is used to account for the activities of the City's water and wastewater systems, which are financed similar to private business enterprises, where the costs, including depreciation, of providing services to the general public on an ongoing basis are financed through user charges.
- The *Solid Waste System Fund* accounts for the activities of the City's refuse collection and recycling services.
- The *Stormwater Utility Fund* accounts for the activities of the City's stormwater management, conservation, protection, control, use and enhancement of stormwater

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

Additionally, the City reports the following fund types as non-major and fiduciary funds:

- *Special Revenue Funds* account for specific revenue resources that are restricted by law or administrative action for specific purposes.
- *Debt Service Funds* account for the accumulation of resources for and the payment of principal and interest on certain long-term debt.
- *Municipal Marina Fund* accounts for the provision of a special recreation facility to the residents of the City and County.
- *Capital Projects Funds* account for financial resources segregated for the acquisition or construction of capital facilities.
- *Internal Service Funds* account for fleet management services, management information systems, and employees' group and self-insured loss activities (workers compensation and liability).
- *Fiduciary Trust Funds* account for the activities of the Police Officers' and Firefighters' Pension Trust, the General Employees' Pension Trust and the Other Post-Employment Benefits (OPEB) Trust, which accumulate resources for retirement and other post-employment benefit payments to qualified employees.
- *Custodial Funds* account for the collection and payments of Performance Bonds held by the City in escrow.

As a rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes where amounts are reasonably equivalent in value to the inter-fund services provided and other charges between the government's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include:

1. Charges to customers or applicants for goods, services, or privilege provided.
2. Operating grants and contributions.
3. Capital grants and contributions.

Internal, dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewer Utility Fund, the Solid Waste System Fund, the Stormwater Utility Fund and the Municipal Marina Fund and of the City's Internal Service Funds are charges to customers for sales and services. The Water and Sewer Utility Fund also recognize as operating revenue the portion of tap connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for the Enterprise Funds and Internal Service Funds 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.

The preparation of the basic financial statements in conformity with the accounting principles generally accepted in the United States requires management to make use of estimates that affect reported amounts in the basic financial statements. Actual results could differ from estimates.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources before unrestricted resources.

D. Tax Abatements

Effective December 15, 2015, the City adopted the provisions of GASB Statement No. 77, *Tax Abatement Disclosures*. The City enters into property tax abatement agreements with local business under Florida Statute Chapter 196.1995 (Economic Development AD Valorem Tax Exemption Regulation of Titusville, Florida, Ordinance No. 3-1995). Under the Ordinance, localities may grant property tax abatements of up to 100% of a business' property tax bill for the purpose of attracting or retaining business within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the City.

For the fiscal year ending September 30, 2025, the City did not abate any property taxes under this program.

E. Assets, Liabilities, and Net Position

1. *Deposits and Investments*

The City's cash consists of cash on hand, demand deposits, and equity in pooled cash. The equity in pooled cash represents a fund's share of a cash pool maintained by the City for the use of all funds except the trust funds and funds that require separate bank accounts.

Florida Statutes and/or the respective investment policies authorize, limit and restrict the City's investments and the investments of the City's pension funds (General Employees' and the Police Officers' and Firefighters'). Investments are stated at fair value (based on quoted market price).

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 1. Summary of Significant Accounting Policies (continued)**

2. *Receivables and Payables*

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “advances to/from other funds”. The current portion of the advances to/from other funds represents the amount of the receivable/payable that is due within one year, and the remaining outstanding balance is the non-current portion of these interfund loans. Accounts receivable balances are shown net of the allowance for uncollectibles. The allowances are determined based on management estimates of uncollectible amounts considering the customers’ ability to pay and historical experience.

3. *Inventories*

Inventories are valued at the lower of cost or market, using the first-in/first-out (“FIFO”) method or the weighted-average method. Inventories of supplies are reported at cost, whereas inventories held for resale are reported at lower of cost or market. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased. Payments made to vendors for services that will provide benefit beyond the current fiscal year are recorded as prepaid items.

4. *Donations*

Many assets are measured based on measurement attributes other than fair value. Donated capital assets, works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value, not fair value. Entry price measurement is more appropriate than an exit price because (a) the transaction represents the government acquiring the asset and (b) it would result in a similar measurement as if the government had purchased the asset.

5. *Prepaid Items*

Prepaid items are payments made in advance for goods or services that will be received or used in future periods. These expenses are initially recorded as assets on the balance sheet. Over time, as the services are rendered or goods are consumed, the prepaids are gradually expensed, reducing the asset balance and recognizing the cost in the appropriate accounting period.

6. *Restricted Assets*

Certain proceeds of revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets in the government-wide financial statements and the enterprise fund statements because their use is limited by applicable legal indentures imposed by bond covenants. The restricted assets are used to report resources set aside to provide a reserve for debt service and for the acquisition of capital assets.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

7. *Capital Assets*

In the government-wide and proprietary fund financial statements, property, infrastructure, plant and equipment purchased or acquired are carried at historical cost or estimated historical cost. Contributed assets are recorded at acquisition value as of the date received. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of greater than one year. General infrastructure assets (such as roads, bridges, and similar items) are reported at actual cost or are reported at estimated historical cost using deflated replacement costs. The cost of normal maintenance and repairs to these assets that do not add materially to the value of the asset or materially extend the assets' useful lives are not capitalized.

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

Buildings and improvements, improvements other than buildings, and furniture and equipment (including assets depreciated under lease purchase contracts) are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Infrastructure	10 - 50
Buildings and improvements	30 - 40
Improvements other than buildings	20 - 50
Furniture and equipment	5 - 20
Utility plant	20 - 50

In the governmental fund financial statements, capital assets acquired are accounted for as capital outlay expenditures and are not capitalized or depreciated.

8. *Deferred Outflows/Inflows of Resources*

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows/inflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an expense or expenditure until then. The City currently has a deferred loss on refunding and a deferred net difference between projected and actual earnings on pension plan investments that meet this criterion.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial element, Deferred Inflows of Resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as revenue until then.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 1. Summary of Significant Accounting Policies (continued)**

The deferred outflows/inflows related to pensions and OPEB are calculated in accordance with GASB Statement No. 68 and GASB Statement No. 75. The deferred outflows/inflows related to pension and OPEB will be recognized as a component of pension/OPEB expense in future reporting years. Details on the composition of deferred outflows/inflows related to pensions and OPEB are reported in subsequent notes.

*9. Compensated Absences*

The City records a liability for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability is recorded at year-end based on each employee's earned, unused vacation and sick hours and current rate of pay, including the City's share of Social Security and Medicare taxes. All compensated absences are accrued when incurred in the government-wide and proprietary fund financial statements as accrued liabilities. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The liability for compensated absences in the enterprise fund types is liquidated in the enterprise fund in which the liability originally incurred. The estimated obligation recorded in the government-wide statements, for governmental activities, is to be funded from future financial resources from the general fund.

*10. Long-Term Obligations*

In the government-wide financial statements and the proprietary fund types fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which is not materially different than the interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

*11. Fund Balance and Net Position*

**Fund Balance Stabilization Policy:** The City's policy is to maintain a General Fund Stabilization Fund Balance to provide for severe economic downturns where more than 20% of revenues supporting critical basic operations are projected to decline for more than two years or permanently or when there are unreimbursed expenditures for major natural disasters affecting the safety of citizens (hurricanes, wildfires, tornadoes). The City Council has adopted a resolution establishing a minimum committed fund balance reserve of \$8,761,186 for the Stabilization Fund, which is equal to 60 days of annually budgeted operating expenditures.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

In the Government-wide and Proprietary Fund Financial Statements, net positions are classified in the following categories:

**Net Investment in Capital Assets** – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets will reduce this category.

**Restricted Net Position** – This category represents the net position of the City which is restricted by constraints placed on the use by external groups such as creditors, grantors, contributors or laws or regulations of other governments or through constitutional provisions or enabling legislation.

**Unrestricted Net Position** – This category represents the net position of the City which is not restricted for any project or other purpose.

In the Fund Financial Statements, fund balances of governmental funds are classified in five separate categories. The five categories, and their general meanings, are as follows:

**Nonspendable Fund Balance** - This category includes that portion of fund equity that is not in a spendable form (such as inventories) or is required to be maintained intact (such as principal of an endowment fund).

**Restricted Fund Balance** - This category includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example grant providers), constitutionally, or through legislation (that is, legislation that creates a new revenue source and restricts its use). Restrictions may be changed or lifted only with the consent of the resource providers.

**Committed Fund Balance** - This category includes amounts that can be used only for the specific purposes determined by a formal action of the highest level of decision-making authority, which is generally adoption of a City ordinance but may also be through adoption of a City resolution in certain cases. The formal action needed to commit fund balance amounts could be a resolution or ordinance. The adoption of the resolution or ordinance occurs during formal City Council meetings, with the Council determining whichever is the highest authority required for the subject matter. The resolution or ordinance remains in effect until the City Council changes or revokes them. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.

**Assigned Fund Balance** - This category comprises amounts intended to be used by the government for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund. Assignments may be made only by City Council or, as provided by Resolution 29-2011, the Finance Director.

Notes to the Financial Statements  
September 30, 2025

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**Note 1. Summary of Significant Accounting Policies (continued)**

**Unassigned Fund Balance** - This category is the residual classification for the general fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund. The City considers unassigned amounts as spent when an expense is incurred.

Spending order of fund balance per Resolution 29-2011: The City uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use restricted fund balance, followed by committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

F. Implementation of New Accounting Pronouncements

The city implemented GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*, in the current year and noted no accounting changes that were applicable.

Notes to the Financial Statements  
September 30, 2025

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**Note 2. Reconciliation of Government-wide and Fund Financial Statements**

***Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position:***

The Governmental Fund Balance Sheet includes a reconciliation between *fund balance - total governmental funds and net position - governmental activities* as reported in the Government-wide Statement of Net Position.

***Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance and the Government-wide Statement of Activities:***

The Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance includes a reconciliation between *net changes in fund balance - total governmental funds and changes in net position of governmental activities* as reported in the Government-wide Statement of Activities.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 3. Stewardship, Compliance and Accountability**

A. Budgetary Information

The annual operating budgets are adopted by City Council using the following procedures:

- Annual budgets are adopted for all funds of the City except for the Pensions and OPEB Trust funds. These three funds are effectively monitored by governing agreements and by related City Ordinances. The annual operating budgets are prepared on a basis consistent with generally accepted accounting principles. Annual budget appropriations lapse at the end of each fiscal year, except for unexpended appropriations on open grant programs and capital projects, which are reappropriated in subsequent annual budgets.
- Encumbrance accounting is employed in governmental funds. Encumbrances represent open purchase orders and other commitments for goods/services that are not yet received and are recorded to reserve that portion of the applicable appropriation. Encumbrances are recognized as expenditures in the period in which the actual goods/services are received and a liability is incurred. Encumbrances outstanding at year-end are canceled and re-appropriated in the succeeding year's budget; such amounts, if material, are disclosed in the notes as commitments.
- Before the end of the current fiscal year, the City Manager prepares a recommended budget for the next succeeding fiscal year and submits it to the City Council. The recommended budget includes proposed expenditures and the source of receipts to finance them.
- The City Council may hold a special budget workshop(s) in addition to a minimum of two public hearings on the proposed budget and adopts the official annual budget of the City, by ordinance, prior to September 30.
- The budget, as adopted, may only be amended through formal approval by City Council. Budgetary integration is established in the accounting records for control purposes at the object of expenditure level. The City Manager may transfer budgeted amounts between general classifications of expenditures within a department or division of the City without formal approval by City Council.

B. Ad Valorem Property Taxes

Under Florida law, the assessment of all properties and the collections of all county, municipal, and school board property taxes are consolidated in the offices of the County Property Appraiser and the County Tax Collector. Florida Statutes regulating tax assessment are also designed to assure a consistent property valuation method statewide. State Statutes permit cities to levy property taxes at a rate of up to ten (10) mills. The millage rate in effect for the fiscal year ended September 30, 2025, was 6.5817 and the Series 2015 General Obligation Bond voted debt millage was 0.1936 for a total millage of 6.7753.

Notes to the Financial Statements  
September 30, 2025

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**Note 3. Stewardship, Compliance and Accountability (continued)**

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

Property taxes are levied in November and attached as a lien on property as of January 1 of each year. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% for payments received in the month of November, 3% for payments received in the month of December, 2% for payments received in the month of January and 1% for payments received in the month of February. The taxes paid in March are not subject to discount. Tax certificates on all property for which taxes are delinquent are sold on or about June 1 of each year.

C. Connection Fees and Impact Fees

Water and sewer connection fees represent reimbursement of the costs incurred to perform the connection of the respective utilities. These fees are recorded as operating revenue at the time of service. Impact fees, which are not considered connection fees since they substantially exceed the cost of connection, are recorded as non-operating revenue in the period earned in the appropriate enterprise fund.

D. Administrative Service Charges

Administrative services are provided by various departments within the general fund to other funds of the City. Charges for these services are based on a formal independent third-party cost allocation plan review that is based on work unit factors relative to the funds involved. The administrative service charges are recorded as revenues in the general fund and as operating expenses in the fund being charged.

E. Transportation Impact Fees

The City entered into an interlocal agreement with Brevard County, Florida to ensure that the transportation impact fees necessary for adequate provision of roadways are imposed upon and collected from new development in an equitable and fair manner, and are appropriated and expended in accordance with the applicable laws. All transportation impact fees collected by the County within the City are deposited by the County in a trust fund and may be used for eligible improvements within the City's corporate limits at the County's discretion. There were no appropriations of transportation impact fees this fiscal year by the County for projects.

Notes to the Financial Statements  
September 30, 2025

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**Note 4. Detailed Notes on all Funds**

A. Deposits

At September 30, 2025, the carrying amount of the City's bank deposits and petty cash for governmental and business-type activities was \$7,645,321 and the trust funds' carrying amount of bank deposits was \$28,661. The bank balance at September 30, 2025 was \$6,857,814, all of which is held by a bank that qualifies as a public depository, as required by Chapter 280 of the Florida Statutes. All of the deposits were covered by the FDIC or collateralized in accordance with the "Florida Security for Public Deposits Act". Under the Act, every qualified public depository shall deposit with the Treasurer eligible collateral having a fair value equal to 50% of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. If the public deposits exceed the total amount of the regulatory capital accounts of a bank or the regulatory net worth of a saving association, the required collateral shall have a fair value equal to 125% of the deposits. Of the bank balance, no amount was uninsured and uncollateralized in banks not qualifying under the Act at September 30, 2025.

B. Investments

*Government-wide Funds*

On January 24, 2023, the City Council approved Resolution 3-2023, updating the City's investment policy. Pursuant to Section 218.415, Florida Statutes, the City's investment policy establishes permitted investments, asset allocation limits and issuer limits, credit rating requirements and maturity limits to protect the City's cash and investment assets. The City maintains a cash and investment pool for the use of all funds except the pension & OPEB trust funds and funds related to the issuance of debt where there are other existing policies or indentures in effect for such funds.

The City's investment policy allows for the following investments: United States Treasury, Government National Mortgage Association (GNMA), Other United States Government Guaranteed (AID, GTC), Federal Agency and Government-Sponsored Enterprise, Supranationals where U.S. is a shareholder and voting member, Corporates, Municipals, Agency Mortgage-Backed Securities (MBS), Asset-Backed Securities (ABS), Non-Negotiable Collateralized Bank Deposits or Savings Accounts, Commercial Paper (CP), Repurchase Agreements (Repo or RP), Money Market Funds (MMFs), Intergovernmental Pools (LGIPs), and Florida Local Government Surplus Funds Trust Funds ("Florida Prime").

Interest Rate Risk

The City's investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements and investments of current operating funds that will have maturities of no longer than twenty-four (24) months. Investments of bond reserves, construction funds, and other non-operating funds shall have a term appropriate to the need for funds and in accordance with debt covenants, but should not exceed five and one-half (5.5) years. Also, the maximum effective duration of the overall portfolios shall not exceed three (3) years.

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

**Note 4. Detailed Notes on all Funds (continued)**

As of September 30, 2025, the City's governmental and business-type activities had the following investments and effective duration presented in terms of years:

Government-wide Investment Type	Investment Maturities (in Years)		
	Fair Value	Less Than 1	1-5
Investments Subject to Rate Risk:			
Money Market Mutual Funds	\$ 776,285	\$ 776,285	\$ -
Federal Agency Collateralized Mortgage Obligation	36,593	-	36,593
Federal Agency Mortgage-Backed Security	499,715		499,715
Federal Agency Commercial Mortgage-Backed Security	5,582,868	1,179,420	4,403,448
Municipal Bonds/Notes	226,045		226,045
U.S. Treasury Bonds/Notes	15,712,356	-	15,712,356
Corporate Notes	14,771,812	694,921	14,076,891
Bank Notes	518,707	-	518,707
Asset-Backed Securities/Collateralized	10,785,678	8,954	10,776,724
<b>Total Investments</b>	<b>\$ 48,910,059</b>	<b>\$ 2,659,580</b>	<b>\$ 46,250,479</b>

Money market mutual funds are valued at amortized cost. All other investments are valued by fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Above investments measured at fair value are based on Level 2 inputs.

The City has the following recurring fair value measurements as of September 30, 2025:

- U.S. Treasury Bonds of \$ 15.7 million are valued using a matrix pricing model (Level 2 inputs)
- Corporate Notes of \$ 14.8 million are valued using a matrix pricing model (Level 2 inputs)
- Federal Agency Mortgage -Backed Security of \$ 5.6 million are valued using a matrix pricing model (Level 2 inputs)
- Asset-Backed Securities/Collateralized 10.8 million are valued using a matrix pricing model (Level 2 inputs)

Credit Risk

The City's investment policy permits investments, which are limited to credit quality ratings from nationally recognized rating agencies as follows:

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

Commercial Paper of any United States company that is rated, at the time of purchase, “Prime-1” by Moody’s and “A-1” by Standard & Poor’s (prime commercial paper). Corporate Notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States that have a minimum long term debt rating, at the time of purchase, of “Aa” by Moody’s and “AA” by Standard & Poor’s. Bankers’ Acceptances issued by a domestic bank which, at the time of purchase, has an unsecured, uninsured and unguaranteed obligation rating of at least “Prime-1” by Moody’s or “A-1” Standard & Poor’s and is ranked in the top fifty (50) United States banks in terms of total assets by the American Banker’s yearly report. State and/or local Government Taxable and/or Tax-Exempt Debt, general obligation and/or revenue bonds, rated at least “Aa” by Moody’s and “AA” by Standard & Poor’s for long-term debt, or rated at least “MIG-2” by Moody’s and “SP-2” by Standard & Poor’s for short-term debt. Money market funds shall be rated “AAAm” by Standard & Poor’s or the equivalent by another rating agency.

Intergovernmental Investment Pools shall be rated “AAA” by Standard & Poor’s or the equivalent by another rating agency.

As of September 30, 2025, the City had the following credit exposure as a percentage of total investments:

Security Type	Credit Rating	% of Portfolio Subject to Credit Risk
U.S. Treasury Bonds/Notes	Aa	32.70%
Federal Agency Commercial Mortgage/Backed Security	Aa	11.60%
Federal Agency Collateralized Mortgage Obligation	Aa	0.10%
Federal Agency Mortgage-Backed Security	Aa	1.00%
Municipal	Aa	0.50%
Corporate Note	A	20.10%
Corporate Note	Aa	9.70%
Corporate Note	Aaa	1.60%
Corporate Note	Baa	0.40%
Asset-Backed Security	Aaa	13.90%
Asset-Backed Security	NR	8.40%
Total		100.00%

Custodial Credit Risk

The City’s investment policy pursuant to Section 218.415(18), Florida Statutes requires securities, with the exception of certificates of deposits, shall be held with a third party custodian; and all securities purchased by, and all collateral obtained by the City should be properly designated as an asset of the City. The securities must be held in an account separate and apart from the assets of the financial institution. A third party custodian is defined as any bank depository chartered by the Federal Government, the State of Florida, or any other state or territory of the United States which has a branch or principal place of business in the State of Florida, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in the State of Florida. Certificates of deposits will be placed in the provider’s safekeeping department for the term of the deposit.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

As of September 30, 2025, the City's investment portfolio was uninsured and held with a third-party custodian in the City's name as required by the City's investment policy.

Concentration of Credit Risk

The City's investment policy has established asset allocation and issuer limits on the following investments, which are designed to reduce concentration of credit risk of the City's investment portfolio. At September 30, 2025, the City had no asset allocations or issuers in excess of these limits. The City had no investments in any one issuer that exceeded five percent or more of the total investments held by the City, other than those exempted under GASB Statement No. 40.

A maximum of 100% of available funds may be invested in United States Treasuries, 100% of available funds may be invested in Government National Mortgage Association with a 40% limit on individual issuers, 100% of available funds may be invested in United States Government Guaranteed investments with a 10% limit on individual issuers, 75% of available funds may be invested in United States Government Agencies (FNMA, FHLMC, FHLB, FFCB) with a 40% limit on individual issuers, 75% of available funds may be invested in United States Government Agencies other than those previously listed with a 10% limit on individual issuers, 25% of available funds may be directly invested in Supranationals with a 10% limit on individual issuers, 50% of available funds may be invested in Corporate Obligations with a 5% limit on individual issuers, 25% of available funds may be invested in State and/or Local Government Taxable and/or Tax-Exempt Debt with a limit of 5% on individual issuers, 25% of available funds may be invested in Agency Mortgage-Backed Securities with a 40% limit on individual issuers, 25% of available funds may be invested in Asset-Back Securities with a 5% limit on individual issuers, 50% of available funds may be invested in Non-Negotiable Collateralized Bank Deposits or Saving Accounts, 50% of available funds may be directly invested in Commercial Paper with a 5% limit on individual issuers, 25% of available funds may be invested in Repurchase Agreements with a 10% limit on individual issuers, 50% of available funds may be invested in Registered Investment Companies (Money Market Mutual Funds) with a 25% limit of individual issuers, 50% of available funds may be invested in Intergovernmental Investment Pools with a 25% limit on individual issuers, and 25% of available funds may be invested in Florida Local Government Surplus Funds Trust Funds.

*Fiduciary Funds*

Investments of the General Employees' and the Police Officers' & Firefighters' Pension Trust Funds (Pension Trust Funds) are limited by Florida Statutes, Chapters 112, 175 & 185 and by investment policies adopted by the Trusts' Board of Trustees. The allowable investment instruments include time deposits, savings and money market deposit accounts of a national bank, a state bank insured by the Bank Insurance Fund, a state or federal chartered credit union whose share accounts are insured by the National Credit Union Share Insurance Fund; obligations issued by the United States Government or obligations guaranteed as to principal and interest by the United States Government or by an agency of the United States Government; stocks, commingled funds, mutual funds and bonds or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States or the District of Columbia; bonds issued by the State of Israel; foreign stocks traded on the official exchange as recognized by the government where the exchange is located or on any of the major equivalent electronic exchanges; real estate investments made through participation in diversified commingled funds of real properties; commercial paper; and bankers acceptances.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

The Other Post-Employment Benefits (OPEB) Trust's assets are invested in a manner consistent with the standards set forth in Chapters 112 & 518 of the Florida Statutes, City of Titusville Ordinances and/or the Trust's Investment Policy. The authorized investments include commingled and mutual funds that comply with the Investment Company Act of 1940's diversification requirement, cash equivalents, common stock, preferred stock, publicly traded Real Estate Investment Trusts and U.S. Treasury, Federal Agencies and U.S. Government guaranteed obligations, investment grade municipal or corporate issues including convertibles.

Interest Rate Risk

The Pension Trust Funds and the OPEB Trust Fund do not have formal investment policies that limit investment maturities as a means of managing exposure to fair value losses arising from increased interest rates. Information about the sensitivity of the fair values of pension investments to market interest rate fluctuations is shown below. As of September 30, 2025, the Pension Trust Funds and the OPEB Trust Fund had the following investments and effective duration (based upon the fiscal year-end date) presented in terms of years:

Fiduciary Funds Investment Type	Investment Maturities (in Years)				
	Carrying Value	Less Than 1	1-5	6-10	More Than 10
Investments Subject to Rate Risk:					
Money Market Mutual Funds	\$ 3,212,016	\$ 3,212,016	\$ -	\$ -	-
Federal Agency Bonds/Notes	7,530,267	7,408	4,605,349	2,917,510	-
U.S. Treasury Bonds/Notes	8,479,051	-	7,060,904	1,418,147	-
Municipal Bonds/Notes	340,845	-	301,301	39,544	-
Corporate Debt	10,616,910	-	5,925,389	4,691,521	-
	<u>\$ 30,179,089</u>	<u>\$ 3,219,424</u>	<u>\$ 17,892,943</u>	<u>\$ 9,066,722</u>	<u>-</u>
Other Investments:					
Corporate Stock	\$ 87,610,781				
Mutual Funds - Bonds	7,117,251				
Mutual Funds - Equity	26,403,787				
Real Estate Funds	13,870,142				
Private Equity	1,918,568				
Total Investments	<u>\$ 167,099,618</u>				

The carrying value of cash with fiscal agent and money market mutual funds is based on amortized cost. The City has the following recurring fair value measurements as of September 30, 2025:

- U.S. Treasury Bonds of \$8.5 million are valued using a matrix pricing model (Level 2 inputs)
- Corporate Debt of \$10.6 million are valued using a matrix pricing model (Level 2 inputs).

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

- Federal Agency Bonds of \$7.5 million are valued using a matrix pricing model (Level 2 inputs)
- Municipal Bonds of \$0.34 million are valued using a matrix pricing model (Level 2 inputs)

The Pension Trust Funds and OPEB Trust Fund include investments in mutual bond funds that are not rated by nationally recognized rating agencies. These investments maintain an average maturity of 1-10 years and represent 7.45% of the plan net position.

Credit Risk

As a means of limiting exposure to credit risk, the pension trust funds are diversified by security type and institution, and holdings are limited in any one type of investment with any one single issuer with various durations of maturities.

The following table discloses credit ratings of debt securities by investment type, as of September 30, 2025, as applicable:

<b>Security Type</b>	<b>Credit Rating</b>	<b>% of Portfolio Subject to Credit Risk</b>
Municipal Bonds	AAA	0.54%
Corporate Notes	BBB	16.57%
Corporate Notes	BBB+	10.60%
Agency MBS	AA+	27.92%
US Government Bonds	AA+	31.44%
Municipal Bonds	AA-	0.36%
Corporate Notes	A+	0.82%
Corporate Notes	A	4.75%
Corporate Notes	A-	6.63%
Municipal Bonds	NR	0.37%
Total		<u>100.00%</u>

Custodial Credit Risk

As of September 30, 2025, the Pension Trust Funds and the OPEB Trust investments were uninsured, and held with a third-party custodian in the particular Trusts' names, as required by the respective investment policies.

Concentration of Credit Risk

The investment policies of the Pension Trust Funds and the OPEB Trust include limitations on the amount that can be invested in any one issuer, as well as maximum portfolio allocation percentages. At September 30, 2025, the fiduciary funds had no investments in excess of their respective policy limits. The City had no investments in any one issuer that exceeded five percent or more of the total investments held by the City, other than those exempted under GASB Statement No. 40.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

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Note 4. Detailed Notes on all Funds (continued)

C. Receivables

Receivables as of year-end, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Funds	General Fund	Downtown CRA	ARPA	Non-major Funds	Total
Receivables:					
Accounts	\$ 2,887,114	\$ 267	\$ -	\$ 70,671	\$ 2,958,052
Special Assessments	-	-	-	-	-
Intergovernmental	469,410	106,299	-	-	575,709
Gross receivables	3,356,524	106,566	-	70,671	3,533,761
Less: allowance for uncollectibles	(104,846)	-	-	-	(104,846)
Net total receivables	\$ 3,251,678	\$ 106,566	\$ -	\$ 70,671	\$ 3,428,915

Business-Type Funds	Water and Sewer	Solid Waste	Stormwater	Marina	Internal Services	Total
Receivables:						
Accounts	\$ 6,627,998	\$ 1,691,541	\$ 487,837	\$ 57,183	\$ 1,081,283	\$ 9,945,842
Intergovernmental	685,371	30,870	34,391	1,183	3,868	755,683
Gross receivables	7,313,369	1,722,411	522,228	58,366	1,085,151	10,701,525
Less: Allowance for uncollectibles	(1,964,377)	(311,241)	(156,060)	-	-	(2,431,678)
Net total receivables	\$ 5,348,992	\$ 1,411,170	\$ 366,168	\$ 58,366	\$ 1,085,151	\$ 8,269,847

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 4. Detailed Notes on all Funds (continued)

D. Transfers

Transfers In:								
	General Fund	Downtown Community Redevelopment	Nonmajor Governmental Funds	Water and Sewer	Solid Waste	Stormwater	Internal Service Funds	Total
Transfers Out:								
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Downtown Community Redevelopment	-	-	120,949	-	-	-	-	120,949
Nonmajor Governmental Funds	3,866,109	-	-	-	-	-	-	3,866,109
ARPA	884,733	-	-	145,469	-	-	-	1,030,202
Water and Sewer	1,923,428	-	-	-	-	-	-	1,923,428
Solid Waste	-	-	-	-	-	-	-	-
Stormwater	-	-	-	-	447,000	-	-	447,000
Internal Service Funds	-	-	-	-	-	-	-	-
Total	\$ 6,674,270	\$ -	\$ 120,949	\$ 145,469	\$ 447,000	\$ -	\$ -	\$ 7,387,688

The funds transferred to the General Fund are to finance various programs that the City must account for in accordance with budgetary authorizations such as Administrative Costs. The transfer to Nonmajor Governmental Funds is related to funding the maintenance of streets & sidewalks. The transfer of Nonmajor Governmental Funds is to close the General Construction and Roads and Streets funds and to help fund the cost of off road vehicles to patrol biking/hiking trails. The transfer from Stormwater is for shared cost of the Street Sweepers. ARPA transfer is to cover the cost of various departmental grant projects.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 4. Detailed Notes on all Funds (continued)

E. Capital Assets

Capital asset activity for the year ended September 30, 2025, was as follows:

Governmental activities: (includes Internal Service Funds)	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 29,679,024	\$ -	\$ -	29,679,024
Easements	199,220	-	-	199,220
Construction in progress	505,799	3,396,114	(2,749,878)	1,152,035
Total assets not being depreciated	30,384,043	3,396,114	(2,749,878)	31,030,279
Capital assets being depreciated:				
Buildings and improvements	5,076,737	26,000	-	5,102,737
Improvement other than buildings	123,521,561	3,229,676	-	126,751,237
Furniture and equipment	25,717,016	4,231,055	(426,416)	29,521,655
Right-to-use software	-	2,090,465	-	2,090,465
Total assets being depreciated	154,315,314	9,577,196	(426,416)	163,466,094
Less accumulated depreciation for:				
Buildings and improvements	(4,056,563)	(109,843)	-	(4,166,406)
Improvement other than buildings	(89,157,765)	(2,125,086)	-	(91,282,851)
Furniture and equipment	(19,218,175)	(1,941,545)	410,805	(20,748,915)
Right-to-use software	-	(311,243)	-	(311,243)
Total accumulated depreciation	(112,432,503)	(4,176,474)	410,805	(116,509,415)
Total capital assets, being depreciated, net	41,882,811	5,400,722	(15,611)	46,956,679
Governmental activities capital assets, net	\$ 72,266,854	\$ 8,796,836	\$ (2,765,489)	\$ 77,986,958

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

4. Detailed Notes on all Funds (continued)

Business-type activities:	Beginning Balance	Increases	Decreases	Endng Balance
Capital assets not being depreciated:				
Land	\$ 4,492,146	\$ -	\$ -	\$ 4,492,146
Easements	99,761	-	-	99,761
Construction in progress	9,034,666	5,502,915	(5,563,909)	8,973,672
Total assets not being depreciated	<u>13,626,573</u>	<u>5,502,915</u>	<u>(5,563,909)</u>	<u>13,565,579</u>
Capital assets beng depreciated:				
Buildings and improvements	4,449,983	127,492	-	4,577,475
Improvements other than buildings	51,037,837	3,022,310	-	54,060,147
Furniture and equipment	27,225,146	3,243,829	(370,493)	30,098,482
Utility Plant	173,905,278	14,610,081	-	188,515,359
Total assets being depreciated	<u>256,618,244</u>	<u>21,003,712</u>	<u>(370,493)</u>	<u>277,251,463</u>
Less accumulated depreciation for:				
Buildings and improvements	(4,074,829)	(17,809)	-	(4,092,638)
Improvements other than buildings	(27,618,700)	(1,334,868)	-	(28,953,568)
Furniture and equipment	(19,715,051)	(1,985,584)	370,493	(21,330,142)
Utility Plant	(92,971,408)	(5,056,869)	-	(98,028,277)
Total accumulated depreciation	<u>(144,379,988)</u>	<u>(8,395,130)</u>	<u>370,493</u>	<u>(152,404,625)</u>
Total capital assets, being depreciated, net	<u>112,238,256</u>	<u>12,608,582</u>	<u>-</u>	<u>124,846,838</u>
Business-type activities capital assets, net	<u>\$ 125,864,829</u>	<u>\$ 18,111,497</u>	<u>\$ (5,563,909)</u>	<u>\$ 138,412,417</u>

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**4. Detailed Notes on all Funds (continued)**

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

Governmental activities:

Legislative	\$	7,386
Executive		95,516
Legal Counsel		51,357
Community Development		236,284
Public Works		501,824
Public Safety		2,075,338
Support Services		335,413
General Administrative		597,746
Capital Assets held by the government's internal service fund are charged to the various functions based on their usage of the assets		275,610
Total depreciation expense - governmental activities	\$	<u>4,176,474</u>

Business-type activities:

Water Sewer Utility	\$	6,350,311
Solid Waste System		641,990
Stormwater System		1,231,267
Municipal Marina		171,562
Total depreciation expense - business-type activities	\$	<u>8,395,130</u>

Construction Commitments

The City has active construction commitments as of September 30, 2025. At fiscal year-end, the City's commitments with such contracts totaling more than \$300,000 are summarized by project as follows:

<u>Name of Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Indian River FM Upgrade	\$ (853,295)	\$ 792,004
Mourning Dove Water Treatment Plant Improvements	(1,108,331)	539,440
Mourning Dove Water Treatment Plant Filter Improvements	(1,371,990)	2,478,010
Total	<u>\$ (3,333,616)</u>	<u>\$ 3,809,454</u>

The above remaining commitment balances include accounts and retainages payable recorded in the City's financial statements as of September 30, 2025.

City of Titusville, Florida

Notes to the Financial Statements  
September 25, 2025

Note 4. Detailed Notes on all Funds (continued)

F. Long-term Liabilities

Changes in long-term liabilities for Governmental Activities for the fiscal year ended September 30, 2025 are as follows:

	Balance 10/1/2024	Additions	Deletions	Balance 9/30/2025	Due Within One Year (Current)
<i>Governmental Activities</i>					
Bonds Payable:					
Capital Improvement Revenue Bond, Series 2017	\$ 2,790,000	\$ -	\$ (2,790,000)	\$ -	\$ -
Capital Improvement Revenue Bond, Series 2024	3,040,000	-	-	3,040,000	148,000
General Obligation Bonds Series 2015 Public Improvement Revenue Note Series 2009	672,000	-	(672,000)	-	-
	628,000	-	(95,000)	533,000	96,000
Total bonds payable	7,130,000	-	(3,557,000)	3,573,000	244,000
Compensated absences	4,689,037	1,923,093	(1,826,186)	4,785,944	405,888
Financed Purchases	4,497,306	6,015,829	(1,777,886)	8,735,249	1,949,551
Right-to-use software	-	2,090,465	(400,778)	1,689,687	431,147
Total governmental activities	\$ 9,186,343	\$ 10,029,387	\$ (4,004,850)	\$ 15,210,880	\$ 2,786,586

Changes in long-term liabilities for Business-type Activities for the fiscal year ended September 30, 2025 are as follows:

	Balance 10/1/2024	Additions	Deletions	Balance 09/30/2025	Due Within One Year (Current)
<i>Business-Type Activities</i>					
Bonds Payable:					
2020 Water/Sewer Refunding	\$ 3,580,000	\$ -	\$ (3,580,000)	\$ -	\$ -
2023 Water/Sewer Refunding	5,046,000	-	(348,000)	4,698,000	432,000
State Revolving Fund Loans	12,536,087	2,244,638	(284,004)	14,496,721	845,711
Unamortized bond premiums	-	-	-	-	-
Total bonds payable	16,116,087	2,244,638	(3,864,004)	19,194,721	1,277,711
Compensated absences	1,080,671	619,506	(583,492)	1,116,685	148,203
Financed Purchases	979,183	1,295,565	(496,239)	1,778,509	527,887
Total business-type activities	\$ 18,175,941	\$ 4,159,709	\$ (4,943,735)	\$ 22,089,915	\$ 1,953,801

## City of Titusville, Florida

### Notes to the Financial Statements September 25, 2025

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#### Note 4. Detailed Notes on all Funds (continued)

##### *Governmental Activities Debt*

During 2024, the City issued \$3,040,000 in Capital Improvement Revenue Bonds, Series 2024. The Bonds were issued to provide funds related to the financing of a fuel tank replacement project. The interest rate on the Series 2024 Bonds is a fixed rate of 4.37%. The amount payable is \$3,040,000 at September 30, 2025, with payments due annually in November for principal and semi-annual payments for interest due in November and May.

Upon the occurrence of an Event of Default, the Bondholder shall have the right to bring a mandamus action to require the City to perform its obligations of the Agreement.

The City may prepay the Bond in whole, or in part, [once annually] on any May 1 or November 1, on and after November 1, 2026 in a minimum amount of \$300,000, and upon thirty (30) days prior written notice to the bank on the dates and at the prepayment prices set forth below:

<u>Date</u>	<u>Prepayment price</u>
November 1, 2026-October 31, 2029	102%
November 1, 2029-October 31, 2031	101%
Thereafter	100%

During 2017, the City issued \$6,535,000 in Capital Improvement Revenue Bonds, Series 2017. The Bonds were issued to provide funds relating to the financing of public improvements for the Miracle City Mall Redevelopment Project (Titus Landing Project). The Bonds constitutes obligations of the City, with an Interlocal Agreement between the City of Titusville and The North Brevard Economic Development District (NBEDD). NBEDD is to provide for the transfer to the City, of a pledged portion of its tax increment for repayment of principal and interest of the Bond. The interest rate on the Series 2017 Bonds is a fixed rate of 2.28%. Early pay off of the Bonds was made on June 16, 2025.

Upon Events of Default of payments not made within five (5) days, failure to perform any provisions of the Bond, insolvency, bankruptcy, the Bondholder shall have the right to bring a mandamus action to require the City to perform its obligations to appropriate funds. Any amount not paid when due shall bear interest at the Default Rate for interest of the Bond plus two (2%) per annum, along with the cost and expenses for collection and proceedings.

The City may prepay the Bond in whole any time after June 2020 with ten (10) days prior written notice to the Holder without penalty provided all accrued interest to date of prepayment is made.

During 2015, the City issued \$6,220,000 in General Obligation Bonds, Series 2015. The Bonds were issued to provide funds sufficient, together with other available monies to: (1) finance the purchase, acquisition and improvement of real property on the Indian River with the City for public use and, (2) pay certain costs and expenses resulting from the issuance of the Bonds. The Bonds constitute general obligations of the City, and the full faith, credit of the City and a special limited Ad Valorem tax levy at a rate not to exceed 0.5930 mills per annum (for a period not to exceed 20 years) on all taxable property therein to pay the principal and interest on the Bonds. The interest rate on the Series 2015 Bonds is a fixed rate of 1.82%. The Bonds were paid in full on June 27, 2025.

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

Upon Events of Default of failure to pay within five (5) days of due date, failure to perform or misrepresentation of any provision of the Bond, insolvency or bankruptcy, the Bondholder has the right to bring mandamus action against the City requiring the City to perform its obligation and for payment of any unpaid payments, cost and expenses resulting from the Default.

Prepayment without penalty is allowed within a ten (10) day notice prior to any principal payment date, along with payment of all principal and interest accrued to date. Any partial repayment shall be in multiples of \$1,000.

On May 29, 2009, the City issued a \$2,535,000 Public Improvement Revenue Note (PIRN), Series 2009, maturing on October 1, 2029, bearing interest at a per annum rate equal to 4.47%, payable semi-annually on April 1 and October 1 commencing October 1, 2009. Principal is payable annually on October 1, commencing October 1, 2010. Proceeds from the Note are being used for downtown street, curb and parking lot improvements. The principal and interest on the 2009 Note shall be a special obligation of the City payable from and collateralize by non-ad valorem revenues budgeted and appropriated pursuant to the Note Purchase and Loan Agreement between the City and Branch Banking and Trust Company (BB&T). The non-Ad Valorem revenues to pay the PIRN Note are from a department transfer from Community Redevelopment Agency. On March 12, 2013 the City Council approved the amendment of the 2009 PIRN Note, to execute prepayment of \$830,000 and the 2% corresponding prepayment penalty, to reduce the debt service. A Sinking Fund is budgeted and appropriated in the amount required to be used for the principal and interest due under the 2009 Note. A name change in FY2014 for the Community Redevelopment Agency (CRA) and Bank Loan 2009 also known as Public Improvement Revenue Note, Series 2009 (PIRN) to Community Redevelopment Agency/Public Improvement Revenue Note, Series 2009 (CRA/PIRN2009) was made. The amount payable is \$533,000 at September 30, 2025.

Upon Events of Default for failure to pay, failure to perform or misrepresentation of the conditions of the Note, dissolution, or bankruptcy and it continues for a period of ten (10) days or more, the Lender shall have the right to declare the principal, together with interest thereon at the Default Rate of 12%, be immediately due from the date of default, along with cost to recover damages for the breach of the Agreement.

Prepayment may be made in whole on any date commencing after April 1, 2019 without penalty at par plus accrued interest to the payment date.

*Business-Type Activities Debt*

On December 14, 2023, the City issued the 2023 Water and Sewer Bonds, Series 2023, for the purpose of funding capital improvements to the City's Water and Sewer system. This note is issued on a junior and subordinate basis to the Series 2020 Bond as to the lien on and pledge of the Net Revenues of the System and on parity with the SRF loans. The interest rate on the Series 2023 Bonds is a fixed rate of 4.66%. The amount payable is \$4,698,000 at September 30, 2025, with payment due annually in April for interest and October for principal and interest.

Upon Events of Default for failure to pay when due, failure to perform any of the applicable covenants contained in the Resolution, the Bond Owner may bring proceedings to enforce and compel the City to perform all required duties of the Agreement.

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

The Bond may be prepaid in whole but not in part on any Interest Payment Date with a prepayment premium equal to one hundred and two percent (102%) of the then outstanding principal amount, upon at least two Business Days prior written notice to the Holder specifying the amount of prepayment.

On January 9, 2020, the City issued the 2020 Water and Sewer Bonds in connection with the execution of a Forward Delivery Bond Purchase Agreement dated July 9, 2019, for the purpose of refunding all of the City's Water and Sewer System Revenue Refunding Bonds, Series 2010. The refunding of the 2010 Water and Sewer Bonds was undertaken by the City in order to realize significant interest cost savings of more than \$1.2 million dollars over the remaining life of the Bonds. The balance owed for the 2020 Water and Sewer Bonds is \$15,965,000 with the final payment being October 2024. Principal payments on the 2020 Water and Sewer Bonds will be on October 15 of each calendar year and interest will be paid on October 15 and April 15 of each calendar year at a rate of 1.856%. The Bonds were paid in full on October 2024.

Upon Events of Default for failure to pay when due, failure to perform any of the applicable covenants contained in the Resolution, the Bond Owner may bring proceedings to enforce and compel the City to perform all required duties of the Agreement.

The City has a prepayment option, if at any time, the Issuer (City) pays the principal, interest, amortization installments and redemption premiums, with respect to all or any of the Bonds and all rebate payment required under the Tax Code, with respect to the Bonds to be defeased, then the pledge of and lien on the pledged funds and all other covenants and pledges in this Resolution in favor of the Owners of such Bonds shall no longer be in effect.

*State Revolving Fund Loans*

On December 18, 2009, the City entered into a financing agreement for construction of approximately 75,000 linear feet of new 20-inch diameter transmission main that will convey raw water from the Area IV Well Field to the City's Mourning Dove Water Treatment Plant. The City received financing through the State Revolving Fund Loan for this project. As part of that program, the City would be obligated to only pay back 57% of the amount received; the remaining 43% is "forgiven".

On December 28, 2012, the City closed out the project and received the final amendment to the loan agreement with payments being made semi-annually on June 15 and December 15. Payments are based on an amortization schedule from The Florida Department of Environmental Protection (DW05200, DW050201 & DW050300).

On May 22, 2018, the City entered into a financial agreement for funding the design of the Mourning Dove Water Solids Upgrade Project (DW050330).

On March 22, 2022, the City closed out the project and received the final amendment to the loan agreement with payments being made semi-annually on January 15 and July 15. Payments are based on an amortization schedule from The Florida Department of Environmental Protection (DW050330).

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

On August 23, 2022, the City entered into a financial agreement for funding the Planning/Design of the Lime Street Lift Station and the Riverside Drive and Sission Road Force Main Improvements (CW050350). Payment will be made semi-annually on March 15th and September 15th based on an amortization schedule from The Florida Department of Environmental Protection.

On September 30, 2022, the City entered into a financial agreement for funding the Indian River Force Main Improvements (CW050340). Payments will be made semi-annually on March 15th and September 15th based on an amortization schedule from The Florida Department of Environmental Protection.

Each of the loans through the Florida Department of Environmental Protection, as described above, are federal and state grants and are recorded in the financial statements as current and noncurrent liabilities. The balance as of September 30, 2025 is \$5,674,870 for Drinking Water (DW) and \$8,821,851 for Clean Water (CW).

The City is required to maintain rates and charges for the services furnished by the Water and Sewer Systems which will be sufficient to provide pledged revenues equal to or exceeding 1.25 times the sum of the semi-annual loan payments due in each fiscal year. The City shall satisfy the coverage requirements of all senior and parity debt obligations. As of September 30, 2025, management believes the City complies with this covenant.

Upon Events of Default for failure to pay when due, failure to perform any of the applicable covenants contained in the Resolution, the Bond Owner may bring proceedings to enforce and compel the City to perform all required duties of the Agreement.

The City has a prepayment option, if at any time, the Issuer (City) pays the principal, interest, amortization installments and redemption premiums, with respect to all or any of the Bonds and all rebate payment required under the Tax Code, with respect to the Bonds to be defeased, then the pledge of and lien on the pledged funds and all other covenants and pledges in this Resolution in favor of the Owners of such Bonds shall no longer be in effect.

*Debt Service Requirements on All Outstanding Debt*

The annual requirements to pay principal and interest on all long-term debt outstanding at September 30, 2025, excluding interfund advances and compensated absences, to maturity are as follows:

Year Ending	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 244,000	\$ 151,294	\$ 1,277,711	\$ 292,151	\$ 1,965,156
2027	257,000	140,247	1,616,384	283,638	2,297,269
2028	266,000	128,716	1,648,016	251,454	2,294,185
2029	281,000	116,655	1,690,535	218,071	2,306,262
2030	291,000	100,044	1,665,382	183,656	2,240,081
2031-2035	998,000	386,811	6,443,905	426,761	8,255,477
2036-2040	1,236,000	139,622	1,848,245	152,988	3,376,855
2041-2045	-	-	2,756,931	31,017	31,017
2046-2050	-	-	247,612	478	248,090
<b>Total</b>	<b>\$ 3,573,000</b>	<b>\$ 1,163,387</b>	<b>\$ 19,194,721</b>	<b>\$ 1,840,215</b>	<b>\$ 23,014,392</b>

Notes to the Financial Statements  
September 25, 2025

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**Note 4. Detailed Notes on all Funds (continued)**

G. Financed Purchases

On May 26, 2020, the City entered into a lease-purchase agreement in the amount of \$2,286,000 with Truist Bank for the acquisition of 18 police vehicles and equipment, 4 fire vehicles, 5 public works vehicles, 1 customer service vehicle, 3 solid waste vehicles and 1 stormwater vehicle. The agreement has a five year fixed term rate of 1.870% and calls for bi-annual payments of \$238,676. The cost of the police, fire, public works, and customer service vehicles and depreciation has been recorded in Governmental Activities. The Solid Waste and Stormwater vehicles and depreciation has been recorded in Business-Type Activities.

Upon an Event of Default for failure to make payments, failure to perform or misrepresent any terms of the Agreement, insolvency or bankruptcy, the Lender may declare all unpaid principal and interest due immediately, avail itself of remedies under the Agreement and recovery any attorney fees or other expense.

Prepayment is allowed at any time by paying all outstanding principal and interest accrued and unpaid to the prepayment date.

Termination events such as Non-Appropriation of funds requires that the Lender be notified within fifteen (15) days of the adoption of the annual budget and to surrender possession of the equipment on the date of such termination. Termination will be on the last day of the Fiscal Year for which appropriations were received.

On December 15, 2020, the City entered into a lease-purchase agreement in the amount of \$411,138 with Leasing 2, Inc. for the acquisition of a Vactor vehicle. The agreement has a five year fixed rate of 2.94% with annual payments of \$72,332 with a payment in the final year of \$81,599. Cost and depreciation of the Vactor vehicle has been recorded in the Business-Type Activities.

Upon an Event Default of failure to pay, unable to insure, failure to abide by conditions of the Agreement, insolvency or bankruptcy, all payments accrued and unpaid shall become immediately due, along with cost and expenses incurred by Lender for collection and enforcement .

The City shall have the options to prepay its obligations in whole for the applicable Prepayment Price and a Prepayment Fee.

Termination events such as Non-Appropriation of funds, requires notice of not less than ninety (90) days prior to the end of the Fiscal Year for which appropriations were made. All requirement shall be returned or payment of the Prepayment Price plus cost and expenses for collection including attorney fees.

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

On May 14, 2021, the City entered into a lease agreement in the amount of \$3,315,000 with Bank of America, for the acquisition of 14 police vehicles and equipment, 1 fire engine, 2 fire response vehicles and equipment, 1 public works vehicle, 6 roads and streets vehicles, 4 mowers and 1 bush hog tractor for roads and streets, 1 grapppler, 1 sideloader, 1 front loader for solid waste and 1 slope mower for stormwater. The agreement has a five year fixed rate of 0.8736% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the police, fire, public works, roads and streets vehicles and equipment, along with depreciation, has been recorded in the Governmental Activities. The cost of the Solid Waste and Stormwater vehicles and equipment along with depreciation, has been recorded in the Business-Type Activities.

Upon Events of Default such as failure to pay any required payments within ten (10) days of the date specified, maintain insurance as required, or failure to observe and perform any covenant, condition or agreement of the Lease shall constitute an Event of Default. Lessor may take whatever action at law or in equity as may appear necessary to enforce it rights under each Default.

Prepayment as specified in the Payment Schedule, upon not less than thirty (30) days prior written notice, and upon payment in full of all Rental Payments then due plus all other amounts owing.

On October 5, 2021, the City entered into Schedule 2 in the amount of \$458,880 with Bank of America for the acquisition of 2 Street Sweepers. The agreement has a five year fixed rate of 1.04% with bi-annual payments based on the remaining balance and the fixed interest rate. Cost and depreciation of the Street Sweepers has been recorded in the Business-Type Activities.

Upon Events of Default such as failure to pay any required payments within ten (10) days of the date specified, maintain insurance as required, or failure to observe and perform any covenant, condition or agreement of the Lease shall constitute an Event of Default. Lessor may take whatever action at law or in equity as may appear necessary to enforce it rights under each Default.

Prepayment as specified in the Payment Schedule, upon not less than thirty (30) days prior written notice, and upon payment in full of all Rental Payments then due plus all other amounts owing.

On February 9, 2022, the City entered into Schedule 3 in the amount of \$2,159,296 with Bank of America for the acquisition of eleven (11) police vehicles and radios, a fire engine, an ambulance and one fire vehicle, one (1) bucket truck, one (1) backhoe, two (2) mowers, three (3) trailers for Public Works, one(1) Ford Escape, one (1) Ford Explorer and one (1) grapppler. The agreement has a five year fixed rate of 1.43% with bi-annual payments based on the remaining balance and the fixed interest rate. Cost and depreciation has been recorded in the Governmental Activities, except for the grapppler which cost and depreciation has been recorded in the Business-Type Activities.

Upon Events of Default such as failure to pay any required payments within ten (10) days of the date specified, maintain insurance as required, or failure to observe and perform any covenant, condition or agreement of the Lease shall constitute an Event of Default. Lessor may take whatever action at law or in equity as may appear necessary to enforce it rights under each Default.

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

Prepayment as specified in the Payment Schedule, upon not less than thirty (30) days prior written notice, and upon payment in full of all Rental Payments then due plus all other amounts owing.

On April 20, 2023, the City entered into a Master Lease-Purchase Agreement (Line of Credit) in the amount of \$10,000,000 with JPMorgan Chase Bank, N.A. The Line of Credit will cover the cost of all financed vehicles and equipment over the next three fiscal years. A Lease Schedule with interest will be established each time a reimbursement is requested. Payments will be bi-annual in March and September in accordance with each amortization schedule.

Schedule 1 in the amount of \$460,921 was for the acquisition of multiple vehicles and equipment. The agreement has a 10 year fixed rate of 3.4481% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the police, fire, public works, roads and streets vehicles and equipment, along with depreciation, has been recorded in the Governmental Activities.

On November 15, 2023, Schedule 2 in the amount of \$711,532 was signed. It was for the acquisition of multiple vehicles and equipment. The agreement has a 10 year fixed rate of 4.2223% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the police, fire, public works, roads and streets vehicles and equipment, along with depreciation, has been recorded in the Governmental Activities.

On September 27, 2024, Schedule 3 in the amount of \$1,874,497 was signed. It was for the acquisition of multiple vehicles and equipment. The agreement has a 10 year fixed rate of 3.4481% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the police, fire, public works, roads and streets vehicles and equipment, along with depreciation, has been recorded in the Governmental Activities. The cost of the Solid Waste and Stormwater vehicles and equipment along with depreciation, has been recorded in the Business-Type Activities.

On December 4, 2024, the City increased the amount of the Master Lease-Purchase Agreement (Line of Credit) to the amount of \$12,500,000 with JPMorgan Chase Bank, N.A. and Schedule 4 in the amount of \$2,181,000 was signed. It was for the acquisition of two (2) fire engine trucks and equipment. The agreement has a 10 year fixed rate of 4.2223% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the fire trucks and equipment, along with depreciation, has been recorded in the Governmental Activities.

Termination Events such as Non-Appropriation Event requires that the Lessee shall give Lessor immediate notice and provide written evidence of such failure by Lessee's governing body. Lessee shall return to Lessor all of the Equipment covered by the affected Lease.

Lessee shall not be permitted to prepay in whole or in part.

Upon Events of Default such as failure to pay, failure to perform or observe any other covenant, condition or agreement under the Lease(s), filing for bankruptcy, insolvency or similar law. If any Event of Default occurs, then the Lessor may, require Lessee to pay on demand all amounts due under all Leases with interest at the rate of twelve percent (12%) per annum from the date of Lessor's demand for payment.

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

On September 12, 2025, Schedules 4, 5 and 6 to the Bank of America Master Lease were signed. The lease will cover the cost of all financed vehicles and equipment over the next three fiscal years. A Lease Schedule with interest will be established each time a reimbursement is requested. Payments will be bi-annual in March and September in accordance with each amortization schedule. Schedule 4 in the amount of \$2,603,501, has a 5 year fixed rate of 3.492% with bi-annual payments based on the remaining balance and the fixed interest rate. Schedule 5 in the amount of \$295,616, has a 7 year fixed rate of 3.562% with bi-annual payments based on the remaining balance and the fixed interest rate. Schedule 6 in the amount of \$2,231,277, has a 10 year fixed rate of 3.764% with bi-annual payments based on the remaining balance and the fixed interest rate. The cost of the police, fire, public works, roads and streets vehicles and equipment, along with depreciation, has been recorded in the Governmental Activities. The cost of the Solid Waste and Stormwater vehicles and equipment along with depreciation, has been recorded in the Business-Type Activities.

Upon Events of Default such as failure to pay any required payments within ten (10) days of the date specified, maintain insurance as required, or failure to observe and perform any covenant, condition or agreement of the Lease shall constitute an Event of Default. Lessor may take whatever action at law or in equity as may appear necessary to enforce it rights under each Default.

Prepayment as specified in the Payment Schedule, upon not less than thirty (30) days prior written notice, and upon payment in full of all Rental Payments then due plus all other amounts owing.

The following is a schedule of future minimum financed purchases:

Year Ending	Financed Purchases Governmental-Principal	Financed Purchases Governmental-Interest	Financed Purchases Business-Type-Principal	Financed Purchases Business-Type-Interest
September 30,				
2026	\$ 2,139,710	\$ 279,138	\$ 527,887	\$ 52,645
2027	1,898,401	312,165	220,565	42,866
2028	1,707,923	245,296	210,768	35,522
2029	1,563,299	181,688	218,247	28,043
2030	1,249,731	124,372	189,280	20,582
2031-2035	1,865,872	178,505	411,762	43,096
Present value of minimum lease payments	\$ 10,424,936	\$ 1,321,164	\$ 1,778,509	\$ 222,754

Assets acquired through financed purchases are as follows:

	Governmental Activities	Business-Type Activities
Assets:		
Equipment	\$ 14,595,449	\$ 4,218,787
Less: Accumulated depreciation	(7,402,407)	(2,363,779)
Assets net of accumulated depreciation	\$ 7,193,042	\$ 1,855,008

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 25, 2025**

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**Note 4. Detailed Notes on all Funds (continued)**

H. Right-to-use software

On February 1, 2025, the City entered into a five-year noncancelable Right-to-use Subscription Agreement accounted for under GASB Statement 96. The City recognized an intangible right-to-use asset and SBITA liability of \$2,090,465.

Liability activity- FY 2025

Beginning balance:	\$2,090,465
Principal paid:	\$ 400,778
Ending balance:	\$1,689,687

Intangible Asset activity- FY2025

Amortization FY 2025:	\$ 311,243
Net book value 9/30/2025	\$1,779,222

*Arbitrage Rebate*

Certain City long-term debt obligations are subject to Section 148 of the Internal Revenue Code that requires that interest earned on debt proceeds from tax-exempt debt be rebated to the federal government to the extent that those earnings exceed the interest cost on the related tax-exempt debt. The City has no arbitrage rebate liability at September 30, 2025.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters**

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. During fiscal year 2025:

- There were no significant reductions in insurance coverage from the previous year.
- No settlements in excess of insurance coverage in the three fiscal years ended September 30, 2025.

Liabilities of the funds (Loss Fund) are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR's) if such information is available. The result of the process to estimate the claims liability is not an exact amount as it depends on many factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent settlement trends and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other adjustment expenses regardless of whether allocated to specific claims. An estimated recovery, for example subrogation, is another component of the claims liability estimate. An excess coverage insurance policy covers liability exposures in excess of \$100,000 and workers compensation above \$350,000.

In 1998, the City established the Self-Insured Loss Fund covering workers compensation, and various lines of property and liability claims for the City. The program provides monetary coverage for losses in lieu of covering losses with traditional insurance policies that have a deductible. The Self-Insured Loss Fund is accounted for as an Internal Service Fund and is funded by the charges to other funds in amounts determined to finance the claims.

Charges under the Self-Insured Loss Fund for the years ended September 30, 2025 and 2024 are summarized as follows:

	Self-Insured Loss Fund	
	FY2025	FY2024
General Fund	\$ 982,775	\$ 1,058,774
Special Revenue Funds	659	701
Building Department	49,830	55,455
Enterprise Funds	1,099,928	1,180,891
Internal Service Funds	128,426	135,489
Total Charges	2,261,618	2,431,310
Claims Settlements	247,254	98,608
Total Charges/Claims Settlements	<u>\$ 2,508,872</u>	<u>\$ 2,529,918</u>

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

Changes in the balance of claims liability during the past three years based on actuarial analysis and discounted at a rate of 3.5% are as follows:

	Self-Insured Loss Fund	
	FY2025	FY2024
Unpaid claims, beginning of the year	\$ 1,417,000	\$ 1,285,000
Incurred claims (including IBNR's)	1,220,848	1,429,255
Claim payments	(1,047,848)	(1,297,255)
Unpaid claims, end of year	<u>\$ 1,590,000</u>	<u>\$ 1,417,000</u>

In October 2009, the City entered into an agreement with The Crowne Group, Care Here and Parrish Medical Center to establish an employer health center program with a shift to a Partially Self-Insured Health Fund cost arrangement, which provides medical insurance benefits to its employees and their eligible dependents. In accordance with Section 112.0801 of the Florida Statutes, the City is also required to provide retirees with the opportunity to participate in this plan. The Partially Self-Insured Health Fund is accounted for as an Internal Service Fund. Premiums are paid into the fund and are available to pay claims, claims reserves and administrative costs of the program.

	Partially Self- Insured Health	
	FY2025	FY2024
General Fund	\$ 3,868,810	\$ 3,704,016
Enterprise Funds	2,256,806	2,160,676
Internal Service Funds	322,401	308,668
Employees / Retirees	640,843	727,247
Total Charges	<u>7,088,860</u>	<u>6,900,607</u>
Miscellaneous	1,303,696	503,620
Total Charges/Miscellaneous	<u>\$ 8,392,556</u>	<u>\$ 7,404,227</u>

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

The City purchased a Stop-Loss Policy to reduce the City's exposure to large losses on health insurance claims. This policy reimburses the City for expenses related to claims exceeding \$190,000. Settlements for Partially Self-Insured Health Insurance Fund have not exceeded coverage for each of the three fiscal years ended September 30, 2025. Changes in the balance during the past two year's based on an actuarial analysis are as follows:

	Partially Self-Insured Health	
	FY2025	FY2024
Unpaid claims, beginning of the year	\$ 602,000	\$ 602,000
Incurred claims (including IBNR's)	8,544,147	6,975,565
Claim payments	(8,544,147)	(6,975,565)
Unpaid claims, end of year	<u>\$ 602,000</u>	<u>\$ 602,000</u>

In addition, the City has a Self-Insured Dental Fund, also accounted for as an Internal Service Fund. Premiums are paid into the fund and are available to pay claims, claim reserves and administrative costs of the program. Resources accumulated in the Self-Insured Dental Fund are dedicated to pay future dental claims of employees.

	Self-Insured Dental	
	FY2025	FY2024
General Fund	\$ 208,094	\$ 204,992
Special Revenue Funds	3,716	3,661
Enterprise Funds	118,911	117,138
Internal Service Funds	14,864	14,642
Employees	26,012	25,624
Total Charges	<u>\$ 371,597</u>	<u>\$ 366,057</u>

City Council approved a reserve of \$70,000 to be set aside for future dental claims. Changes in the balance of claims liability during the past two years are as follows:

	Self-Insured Dental	
	FY2025	FY2024
Unpaid claims, beginning of the year	\$ 70,000	\$ 70,000
Incurred Claims (including IBNR's)	307,052	230,442
Claim Payments	(307,052)	(230,442)
Unpaid Claims, end of year	<u>\$ 70,000</u>	<u>\$ 70,000</u>

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

B. Other Post-Employment Benefits (OPEB)

*Summary of Significant Accounting Policies*

The financial statements of the City's Other Post-Employment Benefits (OPEB) Fiduciary Trust Fund are prepared on the accrual basis of accounting. Plan member and employer contributions are recognized as revenues in the period in which the contributions are due; benefits are recognized as expenses when they are payable. The City established a new OPEB Fiduciary Trust Fund (the Trust) under Ordinance No. 1-2009 on January 27, 2009 pursuant to the requirements of implementing GASB 43 and GASB 45 for fiscal year 2009 governed by Section 115 of Internal Revenue Code. The OPEB Trust Fund is accounted for as a separate fiduciary fund of the City and governed by a five-member board of trustees (the Board) solely responsible for the oversight of the assets of the Trust; the Board does not have any other expressed or implied authority regarding the OPEB Plan. The City Council is solely responsible for the OPEB Plan itself.

*Plan Description*

The City of Titusville's Retiree Health Care Plan (Plan) is a single-employer defined benefit post-employment health care plan that covers eligible retired employees. The Plan, which is administered by the City, allows employees who retire and meet retirement eligibility requirements under one of the City's retirement plans to continue medical and dental coverage as a participant in the City's plan.

*Employees covered by benefit terms.*

At October 1, 2024, the following employees were covered by the benefit terms:

Retirees, Beneficiaries, and Disabled Members	267
Covered Spouses	22
Active Plan Members	<u>533</u>
	<u><u>822</u></u>

*Benefits Provided*

The benefits provided are the same as those provided for active employees. Spouses and dependents of eligible retirees are also eligible for medical coverage. All employees of the City of Titusville are eligible to receive post-employment health care benefits. Coverage for retirees and their spouses and dependents is provided for the life of the retiree. The Trust was established to advance fund benefits provided under the Plan.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

*Contributions*

The City of Titusville adopted health-related benefit changes during 2013 with effective dates varying by employee class (December 2013 for service workers represented by LIUNA, April 2014 for Fire and Non-represented employees, and June 2014 for Police employees).

For employees who were hired before 10/1/2003 and who retire after the effective dates listed above, the City of Titusville will contribute the greater of 50% of the active health premium or \$8/month for every year of service for retirees participating in the City's group health insurance plans. This benefit is capped at \$500 a month (i.e. Tier 3 benefits).

For retirees who were hired after 10/1/2003, the City provides a credit of \$8/month for every year of service, up to a maximum of \$200/month, toward the premium of the City's group health insurance plans. The retiree is responsible for 100% of the costs of dental coverage (i.e. Tier 4 benefits).

For all retirements prior to the effective dates listed above and who were hired prior to 10/1/2003, the City of Titusville will continue to contribute a portion (either 100% for Tier 1 employees or 75% for Tier 2 employees) of the active health and dental premiums for retirees participating in the City's group insurance plans. The City's subsidy is no longer capped for these retirees, per the City Council's decision to rescind the cap at its May 9, 2017 meeting.

For employees hired after 10/1/2017, the retiree is responsible for 100% of the costs of medical and dental coverage.

Retirees may purchase spouse coverage through the City's group insurance plans at their own expense.

An employer-provided implicit subsidy for the health plan will still exist even for those participants receiving a portion of the premium paid by the City.

In future years, contributions are assumed to increase at the same rate as premiums.

Projected premiums for the dental benefit are assumed to cover the entire cost of the program.

Note: Employees are eligible for the retiree health insurance benefit at the time of their separation from employment who retire in accordance with the early or normal retirement date provisions of the pension plan.

*Net OPEB Liability*

The measurement date for GASB 75 reporting is September 30, 2025.

The measurement period for the OPEB expense was October 1, 2024 to September 30, 2025.

The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net OPEB Liability was measured as of September 30, 2025. The Total OPEB Liability used to calculate the Net OPEB Liability was determined as of that date.

## City of Titusville, Florida

### Notes to the Financial Statements September 30, 2025

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#### Note 5. Other Matters (continued)

##### *Actuarial Assumptions*

The total OPEB liability was determined by an actuarial valuation as of October 1, 2024, updated to September 30, 2025, using the following actuarial assumptions.

Inflation	2.50%
Salary Increase Rates	Varies by Service
Discount Rate	4.15%
Initial Trend Rate	13.00%
Ultimate Trend Rate	3.94%
Years to Ultimate	49
Investment Rate of Return	7.00%

##### *Mortality Rates:*

All mortality rates were based on the Pub-2010 mortality tables. All mortality rates are those outlined in the July 1, 2024 Florida Retirement System (FRS) actuarial valuation report with appropriate adjustments made based on plan demographics. All tables include fully generational adjustments for mortality improvements using gender-specific improvement scale MP-2018.

Mortality - Active Lives for General Employees:

Males: Pub-2010 Public Retirement Plans Mortality Table for General Below-Median Employee Table, Headcount Weighted, set back one year. Females: Pub-2010 Public Retirement Plans Mortality Table for General Employees.

Mortality-Active Lives for Police & Fire Employees:

Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees, Headcount Weighted, set forward one year.

Mortality-Inactive Healthy Lives for General Employees:

Males: Pub-2010 Public Retirement Plans Mortality Table for General Below-Median Employee Table, Headcount Weighted, set back one year. Females: Pub-2010 Public Retirement Plans Mortality Table for General Healthy Employees.

Mortality-Inactive Healthy Lives for Police & Fire Employees:

Males: Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Healthy Retirees, Headcount Weighted, set forward one year. Females: Pub-2010 Public Retirement Plans Mortality Table for Safety Healthy Retirees, set forward one year.

Mortality-General Disabled Lives:

Pub-2010 Public Retirement Plans Mortality Table for General Disabled Lives, set forward three years.

Mortality-Police and Fire Disabled Lives:

80% Pub-2010 Public Retirement Plans Mortality Table for General Disabled Lives, 20% Pub-2010 Public Retirement Plans Mortality Table for Safety Disabled Lives.

## City of Titusville, Florida

### Notes to the Financial Statements September 30, 2025

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#### Note 5. Other Matters (continued)

##### *Long-term Expected Rate of Return*

The long-term expected rate of return on OPEB Plan investments was determined using the OPEB Investment Policy approved by council on March 14, 2017.

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of September 30, 2025 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Domestic Equity	42%	5.10%
International Equity	23%	4.80%
Fixed Income	34%	1.40%
Cash Equivalent	1%	0.00%
Total	<u>100%</u>	

Target Asset Class allocations and long-term real rates of return were provided by the City. The assumed rate of inflation is 2.50% per year.

Please note that long term expected return of the total portfolio is greater than simply multiplying each of the above "Long Term Expected Real Rate of Returns" by their target allocation % and adding them together.

Not only is the time horizon longer for an actuarial valuation relative to the time horizon over which the above projected returns were generated, but also there is an additional correlation resulting from a diversified portfolio that will provide additional returns.

##### *Discount Rate*

The discount rate used to measure the Total OPEB Liability is 4.15%. The City contributes at least 50% of the actuarially determined contribution each year. The expected rate of return on trust investments is 7.00%. This rate is used to discount projected benefit payments for years that benefits were funded, however the trust is projected to become insolvent in year four. All projected benefit payments thereafter were discounted at a municipal bond rate. The high-quality municipal bond rate, 4.90%, was based on the S&P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices on the measurement date. The S&P Municipal 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard and Poor's Ratings Services, Aa2 by Moody's or AA by Fitch. If there are multiple ratings, the lowest rating is used.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 5. Other Matters (continued)

City of Titusville, Florida  
Schedule of Changes in Net OPEB Liability  
Other Post Employment Benefits Trust Fund  
For fiscal year ended September 30, 2025

	Total OPEB Liability	Net Plan Position	Net OPEB Liability
Reporting Period Ending Sept. 30, 2024	\$ 54,672,164	\$ 4,720,638	\$ 49,951,526
Changes for the Year:			
Service Cost	965,464	-	965,464
Interest	2,268,429	-	2,268,429
Experience Differences	6,126,391	-	6,126,391
Assumption Changes	(28,101,100)	-	(28,101,100)
Changes of Benefit Terms	-	-	-
Explicit Contributions - Employer	-	1,224,487	(1,224,487)
Implicit Contributions - Employer	-	748,972	(748,972)
Explicit Contributions - Retiree	438,297	438,297	-
Net Investment Income + Misc. Revenue	-	563,400	(563,400)
Explicit Gross Benefit Payments	(1,662,785)	(1,662,785)	-
Implicit Net Benefit Payments	(748,972)	(748,972)	-
Administrative Expense	-	(37,824)	37,824
Other	-	(36)	36
Net Changes	(20,714,276)	525,539	(21,239,815)
Balance at September 30, 2025	\$ 33,957,888	\$ 5,246,177	\$ 28,711,711

Difference between Expected and Actual Experience reflects the impact of changes to the census data from the prior valuation to the valuation as of October 1, 2024.

Changes of Assumptions reflect a change in the discount rate from 4.15% for the reporting period ended September 30, 2024 to 5.65% for the reporting period ended September 30, 2025

*Sensitivity of the Net OPEB Liability to Changes in the Discount Rate*

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

	1% Decrease 3.90%	Current Discount Rate 4.90%	1% Increase 5.90%
Net OPEB Liability	\$ 32,406,943	\$ 28,711,711	\$ 25,565,667

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

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

The following presents the Net OPEB Liability of the City, as well as what the City's Net OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 2.94% - 12.0%	Current Discount Rate 3.94% - 13.0%	1% Increase 4.94% - 14.0%
Net OPEB Liability	\$ 25,910,057	\$ 28,711,711	\$ 31,945,982

For the year ended September 30, 2025, the City recognized OPEB Revenue of \$5,177,697. On September 30, 2025, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Difference between expected and actual experience	\$ 4,968,217	\$ (694,404)
Changes of assumptions	5,779,211	(27,312,677)
Net difference between projected and actual earnings on OPEB plan investments	-	(447,761)
Total	<u>\$ 10,747,428</u>	<u>\$ (28,454,842)</u>

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

Year ending September 30,		
2026	\$	(7,342,078)
2027		(3,045,541)
2028		(2,878,001)
2029		(4,441,794)
2030		-
Thereafter		-

*Money-Weighted Rate of Return*

For the fiscal year ended September 30, 2025, the annual money-weighted rate of return on investments was 11.65%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

C. Employee Retirement Pension Plans

The City maintains two contributory single-employer defined benefit pension plans, which are maintained as pension trust funds and are reported herein as components of the City's reporting entity. Separate stand-alone financial statements for the two plans are not prepared. Separate boards of trustees independently govern each system.

Assets may not be transferred from one plan to another or used for any purpose other than to benefit each system's participants as defined in their authorizing ordinances.

For the year ended September 30, 2025 the City of Titusville recognized pension expense of \$1,590,408 for the General Employees' Pension Plan and \$1,889,799 for the Police Officers' and Firefighters' Pension Plan for a total pension expense of \$3,480,207. OPEB revenue is \$(5,177,697) for a total of \$(1,697,490) revenue for OPEB and pensions.

General Employee Pension	Police & Fire Pension	Total Pension	OPEB	Total Pension & OPEB
\$ 1,590,408	\$ 1,889,799	\$ 3,480,207	\$ (5,177,697)	\$ (1,697,490)

*Summary of Significant Accounting Policies*

Basis of accounting: The City's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative expenses and fees attributable to each plan are deducted from the plan assets.

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. Investments that do not have an established market are reported at estimated fair value.

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

**General Employees' Pension Plan**

*Plan Description*

The Plan is a single-employer defined pension plan administered by a Board of Trustees comprised of: three full-time General Employees of the system elected by the membership, one General Employee appointed by the Board and confirmed by the City Manager, one citizen selected by the Board and appointed by the City Council as a ministerial duty.

*Plan Membership as the Valuation Date October 1, 2024:*

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	391
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	259
Active Plan Members	<u>344</u>
	<u>994</u>

The General Employees' Pension Plan covers all permanent, full-time City employees (excluding firefighters and sworn police officers). Civilians, clerical, and other non-combat employees of the police and fire departments are also included in the General Employees' Pension Plan. The City is required to contribute funds as necessary to maintain the plan actuarially.

The annual required contribution for the current year was determined as part of the October 1, 2024 updated to September 30, 2025 actuarial valuation report, which incorporated any changes to the pension plan provisions, using the entry age normal actuarial cost method with the initial unfunded actuarial accrued liability determined by the entry age actuarial cost method, and amortization of unfunded past service liability over a 30 year period. The actuarial assumptions included: (a) 7.25% investment rate of return (net of administrative expenses), (b) projected salary increase based on service, and (c) 2.50% annual inflation. The assumptions did not include post-retirement benefit increases.

*Benefits Provided*

The Plan provides retirement, termination, disability, and death benefits.

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

Normal Retirement:

*For the frozen accrued benefit for all Members and for all benefits for Members with at least 10 Years of Service as of August 26, 2013:*

Date: First of the month coinciding with or following the earlier of: 1) age 58 and the completion of 7.5 years of Credited Service, or 2) the completion of 28 years of Credited Service, regardless of age.

Benefit: 2.482% of Average Final Compensation as of August 26, 2013 times Credited Service through August 26, 2013 (Members who are eligible for Normal Retirement as of August 26, 2013 continue to accrue benefits under the old benefit structure).

Form of Benefit: Life Annuity (options available).

*For the benefits accrued on and after August 26, 2013:*

Date: First of the month coinciding with or following the earlier of: 1) age 58 and the completion of 7.5 years of Credited Service, or 2) the completion of 28 years of Credited Service, regardless of age.

Benefit: 2.25% of Average Final Compensation times Credited Service on and after August 26, 2013.

Form of Benefit: Life Annuity (options available).

*For the benefits accrued on and after August 26, 2013 for Members with less than 10 Years of Service as of that date:*

Date: First of the month coinciding with or following the earlier of: 1) age 62 and the completion of 10 years of Credited Service, or 2) the completion of 30 years of Credited Service, regardless of age.

Early Retirement:

*For the frozen accrued benefit for all Members and for all benefits for Members with at least 10 Years of Service as of August 26, 2013:*

Date: Later of age 48 and the completion of 7.5 years of Credited Service.

Benefit: Same as for Normal Retirement but reduced 3% for each year that Early Retirement precedes Normal Retirement.

*For benefits accrued on and after August 26, 2013 for Members with less than 10 Years of service as of that date:*

Date: Later of age 52 and the completion of 10 years of Credited Service.

Benefit: Same as for Normal Retirement but actuarially reduced for Early Retirement.

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

Deferred Retirement Option Program:

Effective November 26, 2019, a subsequent program "DROP II" is available to participants. Participation in the plan cannot be more than 72 months. Rate of return: The Account is credited with the actual net rate of investment return minus 2% after each fiscal year end and is subject to a minimum of 0% and a maximum equal to the current valuation investment return assumption as adopted by the Board.

The DROP II balance as of September 30, 2025 is \$2,194,021.

Vesting:

Schedule: 0% for less than 10 years, 100% after 10 years. Members are 100% vested in their frozen accrued benefit as of August 26, 2013.

Benefit: Vested accrued benefit (determined as for Normal Retirement) paid beginning at the otherwise Normal Retirement Date.

Disability:

Eligibility: Total and permanent (as determined by the Board) after completion of 10 years of Credited Service.  
Benefit: Accrued Benefit (determined as for Normal Retirement).

Maximum: Total of Plan, Workers Compensation, and Social Security benefits shall not exceed 100% of Average Final Compensation.

Death Benefits:

Vested: Beneficiary receives a monthly benefit which is the actuarial equivalent of 50% of the Member's accrued benefit at the date of death.

Prior to Vesting: None.

Contributions:

Members: 3.0% of Salary

City: Remaining amount necessary to pay the Normal Cost and fund the accrued, past service liability over 30 years.

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

Net Pension Liability:

The measurement date is September 30, 2025.

The measurement period for the pension expense was October 1, 2024 to September 30, 2025.

The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net Pension Liability was measured as of September 30, 2025.

The Total Pension Liability used to calculate the Net Pension Liability was determined as of that date.

*Actuarial Assumptions*

The total pension liability was determined by an actuarial valuation as of October 1, 2024 updated to September 30, 2025 using the following actuarial assumptions applied to all measurement periods:

Inflation	2.50%
Salary Increases	Service Based
Discount Rate	7.25%
Investment Rate of Return	7.25%
High-quality Municipal Bond Rate	4.50%

*Mortality Rate Healthy Active Lives:*

Female: PubG.H-2010 for Employees.

Male: PubG.H-2010 for Employees, set back one year.

*Mortality Rate Healthy Retiree Lives:*

Female: PubG.H-2010 for Healthy Retirees.

Male: PubG.H-2010 for Healthy Retirees, set back one year.

*Mortality Rate Beneficiary Lives:*

Female: PubG.H-2010 for Healthy Retirees.

Male: PubG.H-2010 for Healthy Retirees, set back one year.

*Mortality Rate Disabled Lives:*

PubG.H-2010 for Disabled Retirees, set forward four years.

All rates for healthy lives are projected generationally with Mortality Improvement Scale MP-2021.

The previously 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, 2024 FRS valuation report for non-special-risk employees.

The most recent actuarial experience study used to review the other significant assumptions is dated August 11, 2025.

## City of Titusville, Florida

### Notes to the Financial Statements September 30, 2025

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#### Note 5. Other Matters (continued)

##### Investments:

##### *Investment Policy*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2025 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
All Cap Value Equity	26%	7.50%
Broad Growth Equity	26%	7.50%
Broad Market Fixed Income	20%	2.50%
Foreign Equity Securities	10%	8.50%
Global Fixed Income	5%	3.50%
Real Estate	10%	4.50%
Private Equity	3%	8.50%
Total	<u>100%</u>	

##### Discount Rate:

The Discount Rate was 7.25%.

The projection of cash flows used to determine the Discount Rate assumed that the Plan Member contributions are made at the current contribution rate and Sponsor contributions are 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.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 5. Other Matters (continued)

City of Titusville, Florida  
Schedule of Changes in Net Pension Liability (Asset)  
General Employees' Retirement Trust Fund  
For fiscal year ended September 30, 2025

	Total Pension Liability	Net Plan Position	Net Pension Liability (Asset)
Reporting Period Ending September 30, 2024	\$ 79,181,992	\$ 75,551,484	\$ 3,630,508
Changes for the year	-	-	-
Service Cost	1,711,893	-	1,711,893
Interest	5,685,296	-	5,685,296
Difference Expected/Actual Experience	1,309,743	-	1,309,743
Changes of assumptions	2,552,950	-	2,552,950
Contributions - Employer	-	2,511,354	(2,511,354)
Contributions - Employee	-	590,689	(590,689)
Net Investment Income	-	6,761,173	(6,761,173)
Contribution - Buy Back	40,208	40,208	-
Benefit Payments/Refunds	(4,951,998)	(4,951,998)	-
Administrative Expense	-	(141,197)	141,197
Net Changes	6,348,092	4,810,229	1,537,863
Balance at September 30, 2025	\$ 85,530,084	\$ 80,361,713	\$ 5,168,371

Sensitivity to Changes in Discount Rate

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability (Asset) \$	14,157,116	\$ 5,168,371	\$ (2,425,864)

For the year ended September 30, 2025 the City recognized pension expense of \$1,590,408 for the General Employees' Pension Plan. On September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to the General Employees Pension Plan from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Difference between expected and actual experience	\$ 1,204,029	\$ -
Changes of assumptions	1,701,966	-
Net difference between projected and actual earnings on pension plan investments	-	4,495,148
Total	\$ 2,905,995	\$ 4,495,148

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

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

Year ending September 30,		
2026	\$	1,979,594
2027		(1,303,801)
2028		(1,994,064)
2029		(270,882)
2030		-
Thereafter		-

Money-Weighted Rate of Return:

For the fiscal year ended September 30, 2025, the annual money-weighted rate of return on Pension Plan investments was 9.07%.

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

**Police Officers' and Firefighters' Pension Plan**

*Plan Description*

The Plan is administered by a Board of Trustees comprised of: Police Chief, Fire Chief, employee appointed by Police Chief, Division Chief designated by Fire Chief, two elected members from each department, one citizen selected by a majority of other members and appointed by the City Council as a ministerial duty.

*Plan Membership as of Valuation Date October 1, 2024:*

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	136
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	63
Active Plan Members	<u>156</u>
	<u>355</u>

The Police Officers' and Firefighters' Pension Plan covers all permanent, full-time employees classified as combat firefighters and sworn police officers and became a contributory plan on December 22, 1986. The plan requires participating employees to contribute 7% of gross earnings to the Police Officers' and Firefighters' Pension Fund by its members. The payments are deducted from the employees' wages and remitted by the City to the fund bi-weekly. If a police officer or firefighter terminates prior to vesting, he/she is entitled to withdraw their portion of the contributions plus normal interest. The State of Florida also contributes payments to the Police Officers' and Firefighters' Plan as provided in Chapters 175 and 185 of the Florida Statutes. This contribution by the State of Florida is first recognized as revenue in the General Fund before being transferred to the Pension Fund. The City contributes the amount necessary to pay the normal cost and fund the actuarial-accrued liability over not more than a 30 year period.

*Benefits Provided*

The Plan provides retirement, termination, disability and death benefits.

**Normal Retirement:**

*Benefit for Service Prior to June 1, 2013:*

Date: First of the month coinciding with or following the earlier of age 55 and the completion of ten (10) years of Credited Service or the completion of twenty-five (25) years of Credited Service regardless of age..

Benefit: 3.0% of Average Final Compensation (Before June 1, 2013) times Credited Service.

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

*Benefit Accrued for Service After June 1, 2013:*

Date: Remains the same for those with at least ten (10) years of service as of this date. Otherwise, first of the month coinciding with or following the earlier of age 55 and the completion of ten (10) years of Credited Service or the completion of twenty-five (25) years of Credited Service regardless of age.

Benefit: 2.75% of Average Final Compensation times Credited Service.

Members eligible for retirement prior to June 1, 2013 will continue to follow the same structure as before these amendments were adopted.

Early Retirement:

Eligibility: With at least ten (10) years of Credited Service, age 50.

Benefit: Same as for Normal Retirement but reduced by 3% per year prior to age 55 to reflect early payment.

Deferred Retirement Option Program:

Effective December 10, 2019, a subsequent program "DROP II" is available to participants. Participation cannot be more than 72 months. Rate of return: The Account is credited with the actual net rate of investment return minus 2% after each fiscal year end. The annual return is subject to a minimum of 0% and a maximum equal to the current valuation investment return assumption as adopted by the Board.

The DROP II balance as of September 30, 2025 is \$922,878.

Vesting:

Schedule: Before June 1, 2013: 0% for first seven (7) years, 100% after eight (8) years.

After June 1, 2013: 100% for ten (10) years (All members are 100% vested in their frozen accrued benefit as of June 1, 2013).

Benefit: Before June 1, 2013: Frozen vested accrued benefit as of June 1, 2013 paid beginning at age 55.

After June 1, 2013: Vested accrued benefit based on service earned after June 1, 2013.

Terminated vested members may elect a refund of contributions or a monthly annuity payable upon reaching age 55. Non-vested members receive a refund of contributions.

Disability:

Eligibility: Total and permanent (as determined by the Board). Members covered from date of hire (Service incurred) or after completion of ten (10) years of Credited Service (Non-service incurred).

Benefit: Accrued benefit (determined as for Normal Retirement). Benefit shall not be less than 50% of Average Final Compensation for service incurred disability.

**City of Titusville, Florida**

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

Maximum: Total of Plan and Workers Compensation benefits shall not exceed 100% of Average Monthly Wage.

Death Benefits:

Service Incurred: Coverage from date of employment; beneficiary receives greater of accrued benefit or 50% of Average Final Compensation for life, with a maximum payment period of twenty-five (25) years for non-spouse beneficiaries only.

Non-Service Incurred: Coverage after eight (8) years of service; same benefit as Service Incurred.

Cost of Living Adjustment:

Eligibility: Normal and Early Retirees (and Disability Retirees who otherwise meet the requirements for Normal or Early Retirement at the time of Disability Retirement) hired before June 1, 2013.

Benefit: 1.277% automatic lifetime COLA, beginning the first October 1 following one full year of retirement. For members not eligible for Normal Retirement as of June 1, 2013 shall only apply to credited service earned prior to June 1, 2013.

Contributions:

Members: 6.0% of salary.

State: Tax on premiums for fire and casualty insurance issued to residents of the City as provided in Chapter 175 and 185, Florida Statutes.

City: Remaining amount necessary to pay the normal cost and fund the accrued past service liability over 30 years.

Net Pension Liability:

The measurement date is September 30, 2025.

The measurement period for the pension expense was October 1, 2024 to September 30, 2025.

The reporting period is October 1, 2024 through September 30, 2025.

The Sponsor's Net Pension Liability was measured as of September 30, 2025.

The Total Pension Liability used to calculate the Net Pension Liability was determined as of that date.

**City of Titusville, Florida**

**Notes to the Financial Statements  
September 30, 2025**

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**Note 5. Other Matters (continued)**

*Actuarial Assumptions*

The Total Pension Liability was determined by an actuarial valuation as of October 1, 2024 updated to September 30, 2025 using the following actuarial assumptions applied to all measurement periods.

Inflation	2.50%
Salary Increases	Service Based
Discount Rate	7.25%
Investment Rate of Return	7.25%
High-quality Municipal Bond Rate	4.50%

*Mortality Rate Healthy Active Lives:*

Female: PubS-2010 for Employees

Male: PubS-2010 for Employees, set forward one year.

*Mortality Rate Healthy Retiree Lives:*

Female: PubS-2010 for Healthy Retirees

Male: PubS-2010 for Healthy Retirees, set forward one year.

*Mortality Rate Beneficiary Lives:*

Female: PubG.H-2010 for Healthy Retirees.

Male: PubG.H-2010 for Healthy Retirees, set back one year.

*Mortality Rate Disabled Lives:*

Female: PubG.H-2010 for Disabled Retirees, set forward one year

Male: PubG.H-2010 for Disabled Retirees.

All rates for healthy lives are projected generationally with Mortality Improvement Scale MP-2021. We feel this assumption sufficiently accommodates future mortality improvements.

The previously 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, 2024 FRS valuation report for special risk employees.

The most recent actuarial experience study used to review the other significant assumptions was dated August 11, 2025.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

Investments:

*Investment Policy*

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

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long Term Expected Real Rate of Return</u>
All Cap Value Equity	26%	7.50%
Broad Growth Equity	26%	7.50%
Foreign Equity Securities	10%	8.50%
Broad Market Fixed Income	15%	2.50%
Global Fixed Income	5%	3.50%
Real Estate	10%	4.50%
Private Fixed Income	5%	2.50%
Private Equity	3%	8.50%
Total	<u>100%</u>	

Discount Rate:

The projection of cash flows used to determine the Discount Rate assumed that Plan Member contributions are made at the current contribution rate and Sponsor contributions are 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.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

City of Titusville, Florida  
Schedule of Changes in Net Pension Liability  
Police Officers' and Firefighters' Retirement Trust Fund  
For fiscal year ended September 30, 2025

	Total Pension Liability	Net Plan Position	Net Pension Liability (Asset)
Reporting Period Ending September 30, 2024	\$ 85,747,184	\$ 78,550,590	\$ 7,196,594
Changes for the year			
Service Cost	1,537,358	-	1,537,358
Interest	6,151,748	-	6,151,748
Share Plan Allocation	-	-	-
Changes in Benefit Terms	-	-	-
Difference Expected/Actual Experience	800,157	-	800,157
Changes of Assumptions	5,174,225	-	5,174,225
Contributions - Employer	-	994,309	994,309
Contributions - State	-	1,233,582	1,233,582
Contributions - Employee	-	792,681	792,681
Net Investment Income	-	8,530,916	8,530,916
Benefit Payments/Refunds	(4,865,685)	(4,865,685)	-
Administrative Expense	-	(149,509)	(149,509)
Net Changes	8,797,803	6,536,294	2,261,509
Balance at September 30, 2025	\$ 94,544,987	\$ 85,086,884	\$ 9,458,103

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

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Note 5. Other Matters (continued)

	Sensitivity to Changes in the Discount Rate		
	1% Decreases 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Pension Liability	\$ 20,403,320	\$ 9,458,103	\$ 317,172

For the year ended September 30, 2025, the City of Titusville recognized pension expense of \$1,889,799 for the Police Officers' and Firefighters' Pension Plan. On September 30, 2025, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Police Officers' and Firefighters' Pension Plan from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
	<u>                    </u>	<u>                    </u>
Difference between expected and actual experience	\$ 723,021	\$ 58,554
Changes of assumptions	4,139,380	-
Net difference between projected and actual earnings on pension plan investments	-	4,902,266
Total	<u>\$ 4,862,401</u>	<u>\$ 4,960,820</u>

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

Year ending September 30:		
2026	\$	2,026,839
2027		(1,502,756)
2028		(1,235,717)
2029		613,215
2030		-
Thereafter		-

Money-Weighted Rate of Return:

For the fiscal year ended September 30, 2025, the annual money-weighted rate of return on Pension Plan investments was 11.03%.

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 5. Other Matters (continued)

City of Titusville, Florida  
Statement of Fiduciary Net Position  
Pensions and Other Post-Employment Benefits Trust Funds  
for the fiscal year ended September 30, 2025

	General Employees' Retirement Trust	Police Officers' and Firefighters' Retirement Trust	Other Post Employment Benefits Trust	Total
<b>Assets</b>				
Cash and cash equivalents with trustee	\$ 1,810,255	\$ 1,373,100	\$ 28,661	\$ 3,212,016
Receivables				
State contributions	-	109,746	-	109,746
From broker for investments sold	-	180,509	-	180,509
Interest and dividends receivable	138,999	146,915	81	285,995
Total receivables	138,999	437,170	81	576,250
Investments, at fair value:				
Fixed income	17,089,332	15,587,287	-	32,676,619
Equities	41,984,360	45,626,421	-	87,610,781
Mutual funds	12,501,800	15,191,267	5,249,009	32,942,076
Real estate	6,836,967	7,033,175	-	13,870,142
Total investments	78,412,459	83,438,150	5,249,009	167,099,618
Total assets	80,361,713	85,248,420	5,277,751	170,887,884
<b>Liabilities</b>				
Accounts payable	-	161,536	31,538	193,074
Total liabilities	-	161,536	31,538	193,074
<b>Net Position</b>				
Restricted for pension & other post-employment	\$ 80,361,713	\$ 85,086,884	\$ 5,246,213	\$ 170,694,810

City of Titusville, Florida

Notes to the Financial Statements  
September 30, 2025

Note 5. Other Matters (continued)

City of Titusville, Florida  
Statement of Fiduciary Net Position  
Pensions and Other Post-Employment Benefits Trust Funds  
For fiscal year ending September 30, 2025

	General Employees' Retirement Trust	Police Officers' and Firefighters' Retirement Trust	Other Post- Employment Benefits Trust	Total
Additions				
Contributions:				
Employer	\$ 2,511,354	\$ 994,309	\$ 1,224,487	\$ 4,730,150
Employee	590,689	792,681	265,671	1,649,041
Employee Buy Back	40,208	-	-	40,208
State of Florida	-	1,233,582	-	1,233,582
Total contributions	<u>3,142,251</u>	<u>3,020,572</u>	<u>1,490,158</u>	<u>7,652,981</u>
Investment earnings (loss)				
Net change in the fair value of investments	4,084,629	7,118,768	426,182	11,629,579
Interest & dividends	2,937,499	1,713,826	137,218	4,788,543
Total investment income	<u>7,022,128</u>	<u>8,832,594</u>	<u>563,400</u>	<u>16,418,122</u>
Less investment-related expense	<u>(260,955)</u>	<u>(301,678)</u>	<u>-</u>	<u>(562,633)</u>
Total additions	<u>6,761,173</u>	<u>11,551,488</u>	<u>2,053,558</u>	<u>23,508,470</u>
Deductions				
Pension and other employee benefits	4,719,662	4,780,466	1,490,123	10,990,251
Lump Sum DROP Distribution	67,847	4,374	-	72,221
Lump Sum DROP Distribution	83,081	29,835	-	112,916
Refunds of Member Contributions	81,408	51,010	-	132,418
Administrative expenses	141,197	149,509	37,824	328,530
Other	-	-	36	36
Total deductions	<u>5,093,195</u>	<u>5,015,194</u>	<u>1,527,983</u>	<u>11,636,372</u>
Change in net position	<u>4,810,229</u>	<u>6,536,294</u>	<u>525,575</u>	<u>11,872,098</u>
Net position - beginning of year	<u>75,551,484</u>	<u>78,550,590</u>	<u>4,720,638</u>	<u>158,822,712</u>
Net position - end of year	<u>\$ 80,361,713</u>	<u>\$ 85,086,884</u>	<u>\$ 5,246,213</u>	<u>\$ 170,694,810</u>

## City of Titusville, Florida

### Notes to the Financial Statements September 30, 2025

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#### Note 5. Other Matters (continued)

##### D. Deferred Compensation Plans

The City offers its employees a choice of two deferred compensation plans created in accordance with Internal Revenue Code Section 457; i.e., International City Managers' Association (ICMA) or Nationwide Retirement Solutions (PEBSCO). The plans are available to all City employees and permit employees to defer a portion of their salary until future years. Participation in either of the plans is optional. Deferred compensation withdrawals are not available to employees until termination, retirement, death or an unforeseeable emergency.

In accordance with current professional pronouncements, the City has not included such funds in its financial statements.

On June 11, 2013, the City approved Resolution 18-2013 adopting a Money Purchase Defined Contribution Plan that is qualified under Section 401 (a) of the Internal Revenue Code, to eligible employees who participate in the City's 457(b) Deferred Compensation Plan. Effective for plan years beginning June 30, 2013 for Police and Firefighters and August 26, 2013 for General Employees, the City has made matching contributions to the City's 401(a) Money Purchase Defined Contribution Plan on a dollar for dollar basis, up to four percent of the employee base pay that the employee contributes to the City's 457(b) plan.

The Plan will provide for immediate vesting of the employee contributions and earnings on employee contributions to the 457(b) plan, however, employer contributions and earnings on employer contributions to the 401(a) defined contribution plan is vested after one year of participation in the DC Plan.

##### E. Equity Interest in Joint Venture

On May 24, 2010, the City entered into a joint venture with Farmton Water Resources LLC (Farmton) for the purpose of establishing a cooperative arrangement for the construction, installation and operation of a well field for the supply of water to the benefit of existing and future customers. TIFA LLC (TIFA), a limited liability company, was created for that purpose. The City and Farmton are required to contribute 50% each to the cost of constructing and maintaining the well field. Business and affairs of TIFA are managed by a management committee that is made up of two members, designated by the City and Farmton, respectively. Distributions of the amount equal to all cash receipts less all cash expenditures will be made, no less frequently than annually, based on membership interest at the time. On dissolution, the net assets of TIFA will be distributed based on membership interest at the time. If the reader should require further information, such as the financial statements of the joint venture, please contact: Sandra Reller, 555 S. Washington Avenue, Titusville, Florida 32781.

##### F. Contingent Liabilities

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

**Notes to the Financial Statements**  
**September 30, 2025**

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**Note 5. Other Matters (continued)**

The City is a defendant in various lawsuits. Although the outcomes of these lawsuits are not presently determinable, in the opinion of the City's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

**Note 6. New Accounting Pronouncements**

- a. GASB issued Statement No. 103, *Financial Model Reporting Improvements* in April 2024. This Statement requires that the basic financial statements be preceded by management's discussion and analysis (MD&A), which is presented as required supplementary information (RSI). The information presented in MD&A is limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. This Statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence. This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities and requires governments to present budgetary comparison information using a single method of communication-RSI. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
- b. GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* in September 2024. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
- c. GASB issued Statement No. 105, *Subsequent Events* in December 2025. This Statement defines subsequent events as transactions or other events that occur after the date of the financial statements but before the date the financial statements are available to be issued. This Statement describes the date the financial statements are available to be issued as the date at which (1) the financial statements are complete in a form and format that complies with generally accepted accounting principles and (2) approvals necessary for issuance have been obtained. That definition modifies the subsequent events time frame throughout the GASB literature. This Statement also requires the date through which subsequent events have been evaluated to be disclosed. This Statement clarifies the subsequent events that constitute recognized and nonrecognized events and establishes specific note disclosure requirements for nonrecognized events. The requirements of this Statement are effective for fiscal years beginning after June 15, 2026.

**Note 7. Deficit Fund Balance and Net Position**

- a. The Internal Service Fund, *Fleet*, has a deficit net position of \$14,958. This represents a decrease in the deficit from the prior year and is the result of long-term other post-employment benefit (OPEB) liabilities. These liabilities do not impact cash flows and will not affect the ability to provide services.

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

Schedule of Changes in Net OPEB Liability and Related Ratios  
Other Post-Employment Benefits Trust Fund  
Last 10 Fiscal Years\*

	9/30/2025	9/30/2024	9/30/2023	9/30/2022
Total OPEB Liability				
Service Cost	\$ 965,464	\$ 848,158	\$ 845,088	\$ 1,687,635
Interest	2,268,429	2,180,161	2,184,232	1,692,738
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	6,126,391	(1,157,340)		335,520
Changes of assumptions	(28,101,100)	9,632,017	(666,060)	(22,826,857)
Explicit Gross Benefit Payments	(1,662,785)	(1,755,145)	(1,848,540)	(1,904,121)
Explicit Contributions - Retiree	438,297	417,146	(586,968)	454,036
Implicit Net Benefit Payments	(748,972)	(1,001,089)		(1,068,058)
Net Change in Total OPEB Liability	(20,714,276)	9,163,908	(72,248)	(21,629,107)
Total OPEB Liability - Beginning	54,672,164	45,508,256	45,580,504	67,209,611
Total OPEB Liability - Ending (a)	\$ 33,957,888	\$ 54,672,164	\$ 45,508,256	\$ 45,580,504
Plan Fiduciary Net Position				
Explicit Contributions - Employer	\$ 1,224,487	\$ 1,461,668	\$ 1,497,412	\$ 1,606,639
Implicit Contributions - Employer	748,972	1,001,089	586,968	1,068,058
Explicit Contributions - Retiree	438,297	417,146	440,427	454,036
Net Investment Income	563,400	918,611	401,249	(734,029)
Explicit Gross Benefit Payments	(1,662,785)	(1,755,145)	(1,848,540)	(1,904,121)
Implicit Net Benefit Payments	(748,972)	(1,001,089)	(586,968)	(1,068,058)
Other	(36)	(63)		-
Administrative Expense	(37,824)	(30,585)	(34,334)	(29,280)
Net Change in Plan Fiduciary Net Position	525,539	1,011,632	456,214	(606,755)
Plan Fiduciary Net Position - Beginning	4,720,638	3,709,006	3,252,792	3,859,547
Plan Fiduciary Net Position - Ending (b)	5,246,177	4,720,638	3,709,006	3,252,792
Net OPEB Liability - Ending (a) - (b)	\$ 28,711,711	\$ 49,951,526	\$ 41,799,250	\$ 42,327,712
Plan Fiduciary Net Position as a percentage of the Total OPEB Liability	15.45%	8.63%	8.15%	7.14%
Covered Employee Payroll*	\$ 32,482,167	\$ 28,535,500	\$ 24,964,272	\$ 23,889,255
Net OPEB Liability as a Percentage of Covered Employee Payroll	88.39%	175.05%	167.44%	177.18%

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

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

Schedule of Changes in Net OPEB Liability and Related Ratios  
Other Post-Employment Benefits Trust Fund  
Last 10 Fiscal Years\* (Continued)

	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017
\$	1,739,148	\$ 980,693	\$ 822,394	\$ 990,753	\$ 1,097,474
	1,515,092	2,248,081	2,230,251	2,217,837	2,062,341
	-	(13,012)	-	-	-
	-	4,230,879	-	(1,608,563)	-
	(3,500,313)	6,312,050	4,595,562	(8,119,717)	(5,423,507)
	(1,980,467)	(1,987,481)	(1,973,978)	(2,009,347)	(1,884,080)
	490,321	531,523	470,609	482,054	-
	(1,045,467)	(1,249,034)	(958,432)	(1,003,129)	(566,062)
	(2,781,686)	11,053,699	5,186,406	(9,050,112)	(4,713,834)
	69,991,297	58,937,598	53,751,192	62,801,304	67,515,138
\$	\$ 67,209,611	\$ 69,991,297	\$ 58,937,598	\$ 53,751,192	\$ 62,801,304

\$	1,593,078	\$ 1,895,091	\$ 1,903,735	\$ 1,527,293	\$ 1,657,884
	1,045,467	1,249,034	958,432	1,003,129	566,062
	490,321	531,523	470,609	482,054	443,463
	616,888	340,793	93,542	204,104	263,882
	(1,980,467)	(1,987,481)	(1,973,978)	(2,009,347)	(1,884,080)
	(1,045,467)	(1,249,034)	(958,432)	(1,003,129)	(566,062)
	(42,296)	-	-	(693,616)	-
	(33,663)	(23,644)	(29,677)	(42,143)	(23,689)
	643,861	756,282	464,231	(531,655)	457,460
	3,215,686	2,459,404	1,995,173	2,526,828	2,069,368
	3,859,547	3,215,686	2,459,404	1,995,173	2,526,828
\$	\$ 63,350,064	\$ 66,775,611	\$ 56,478,194	\$ 51,756,019	\$ 60,274,476

	5.74%	4.59%	4.17%	3.71%	4.02%
\$	22,258,309	\$ 21,299,817	\$ 19,879,378	\$ 18,754,131	\$ 18,754,131
	284.61%	313.50%	284.10%	275.97%	321.39%

**Schedule of Contributions  
Other Post Employment Benefits Trust Fund  
Last 10 Fiscal Years\***

Fiscal Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
9/30/2025	\$ 4,048,878	\$ 1,973,459	\$ 2,075,419	\$ 32,482,167	6.08%
9/30/2024	3,672,917	1,461,668	2,211,249	28,535,500	5.12%
9/30/2023	3,063,005	1,497,412	1,565,593	24,964,272	6.00%
9/30/2022	2,982,255	1,606,639	1,375,616	23,889,255	6.73%
9/30/2021	3,232,025	1,593,078	1,638,947	22,258,309	7.16%
9/30/2020	3,225,302	1,895,091	1,330,211	21,299,817	8.90%
9/30/2019	3,170,359	1,903,735	1,266,624	19,879,378	9.58%
9/30/2018	3,046,637	1,527,293	1,519,344	18,754,131	8.14%
9/30/2017	3,297,320	1,657,884	1,639,436	16,889,001	9.82%

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

**Notes to Schedule:**

Actuarially determined contribution rates shown above are calculated as of October 1 for the plan/fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates are the same as those found in Note 5. The only exception is that an investment return rate of 7.0% was used for funding valuation purposes.

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

General Employees' Pension Trust

Schedule of Changes in Net Pension Liability and Related Ratios  
General Employees' Pension  
Last 10 Fiscal Years

	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021
Total Pension Liability					
Service Cost	\$ 1,711,893	\$ 1,534,422	\$ 1,307,668	\$ 1,236,856	\$ 1,120,539
Interest	5,685,296	5,450,834	5,165,189	5,043,783	4,990,299
Changes of benefit terms	-	-	2,046,361	-	-
Differences between expected and actual experience	1,309,743	-	(17,511)	101,569	(111,383)
Changes of assumptions	2,552,950	992,600	-	-	1,625,991
Contributions - Buy Back	40,208	-	33,372	-	-
Benefit Payments, Including Refunds of Contributions	(4,951,998)	(4,890,721)	(4,753,085)	(4,803,821)	(4,615,504)
Net Change in Total Pension Liability	6,348,092	3,087,135	3,781,994	1,578,387	3,009,942
Total Pension Liability - Beginning	79,181,992	76,094,857	72,312,863	70,734,476	67,724,534
Total Pension Liability - Ending (a)	\$ 85,530,084	\$ 79,181,992	\$ 76,094,857	\$ 72,312,863	\$ 70,734,476
Plan Fiduciary Net Position					
Contributions – Employer	\$ 2,511,354	\$ 2,104,184	\$ 1,473,702	\$ 1,391,895	\$ 1,678,995
Contributions - Employee	590,689	537,693	406,303	375,005	348,573
Contributions - Buy Back	40,208	-	33,372	-	-
Net Investment Income	6,761,173	13,221,187	7,259,901	(9,572,984)	14,147,701
Benefit Payments, Including Refunds of Contributions	(4,951,998)	(4,890,721)	(4,753,085)	(4,803,821)	(4,615,504)
Administrative Expense	(141,197)	(132,722)	(143,174)	(110,327)	(98,206)
Net Change in Plan Fiduciary Net Position	4,810,229	10,839,621	4,277,019	(12,720,232)	11,461,559
Plan Fiduciary Net Position - Beginning	75,551,484	64,711,863	60,434,844	73,155,076	61,693,517
Plan Fiduciary Net Position - Ending (b)	80,361,713	75,551,484	64,711,863	60,434,844	73,155,076
Net Pension Liability - Ending (a) - (b)	\$ 5,168,371	\$ 3,630,508	\$ 11,382,994	\$ 11,878,019	\$ (2,420,600)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	93.96%	95.41%	85.04%	83.57%	103.42%
Covered Employee Payroll*	\$ 19,661,961	\$ 17,996,236	\$ 16,204,758	\$ 15,000,174	\$ 13,942,943
Net Pension Liability as a Percentage of covered Employee Payroll	26.29%	20.17%	70.24%	79.19%	(17.36)%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

General Employees' Pension Trust (continued)

Schedule of Changes in Net Pension Liability and Related Ratios  
General Employees' Pension  
Last 10 Fiscal Years (continued)

	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016
\$	1,055,101	\$ 997,001	\$ 989,921	\$ 933,328	\$ 821,468
	4,970,974	4,836,266	4,831,550	4,718,214	4,552,082
	-	-	-	-	(88,592)
	276,775	399,357	(355,627)	411,551	5,321
	640,200	-	1,044,973	-	1,589,756
	21,909	24,202	28,879	-	11,869
	(4,653,848)	(4,499,667)	(4,575,782)	(4,830,173)	(5,201,251)
	2,311,111	1,757,159	1,963,914	1,232,920	1,690,653
	65,413,423	63,656,264	61,692,350	60,459,430	58,768,777
\$	\$ 67,724,534	\$ 65,413,423	\$ 63,656,264	\$ 61,692,350	\$ 60,459,430
\$	2,295,879	\$ 2,628,066	\$ 2,358,577	\$ 2,293,318	\$ 2,659,078
	344,340	323,634	312,111	296,609	274,825
	21,909	24,202	28,879	-	11,869
	2,119,258	1,620,007	5,338,971	7,364,236	5,382,430
	(4,653,848)	(4,499,667)	(4,575,782)	(4,830,173)	(5,201,251)
	(105,220)	(116,965)	(89,003)	(86,989)	(64,283)
	22,318	(20,723)	3,373,753	5,037,001	3,062,668
	61,671,199	61,691,922	58,318,169	53,281,168	50,218,500
	61,693,517	61,671,199	61,691,922	58,318,169	53,281,168
\$	\$ 6,031,017	\$ 3,742,224	\$ 1,964,342	\$ 3,374,181	\$ 7,178,262
	91.09%	94.28%	96.91%	94.53%	88.13%
\$	\$ 13,785,792	\$ 12,986,665	\$ 12,485,720	\$ 11,864,349	\$ 10,993,097
	43.75%	28.82%	15.73%	28.44%	65.30%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

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General Employees' Pension Trust (continued)

Notes to Schedule:

*Changes of assumptions:*

For measurement date 09/30/2025, there have been the following assumption or method changes since the prior valuation:

- As mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2024, FRS valuation report for special risk employees.
- The assumed salary increase rates were changed to 7.00% for fiscal years 2025 and 2026 and 4.50% thereafter, for all members.
- Retirement rates were moving to one set of assumed retirement rates, generally lower than previously assumed.
- Withdrawal rates were adjusted, resulting in generally more withdrawals than previously assumed.
- Disability rates were reduced by 50%.

*Plan Changes:*

For measurement date 09/30/2025, there have been no plan changes since the prior valuation.

*Changes of benefit terms:*

For measurement date 09/30/2025, there have been no changes in benefits since the prior valuation.

Schedule of Investment Returns  
General Employees' Pension  
Last 10 Fiscal Years

Annual Money-Weighted Rate of Return Net of Investment Expenses

2025	9.07%
2024	20.82%
2023	12.29%
2022	-13.36%
2021	23.39%
2020	3.49%
2019	2.66%
2018	9.14%
2017	14.08%
2016	10.92%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

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General Employees' Pension Trust (continued)

Schedule of Investment Contributions  
General Employees' Pension  
Last 10 Fiscal Years

Fiscal Year Ended	Actuarially Determined Contribution	Contributions in Relation to the		Contribution Deficiency (Excess)	Covered Payroll (1)	Contributions as a Percentage of Covered Payroll
		Actuarially Determined Contributions	Actuarially Determined Contributions			
9/30/2025	\$ 2,511,375	\$ 2,511,354	\$ 21	\$ 19,661,961	12.77%	
9/30/2024	2,104,184	2,104,184	-	17,996,236	11.69%	
9/30/2023	1,473,702	1,473,702	-	16,204,758	9.09%	
9/30/2022	1,391,507	1,391,895	(388)	15,000,174	9.28%	
9/30/2021	1,678,737	1,678,995	(258)	13,942,943	12.04%	
9/30/2020	2,295,879	2,295,879	-	13,785,792	16.65%	
9/30/2019	2,628,056	2,628,066	(10)	12,986,665	20.24%	
9/30/2018	2,358,554	2,358,577	(23)	12,485,720	18.89%	
9/30/2017	2,293,207	2,293,318	(111)	11,864,349	19.33%	
9/30/2016	2,659,078	2,659,078	-	10,993,097	24.19%	

**General Employees' Pension Trust (continued)**

Valuation Date to calculate actuarially determined contributions: 10/01/2023

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

Methods and assumptions used to determine contribution rates:

Funding Method:	Entry Age Normal Actuarial Cost Method. The following loads are applied for determination of the City's funding requirement: Interest - a half year, based on the current 7.25% assumption. Salary - a full year based on the current 7.00% assumption.
Amortization Method:	New UAAL amortization bases are amortized over 15 years.
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 insignificant bias above or below Market Value.
Inflation:	2.50% per year.
Salary Increases:	None. This is based on the experience study dated August 11, 2025. For members eligible for Normal Retirement as of August 26, 2013: Projected salary at retirement is increased 25% to account for non-regular compensation. For members not eligible for Normal Retirement as of August 26, 2013 with at least ten (10) years of service as of that date: The projected frozen benefit as of August 26, 2013 includes a 25% load for the final year included in the averaging period. For members with less than ten (10) years of service as of August 26, 2013: No load is assumed.
Interest Rates:	7.25% per year compounded annually, net of investment related expenses.
Payroll Growth:	None.
Retirement Age:	Those with at least ten (10) years of service as of August 26, 2013 First of the month coinciding with or following the earlier of: 1) age fifty-eight (58) and 7.5 years of service or 2) twenty-eight (28) years of service, regardless of age. Benefit: 2.482% of average final compensation as of August 26, 2013 times Credited Service through August 26, 2013. Members who are eligible for normal retirement as of August 26, 2013 continue to accrue benefits under the old benefit structure. Benefits accrued on and after August 26, 2013: Date: First of the month coinciding with or following the earlier of: 1) age fifty-eight (58) and the completion of 7.50 years of credited service or 2) the completion of twenty-eight (28) years of credited service, regardless of age. Benefit: 2.25% of average final compensation times Credited Service on and after August 26, 2013. Benefits accrued on and after August 26, 2013 for Members with less than 10 years of credited service: Date: First of the month coinciding with or following the earlier of: 1) age sixty-two (62) and the completion of ten (10) years of credited service, or 2) the completion of thirty (30) years of credited service, regardless of age.

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

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**General Employees' Pension Trust (continued)**

Early Retirement: For the frozen accrued benefit for all Members and for all benefits for Members with at least ten (10) years of credited service as of August 26, 2013:  
Date: Later of age forty-eight (48) and the completion of 7.50 years of credited service.  
Benefit: Same as for Normal Retirement but reduced 3.00% for each year that Early Retirement precedes Normal Retirement.  
For Benefits accrued on and after August 26, 2013 for Members with less than ten (10) years of service as that date:  
Date: Later of age fifty-two (52) and the completion of ten (10) years of Credited Service.  
Benefit: Same as for normal retirement but actuarially reduced for early retirement.

Mortality: Florida Retirement System (FRS), Milliman's July 1, 2024 valuation report for Non-special-risk employees. Disabled lives are set forward 4 years.

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

Police Officers' and Firefighters' Pension Trust

Schedule of Changes in Net Pension Liability and Related Ratios  
Police Officers' and Firefighters' Pension  
Last 10 Fiscal Years\*\*

	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021
Total Pension Liability					
Service Cost	\$ 1,537,358	\$ 1,501,227	\$ 1,119,339	\$ 1,050,399	\$ 979,981
Interest	6,151,748	5,967,448	5,532,474	5,347,462	5,182,892
Share Plan Allocation	-	-	500,784	415,487	396,025
Change in benefit terms	-	-	3,410,371	-	-
Differences between expected and actual experience	800,157	(68,180)	(97,856)	414,487	827,101
Changes of assumptions	5,174,225	-	-	-	1,906,206
Contribution - Buy Back	-	-	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(4,865,685)	(4,923,418)	(4,771,294)	(4,718,483)	(4,701,028)
Net Change in Total Pension Liability	8,797,803	2,477,077	5,693,818	2,509,352	4,591,177
Total Pension Liability - Beginning	85,747,184	83,270,107	77,576,289	75,066,937	70,475,760
Total Pension Liability - Ending (a)	\$ 94,544,987	\$ 85,747,184	\$ 83,270,107	\$ 77,576,289	\$ 75,066,937
Plan Fiduciary Net Position					
Contributions - Employer	\$ 994,309	\$ 1,135,072	\$ 811,700	\$ 825,946	\$ 1,168,793
Contributions - State	1,233,582	1,133,059	1,001,568	830,974	792,050
Contributions - Employee	792,681	722,003	621,062	546,455	506,015
Contributions - Buy Back	-	-	-	-	-
Net Investment Income	8,530,916	13,998,985	5,751,921	(11,811,661)	15,308,594
Difference in Projected and Actual Earnings		-	-		
Benefit Payments, Including Refunds of Employee Contributions	(4,865,685)	(4,923,418)	(4,771,294)	(4,718,483)	(4,701,028)
Administrative Expense	(149,509)	(117,284)	(154,344)	(120,463)	(97,821)
Net Change in Plan Fiduciary Net Position	6,536,294	11,948,417	3,260,613	(14,447,232)	12,976,603
Plan Fiduciary Net Position - Beginning	78,550,590	66,602,173	63,341,560	77,788,792	64,812,189
Plan Fiduciary Net Position - Ending (b)	85,086,884	78,550,590	66,602,173	63,341,560	77,788,792
Net Pension Liability - Ending (a) - (b)	\$ 9,458,103	\$ 7,196,594	\$ 16,667,934	\$ 14,234,729	\$(2,721,855)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.00%	91.61%	79.98%	81.65%	103.63%
Covered Employee Payroll*	\$ 11,324,005	\$ 10,396,617	\$ 9,463,814	\$ 8,413,236	\$ 7,778,316
Net Pension Liability as a Percentage of Covered Employee Payroll	83.52%	69.22%	176.12%	169.19%	(34.99)%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

Police Officers' and Firefighters' Pension Trust (continued)

Schedule of Changes in Net Pension Liability and Related Ratios  
Police Officers' and Firefighters' Pension  
Last 10 Fiscal Years\*\*(continued)

	09/30/2020	09/30/2019	9/30/2018	9/30/2017	9/30/2016
Total Pension Liability					
Service Cost	\$ 954,126	\$ 935,609	\$ 996,049	\$ 978,374	\$ 937,776
Interest	5,120,422	4,985,073	4,948,098	4,845,726	4,597,357
Change in excess state money	390,554	-	-	-	(214,112)
Change in benefit terms	-	(16,714)	-	-	(4,647)
Differences between expected and actual experience	792,420	265,852	(140,006)	125,344	156,069
Changes of assumptions	365,429	-	1,178,390	-	1,822,308
Contribution - Buy Back	-	-	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(4,526,052)	(4,391,162)	(4,474,998)	(4,899,952)	(3,999,048)
Net Change in Total Pension Liability	3,096,899	1,778,658	2,507,533	1,049,492	3,295,703
Total Pension Liability - Beginning	67,378,861	65,600,203	63,092,670	62,043,178	58,747,475
Total Pension Liability - Ending (a)	\$ 70,475,760	\$ 67,378,861	\$ 65,600,203	\$ 63,092,670	\$ 62,043,178
Plan Fiduciary Net Position					
Contributions - Employer	\$ 1,544,188	\$ 1,688,193	\$ 1,681,919	\$ 1,662,032	\$ 1,925,864
Contributions - State	781,108	753,963	724,200	681,740	731,350
Contributions - Employee	503,074	478,472	463,439	475,109	513,866
Contributions - Buy Back	-	-	-	-	-
Net Investment Income	4,002,262	1,878,838	5,490,249	7,397,792	5,588,136
Benefit Payments, Including Refunds of Employee Contributions	(4,526,052)	(4,391,162)	(4,474,998)	(4,899,952)	(3,999,048)
Prepaid Member Contribution	-	-	-	-	-
Prepaid City Contribution	-	-	-	-	-
Administrative Expense	(106,805)	(112,786)	(87,020)	(81,782)	(72,096)
Net Change in Plan Fiduciary Net Position	2,197,775	295,518	3,797,789	5,234,939	4,688,072
Plan Fiduciary Net Position - Beginning	62,614,414	62,318,896	58,521,107	53,286,168	48,598,096
Plan Fiduciary Net Position - Ending (b)	64,812,189	62,614,414	62,318,896	58,521,107	53,286,168
Net Pension Liability - Ending (a) - (b)	\$ 5,663,571	\$ 4,764,447	\$ 3,281,307	\$ 4,571,563	\$ 8,757,010
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.96%	92.93%	95.00%	92.75%	85.89%
Covered Employee Payroll*	\$ 7,745,593	\$ 7,319,880	\$ 7,123,928	\$ 6,666,701	\$ 6,423,341
Net Pension Liability as a Percentage of Covered Employee Payroll	73.12%	65.09%	46.06%	68.57%	136.33%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

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Police Officers' and Firefighters' Pension Trust (continued)

Notes to Schedule:

*Changes of assumptions:*

For measurement date 09/30/2025, there have been the following assumption or method changes since the prior valuation:

- As mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2024, FRS valuation report for special risk employees.
- Assumed salary increases were changed to 6.85% for fiscal years 2026 to 2028 and 5.00% thereafter, for all members.
- Adjustments to withdrawal and retirement rates based on observed experience.
- Increase to disability rates by 75%.

*Plan Changes:*

For measurement date 09/30/2025, there have been no plan changes since the prior valuation.

*Changes of benefit terms:*

For measurement date 09/30/2025, there have been no changes in benefits since the prior valuation.

Schedule of Investment Returns  
Police Officers' and Firefighters' Pension  
Last 10 Fiscal Years\*

Annual Money-Weighted Rate of Return Net of Investment Expense		
	2025	11.03%
	2024	21.45%
	2023	9.30%
	2022	-15.51%
	2021	24.12%
	2020	6.51%
	2019	3.06%
	2018	9.55%
	2017	14.17%
	2016	11.65%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

Police Officers' and Firefighters' Pension Trust (continued)

Schedule of Investment Contributions  
Police Officers' and Firefighters' Pension  
Last 10 Fiscal Years\*

Fiscal Year Ended	Contributions in Relation to the		Contribution Deficiency (Excess)	Covered Payroll (1)	Contributions as a Percentage of Covered Payroll
	Actuarially Determined Contribution	Actuarially Determined Contributions			
9/30/2025	\$ 2,451,655	\$ 2,227,891	\$ 223,764	\$ 11,324,005	19.67%
9/30/2024	2,073,704	2,268,131	(194,427)	10,396,617	21.82%
9/30/2023	1,241,496	1,312,484	(70,988)	9,463,814	13.87%
9/30/2022	1,216,337	1,241,433	(25,096)	8,413,236	14.76%
9/30/2021	1,545,009	1,564,818	(19,809)	7,778,316	20.12%
9/30/2020	2,064,227	1,934,742	129,485	7,745,593	24.98%
9/30/2019	2,369,493	2,442,156	(72,663)	7,319,880	33.36%
9/30/2018	2,413,269	2,406,119	7,150	7,123,928	33.78%
9/30/2017	2,378,374	2,343,772	34,602	6,666,701	35.16%
9/30/2016	2,544,678	2,657,214	(112,536)	6,423,341	41.37%

Police Officers' and Firefighters' Pension Notes to Schedules

Valuation Date to calculate actuarially determined contributions: 10/01/2023

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

Methods and assumptions used to determine contribution rates:

- Funding Method: Entry Age Normal Actuarial Cost Method. The following loads are applied for determination of the City's funding requirement:  
Interest - a half year  
Salary - a full year
- Amortization Method: New UAAL amortization bases are amortized over fifteen (15) years; the amortization payment is subject to a minimum based on a thirty (30) year amortization of the UAAL, if the UAAL is positive, in order to comply with Actuarial Standard of Practice No. 4.
- Remaining Amortization: Bases established prior to the valuation date are adjusted proportionally to match the Expected Unfunded Actuarial Accrued Liability as of the valuation date.
- Asset Smoothing Methodology: The Actuarial Value of Assets is brought forward using the historical four-year geometric average of Market Value Returns (net-of-fees). Over time, this may result in a immaterial bias that is above or below the Market Value of Assets.
- Inflation: 2.50% per year.

**Police Officers' and Firefighters' Pension Notes to Schedules (continued)**

Salary Increases: 6.85% for fiscal years 2026 to 2028 and 5.00% thereafter, for all Members. This assumption is based on the August 11, 2025 experience study with a Board-approved adjustment to assumed increase rates from that study.  
 For members eligible for retirement as of June 1, 2013: Projected salary at retirement is increased 25% to account for non-regular compensation.  
 For members not eligible for retirement on June 1, 2013 with at least ten (10) years of credited service as of that date: The projected frozen benefit as of June 1, 2013 includes a 25% load for the final year included in the averaging period.  
 For members with less than ten (10) years of service (and not eligible for normal retirement: No final salary load is assumed.

Interest Rates: 7.25% per year compounded annually, net of investment related expenses.

Payroll Growth: None.

Normal Retirement: Benefits for service prior to June 29, 2013:  
 Date: First of the month coinciding with or following the earlier of age fifty-five (55) and the completion of at least ten (10) years of credited service or the completion of twenty-five (25) years of credited service regardless of age.  
 Benefit: 3.00% of Average Final Compensation times Credited Service.  
 Benefit accrued for service after June 29, 2013:  
 Date: Remains the same for those with at least ten (10) years of service as of this date. Otherwise, first of the month coinciding with or following the earlier of age fifty-five (55) and the completion of ten (10) years of credited service or the completion of twenty-five (25) years of credited service regardless of age.  
 Benefit: 2.75% of Average Final Compensation times Credited Service.  
 Member eligible for retirement prior to June 29, 2013 will continue to follow the same structure as before these amendments were adopted.

Early Retirement: Eligibility with at least ten (10) years of credited service, age 50.  
 Benefit: Same as for Normal Retirement but reduced 3% per year prior to age 55.

Mortality: Mortality rates were updated to align with those outlined in Millman's July 1, 2024 FRS valuation report for special-risk employees.  
 Disabled lives for females are set forward 1 year

Termination and Disability Rate Tables:

Service	Rate
0-4	16.0%
5-10	4.0%
11+	2.0%

City of Titusville, Florida

Required Supplementary Information  
September 30, 2025

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Police Officers' and Firefighters' Pension Notes to Schedules (continued)

Age	% Becoming Disabled During the Year
20	0.16%
25	0.18%
30	0.22%
35	0.27%
40	0.36%
45	0.67%
50	1.25%
55	1.91%
60	2.38%

City of Titusville, Florida

Required Supplementary Information

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

General Fund

For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Positive (Negative)
<b>Revenues</b>				
Property taxes	\$ 22,721,989	\$ 22,721,989	\$ 22,581,794	\$ (140,195)
Local option gas tax	988,194	988,194	1,178,179	189,985
Utility and franchise taxes	12,646,117	12,646,117	12,436,631	(209,486)
Intergovernmental	7,477,682	8,162,900	7,970,257	(192,643)
Licenses and permits	310,000	310,000	324,339	14,339
Charges for services	7,362,891	7,608,733	8,421,410	812,677
Fines and forfeitures	88,500	88,500	78,841	(9,659)
Investment earnings (loss)	250,000	250,000	669,863	419,863
Miscellaneous	29,684	29,684	1,319,230	1,289,546
<b>Total revenues</b>	<b>51,875,057</b>	<b>52,806,117</b>	<b>54,980,544</b>	<b>2,174,427</b>
<b>Expenditures</b>				
<b>Current:</b>				
Legislative	117,934	124,562	108,213	16,349
Executive	1,352,718	1,352,718	1,399,428	(46,710)
Legal counsel	662,409	662,409	752,427	(90,018)
Community development	2,429,665	4,087,813	3,461,756	626,057
Public works	7,398,859	8,413,822	7,352,140	1,061,682
<b>Public Safety:</b>				
Law enforcement	18,399,785	19,292,723	19,523,708	(230,985)
Fire and emergency services	9,654,882	10,437,749	10,502,954	(65,205)
Support Services	5,089,150	5,150,050	4,915,068	234,982
General administrative services	8,140,201	9,375,051	8,705,871	669,180
<b>Debt Service:</b>				
Principal	1,593,923	1,593,923	2,137,923	(544,000)
Interest	260,796	260,796	217,938	42,858
Debt cost/administration fees	-	-	37,160	(37,160)
Capital Outlay/Improvements	7,851,000	13,650,541	7,976,293	5,674,248
<b>Total expenditures</b>	<b>62,951,322</b>	<b>74,402,157</b>	<b>67,090,879</b>	<b>7,311,278</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(11,076,265)</b>	<b>(21,596,040)</b>	<b>(12,110,335)</b>	<b>9,485,705</b>
<b>Other financing sources (uses)</b>				
Transfers in	3,092,681	4,166,951	6,674,270	2,507,319
Transfers out	(72,416)	(167,579)	-	167,579
Issuance of debt proceeds	4,287,000	5,287,000	8,106,295	2,819,295
<b>Total other financing sources (uses)</b>	<b>7,307,265</b>	<b>9,286,372</b>	<b>14,780,565</b>	<b>5,494,193</b>
<b>Net change in fund balance</b>	<b>\$ (3,769,000)</b>	<b>\$ (12,309,668)</b>	<b>2,670,230</b>	<b>\$ 14,979,898</b>
Beginning fund balances			22,485,583	
Ending fund balances			<u>\$ 25,155,813</u>	

City of Titusville, Florida

**Required Supplementary Information  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual  
 Downtown Community Redevelopment Agency Fund  
 For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Positive (Negative)
Revenues				
Property taxes	\$ 1,141,063	\$ 1,141,063	\$ 1,141,063	\$ -
Intergovernmental	-	-	1,336	1,336
Investment earnings (loss)	-	-	46,110	46,110
<b>Total revenues</b>	<u>1,141,063</u>	<u>1,141,063</u>	<u>1,188,509</u>	<u>47,446</u>
Expenditures				
Current:				
Community development	502,987	788,168	443,444	344,724
Capital Outlay/Improvements	517,127	984,570	275,827	708,743
<b>Total expenditures</b>	<u>1,020,114</u>	<u>1,772,738</u>	<u>719,271</u>	<u>1,053,467</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	120,949	(631,675)	469,238	1,100,913
Other financing sources (uses)				
Transfers out	(120,949)	(120,949)	(120,949)	-
<b>Total other financing sources (uses)</b>	<u>(120,949)</u>	<u>(120,949)</u>	<u>(120,949)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (752,624)</u>	<u>348,289</u>	<u>\$ 1,100,913</u>
Beginning fund balances			<u>752,624</u>	
Ending fund balances			<u>\$ 1,100,913</u>	

City of Titusville, Florida

**Required Supplementary Information  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual  
 American Rescue Plan Act  
 For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Positive (Negative)
Revenues				
Intergovernmental	\$ 1,079,253	\$ 2,185,903	\$ 1,030,202	\$ (1,155,701)
<b>Total revenues</b>	<u>1,079,253</u>	<u>2,185,903</u>	<u>1,030,202</u>	<u>(1,155,701)</u>
Other financing sources (uses)				
Transfers out	(1,079,253)	(2,185,903)	(1,030,202)	1,155,701
<b>Total other financing sources (uses)</b>	<u>(1,079,253)</u>	<u>(2,185,903)</u>	<u>(1,030,202)</u>	<u>1,155,701</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balances			-	
Ending fund balances			<u>\$ -</u>	

**City of Titusville, Florida**

**Notes to Required Supplementary Information  
Budgetary Reporting  
For the Fiscal Year Ended September 30, 2025**

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**Note A. Budgetary Process**

See Note 3A for an explanation of the budgetary process.

**Note B. Basis of Budgeting**

Budgets are adopted on a basis consistent with Generally Accepted Accounting Principles ("GAAP") See Note 3A.

**Note C. Reconciliation between Budget Basis and GAAP**

None required

## City of Titusville, Florida

### Nonmajor Governmental Funds September 30, 2025

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**Special Revenue Funds** are used to account for revenue derived from specific taxes or other earmarked revenue sources (other than for major capital projects) that are restricted by law or administrative action to expenditures for specified purposes.

**Impact Fee Fund** – To account for impact fees assessed on all new development within the City, which are restricted to capital acquisitions – roads and streets, public safety and parks – as a result of new growth and development.

**Forfeiture/Contraband Fund** – To account for confiscated property/revenues. Funds may only be used in accordance with Florida Statutes 932.705.

**Community Development Block Grant Fund (“CDBG”)** – To account for grants received under Title 1 of the Housing and Community Development Act of 1974, Public Law 93-383, which are restricted to finance the City’s community development program activities.

**Brevard County Home Investment Partnership Program Fund (“HOME”)** – To account for financial assistance received from the U.S. Department of Housing and Urban Development for production of affordable housing- as authorized by the National Affordable Housing Act of 1990 and implemented through an interlocal agreement (pursuant to Florida Statute 163.01) with Brevard County.

**State Housing Initiative Partnership Program Fund (“SHIP”)** – To account for State grants received under the William E. Sadowski Affordable Housing Act (Florida Statute 420.901 and Rule 91-37 of the Florida Administrative Code) which are used to increase the availability of affordable housing to eligible citizens of Titusville.

**Building Inspections Fund** - To account for revenue and expenditures generated through building inspections and permits.

**Debt Service Funds** are established to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**General Obligation Bonds Series 2015** – To account for the pledged revenues and debt service on the Series 2015 General Obligation Bonds.

**Capital Improvement Series 2017 Fund** - To account for the revenue provided by debt for the production of the Titusville Landing project. The expenses will be reimbursed to the City by the North Brevard Economic Development Board.

**CRA PIRN Loan 2009** – To account for the debt service on the Public Improvement Revenue Note, Series 2012.

**Capital Projects Funds** are established to account for resources used for the acquisition and construction of capital facilities by the City, except for those financed by proprietary funds.

**General Construction Fund** – To account for the financing and construction of major capital facilities and improvements other than streets, sidewalks and drainage systems.

**Roads and Streets Fund** - To account for construction of major capital facility and improvements to roads and streets.



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City of Titusville, Florida

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 September 30, 2025

	Special Revenue Funds					
	Impact Fee	Forfeiture/ Contraband	CDBG	HOME	SHIP	Building Inspections
<b>Assets</b>						
Equity in pooled cash and investments	\$ 1,852,547	\$ 225,523	\$ 210,184	\$ (35,298)	\$ 826,662	\$ 1,082,112
Receivables (net)	-	100	13,601	56,006	719	-
Prepaid items.	-	-	-	-	-	-
<b>Total assets</b>	<b>1,852,547</b>	<b>225,623</b>	<b>223,785</b>	<b>20,708</b>	<b>827,381</b>	<b>1,082,112</b>
<b>Liabilities</b>						
Accounts payable and accrued liabilities	-	6,838	385	-	3,644	64,273
Due to other funds	-	-	-	-	-	-
Unearned revenue	-	-	-	-	336,735	-
<b>Total liabilities</b>	<b>-</b>	<b>6,838</b>	<b>385</b>	<b>-</b>	<b>340,379</b>	<b>64,273</b>
<b>Fund balance</b>						
Nonspendable:						
Prepaid items	-	-	-	-	-	-
Restricted for:						
Capital expansion	1,852,547	-	-	-	-	-
Community development	-	-	223,400	20,708	487,002	1,017,839
Debt service	-	-	-	-	-	-
Public safety	-	218,785	-	-	-	-
Unassigned	-	-	-	-	-	-
<b>Total fund balance</b>	<b>1,852,547</b>	<b>218,785</b>	<b>223,400</b>	<b>20,708</b>	<b>487,002</b>	<b>1,017,839</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,852,547</b>	<b>\$ 225,623</b>	<b>\$ 223,785</b>	<b>\$ 20,708</b>	<b>\$ 827,381</b>	<b>\$ 1,082,112</b>

Debt Service			Capital Projects			Total Nonmajor Governmental Funds
General Obligation Bond Series 2015	Capital Improv Bond 2017	CRA PIRN 2009	General Construction	Roads and Streets		
\$ 541,885	\$ -	\$ -	\$ -	\$ -	\$ 4,703,615	
245	-	-	-	-	70,671	
-	-	107,913	-	-	107,913	
542,130	-	107,913	-	-	4,882,199	
-	-	-	-	-	75,140	
-	-	105,199	-	-	105,199	
-	-	-	-	-	336,735	
-	-	105,199	-	-	517,074	
-	-	107,913	-	-	107,913	
-	-	-	-	-	1,852,547	
-	-	-	-	-	1,748,949	
542,130	-	-	-	-	542,130	
-	-	-	-	-	218,785	
-	-	(105,199)	-	-	(105,199)	
542,130	-	2,714	-	-	4,365,125	
\$ 542,130	\$ -	\$ 107,913	\$ -	\$ -	\$ 4,882,199	

City of Titusville, Florida

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended September 30, 2025**

	Special Revenue Funds					
	Impact Fee	Forfeiture/ Contraband	CDBG	HOME	SHIP	Building Inspections
Revenues						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental	-	-	485,944	63,622	395,116	-
Licenses and permits	-	-	-	-	-	2,173,327
Fines and forfeitures	-	103,755	-	-	-	-
Investment earnings (loss)	23,283	4,906	-	-	14,499	-
Impact fees	677,740	-	-	-	-	-
Miscellaneous	-	-	4,884	-	27,364	-
<b>Total revenues</b>	<b>701,023</b>	<b>108,661</b>	<b>490,828</b>	<b>63,622</b>	<b>436,979</b>	<b>2,173,327</b>
Expenditures						
Current:						
Community development	-	-	445,544	63,621	395,114	1,826,246
Public safety	-	9,998	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>9,998</b>	<b>445,544</b>	<b>63,621</b>	<b>395,114</b>	<b>1,826,246</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>701,023</b>	<b>98,663</b>	<b>45,284</b>	<b>1</b>	<b>41,865</b>	<b>347,081</b>
Other Financing Sources (Uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(32,920)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(32,920)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>701,023</b>	<b>65,743</b>	<b>45,284</b>	<b>1</b>	<b>41,865</b>	<b>347,081</b>
Beginning fund balances	1,151,524	153,042	178,116	20,707	445,137	670,758
Ending fund balances	\$ 1,852,547	\$ 218,785	\$ 223,400	\$ 20,708	\$ 487,002	\$ 1,017,839

Debt Service			Capital Projects			Total Nonmajor Governmental Funds
General Obligation Bond Series 2015	Capital Improv Bond 2017	CRA PIRN 2009	General Construction	Roads and Streets		
\$ 884,028	\$ -	\$ -	\$ -	\$ -	\$ 884,028	
-	2,852,213	-	-	-	3,796,895	
-	-	-	-	-	2,173,327	
-	-	-	-	-	103,755	
8,016	-	-	-	-	50,704	
-	-	-	-	-	677,740	
-	-	-	-	-	32,248	
892,044	2,852,213	-	-	-	7,718,697	
-	-	-	-	-	2,730,525	
-	-	-	-	-	9,998	
672,000	2,790,000	95,000	-	-	3,557,000	
12,230	62,218	25,948	-	-	100,396	
684,230	2,852,218	120,948	-	-	6,397,919	
207,814	(5)	(120,948)	-	-	1,320,778	
-	-	120,949	-	-	120,949	
-	-	-	(212,439)	(3,620,750)	(3,866,109)	
-	-	120,949	(212,439)	(3,620,750)	(3,745,160)	
207,814	(5)	1	(212,439)	(3,620,750)	(2,424,382)	
334,316	5	2,713	212,439	3,620,750	6,789,507	
\$ 542,130	\$ -	\$ 2,714	\$ -	\$ -	\$ 4,365,125	

City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Impact Fee  
Annually - Budgeted Nonmajor Special Revenue Funds  
For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Investment earnings (loss)	\$ -	\$ -	23,283	\$ 23,283
Impact fees	90,000	90,000	677,740	587,740
Current:				
<b>Total revenues</b>	<u>90,000</u>	<u>90,000</u>	<u>701,023</u>	<u>611,023</u>
Other Financing Sources (Uses):				
Transfers out	(90,000)	(90,000)	-	90,000
<b>Total other financing sources (uses)</b>	<u>(90,000)</u>	<u>(90,000)</u>	<u>-</u>	<u>90,000</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>701,023</u>	<u>\$ 701,023</u>
Beginning fund balances			<u>1,151,524</u>	
Ending fund balances			<u>\$ 1,852,547</u>	

City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Forfeiture Contraband  
Annually - Budgeted Nonmajor Special Revenue Funds  
For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Fines and forfeitures	\$ 7,000	\$ 7,000	\$ 103,755	\$ 96,755
Investment earnings (loss)	-	-	4,906	4,906
<b>Total revenues</b>	<u>7,000</u>	<u>7,000</u>	<u>108,661</u>	<u>101,661</u>
Expenditures				
Current:				
Public safety	7,000	27,000	9,998	17,002
<b>Total expenditures</b>	<u>7,000</u>	<u>27,000</u>	<u>9,998</u>	<u>17,002</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	(20,000)	98,663	118,663
Other Financing Sources (Uses):				
Transfers out	-	(32,920)	(32,920)	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(32,920)</u>	<u>(32,920)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ (52,920)</u>	<u>65,743</u>	<u>\$ 118,663</u>
Beginning fund balances			<u>153,042</u>	
Ending fund balances			<u>\$ 218,785</u>	

City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
CDBG  
Annually - Budgeted Nonmajor Special Revenue Funds  
For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 307,980	\$ 1,088,006	\$ 485,944	\$ (602,062)
Miscellaneous	-	4,884	4,884	-
<b>Total revenues</b>	<u>307,980</u>	<u>1,092,890</u>	<u>490,828</u>	<u>(602,062)</u>
Expenditures				
Current:				
Community development	307,980	1,092,890	445,544	647,346
<b>Total expenditures</b>	<u>307,980</u>	<u>1,092,890</u>	<u>445,544</u>	<u>647,346</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>45,284</u>	<u>\$ 45,284</u>
Beginning fund balances			<u>178,116</u>	
Ending fund balances			<u>\$ 223,400</u>	

City of Titusville, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual

HOME

Annually - Budgeted Nonmajor Special Revenue Funds

For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 115,969	\$ 476,165	\$ 63,622	\$ (412,543)
<b>Total revenues</b>	<u>115,969</u>	<u>476,165</u>	<u>63,622</u>	<u>(412,543)</u>
Expenditures				
Current:				
Community development	115,969	476,165	63,621	412,544
<b>Total expenditures</b>	<u>115,969</u>	<u>476,165</u>	<u>63,621</u>	<u>412,544</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>1</u>	<u>\$ 1</u>
Beginning fund balances			<u>20,707</u>	
Ending fund balances			<u>\$ 20,708</u>	

City of Titusville, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual

SHIP

Annually - Budgeted Nonmajor Special Revenue Funds

For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 379,319	\$ 819,586	\$ 395,116	\$ (424,470)
Investment earnings (loss)	-	16,263	14,499	(1,764)
Miscellaneous	-	27,367	27,364	(3)
<b>Total revenues</b>	<u>379,319</u>	<u>863,216</u>	<u>436,979</u>	<u>(426,237)</u>
Expenditures				
Current:				
Community development	379,319	863,216	395,114	468,102
<b>Total expenditures</b>	<u>379,319</u>	<u>863,216</u>	<u>395,114</u>	<u>468,102</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>41,865</u>	<u>\$ 41,865</u>
Beginning fund balances			<u>445,137</u>	
Ending fund balances			<u>\$ 487,002</u>	

City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Building Inspections  
Annually - Budgeted Nonmajor Special Revenue Funds  
For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Licenses and permits	\$ 1,260,000	\$ 1,260,000	\$ 2,173,327	\$ 913,327
<b>Total revenues</b>	<u>1,260,000</u>	<u>1,260,000</u>	<u>2,173,327</u>	<u>913,327</u>
Expenditures				
Community development	1,809,835	1,865,292	1,826,246	39,046
<b>Total expenditures</b>	<u>1,809,835</u>	<u>1,865,292</u>	<u>1,826,246</u>	<u>39,046</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(549,835)	(605,292)	347,081	952,373
Other Financing Sources (Uses):				
Transfers in	72,416	72,416	-	(72,416)
<b>Total other financing sources (uses)</b>	<u>72,416</u>	<u>72,416</u>	<u>-</u>	<u>(72,416)</u>
<b>Net change in fund balance</b>	<u>\$ (477,419)</u>	<u>\$ (532,876)</u>	<u>347,081</u>	<u>\$ 879,957</u>
Beginning fund balances			<u>670,758</u>	
Ending fund balances			<u>\$ 1,017,839</u>	

# City of Titusville, Florida

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual General Obligation Bond Series 2015 Debt Service Annually - Budgeted Nonmajor Debt Service Funds For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Property taxes	\$ 684,284	\$ 684,284	\$ 884,028	\$ 199,744
Investment earnings (loss)	-	-	8,016	8,016
<b>Total revenues</b>	<u>684,284</u>	<u>684,284</u>	<u>892,044</u>	<u>207,760</u>
Expenditures				
Principal	672,000	672,000	672,000	-
Interest and fiscal charges	12,284	12,284	12,230	54
<b>Total expenditures</b>	<u>684,284</u>	<u>684,284</u>	<u>684,230</u>	<u>54</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>207,814</u>	<u>\$ 207,814</u>
Beginning fund balances			334,316	
Ending fund balances			<u>\$ 542,130</u>	

# City of Titusville, Florida

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual Capital Improv Bond 2017 Debt Service Annually - Budgeted Nonmajor Debt Service Funds For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 730,917	\$ 730,917	\$ 2,852,213	\$ 2,121,296
<b>Total revenues</b>	<u>730,917</u>	<u>730,917</u>	<u>2,852,213</u>	<u>2,121,296</u>
Expenditures				
Principal	675,000	675,000	2,790,000	(2,115,000)
Interest and fiscal charges	55,917	55,917	62,218	(6,301)
<b>Total expenditures</b>	<u>730,917</u>	<u>730,917</u>	<u>2,852,218</u>	<u>(2,121,301)</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(5)</u>	<u>\$ (5)</u>
Beginning fund balances			5	
Ending fund balances			<u>\$ -</u>	

# City of Titusville, Florida

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual CRA PIRN 2009 Debt Service Annually - Budgeted Nonmajor Debt Service Funds For the Fiscal Year Ended September 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Expenditures				
Principal	\$ 95,000	\$ 95,000	\$ 95,000	\$ -
Interest and fiscal charges	25,949	25,949	25,948	1
<b>Total expenditures</b>	<b>120,949</b>	<b>120,949</b>	<b>120,948</b>	<b>1</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(120,949)</b>	<b>(120,949)</b>	<b>(120,948)</b>	<b>1</b>
Other financing sources (uses)				
Transfers in	120,949	120,949	120,949	-
<b>Total other financing sources</b>	<b>120,949</b>	<b>120,949</b>	<b>120,949</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>1</b>	<b>\$ 1</b>
Beginning fund balances			2,713	
Ending fund balances			<u>\$ 2,714</u>	

# City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
 Budget and Actual  
 General Construction Capital Projects Fund  
 Annually - Budgeted Nonmajor Capital Projects Funds  
 For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Other Financing Sources (Uses)				
Transfers out	\$ -	\$ -	\$ (212,439)	\$ (212,439)
<b>Total other financing sources (uses):</b>	<b>-</b>	<b>-</b>	<b>(212,439)</b>	<b>(212,439)</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(212,439)</b>	<b>\$ (212,439)</b>
Beginning fund balances			212,439	
Ending fund balances			<u>\$ -</u>	

# City of Titusville, Florida

**Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget and Actual  
Roads and Streets Capital Projects Fund  
Annually - Budgeted Nonmajor Capital Projects Funds  
For the Fiscal Year Ended September 30, 2025**

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Other Financing Sources (Uses)				
Transfers out	\$ -	\$ -	\$ (3,620,750)	\$ (3,620,750)
<b>Total other financing sources (uses):</b>	<u>-</u>	<u>-</u>	<u>(3,620,750)</u>	<u>(3,620,750)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(3,620,750)</u>	<u>\$ (3,620,750)</u>
Beginning fund balances			3,620,750	
Ending fund balances			<u>\$ -</u>	

## City of Titusville, Florida

### Internal Service Funds September 30, 2025

**Internal Service Funds** are used to account for the financing of centralized services to City departments on a cost-reimbursement basis (including depreciation).

**Fleet** - To account for the cost of operating a maintenance facility for automotive equipment used by other City departments/divisions.

**Information Technology** - To account for data processing operations and the cost of computer services used by other City departments/divisions.

**Self-Insured Dental** - To account for the accumulation of resources to be used for group dental coverage for City employees and their dependents.

**Self-Insured Loss Fund** - To account for various lines of property and liability coverage.

**Fully Insured Health** - To account for health benefits as provided by Connecticut General Life Insurance Co. ("CIGNA").

**Partially Self-Insured Health** – To account for the accumulation of resources to be used for group health coverage for City employees and their dependents as a cost savings measure.

**Health Clinic** – To account for cost savings measures to reduce the health program costs for the City by providing an operational health clinic those employees can visit during working hours.

City of Titusville, Florida

Combining Statement of Net Position  
Internal Service Funds  
September 30, 2025

	Fleet	Information Technology	Self-Insured Dental	Self-Insured Loss Fund
<b>Assets</b>				
Current assets:				
Equity in pooled cash and investments	\$ 2,368,699	\$ 628,050	\$ 549,933	\$ 1,907,319
Receivables, net	4,642	-	-	8,600
Due from other governments	2,010	1,858	-	-
Inventories	86,081	-	-	-
Restricted current assets:				
Cash	-	-	-	100,000
<b>Total current assets</b>	<b>2,461,432</b>	<b>629,908</b>	<b>549,933</b>	<b>2,015,919</b>
Capital assets:				
Buildings and Improvements	104,206	-	-	-
Improvements Other than Buildings	2,302,613	-	-	-
Furniture and Equipment	384,115	3,884,729	-	-
Less Accumulated Depreciation	(513,641)	(3,408,797)	-	-
<b>Total capital assets (net of accumulated depreciation)</b>	<b>2,277,293</b>	<b>475,932</b>	<b>-</b>	<b>-</b>
<b>Total noncurrent assets</b>	<b>2,277,293</b>	<b>475,932</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>4,738,725</b>	<b>1,105,840</b>	<b>549,933</b>	<b>2,015,919</b>
<b>Deferred outflows of resources</b>				
Deferred Pension Outflow	72,051	103,508	-	-
Deferred OPEB Outflow	255,826	54,677	-	-
<b>Total deferred outflows of resources</b>	<b>327,877</b>	<b>158,185</b>	<b>-</b>	<b>-</b>
<b>Liabilities</b>				
Current liabilities:				
Accounts Payable	259,745	43,041	-	5,191
Interest Payable from Restricted Assets	55,353	15	-	-
Accrued Liabilities	20,120	29,550	-	-
Contracts and Retainage Payable	10,076	3,581	110	-
Self-Insured Claims Payable	-	-	70,000	1,590,000
Current Portion of Leases Payable	-	20,675	-	-
Compensated Absences	8,469	6,893	-	-
Current Debt Payable from Restricted Assets	148,000	-	-	-
<b>Total current liabilities</b>	<b>501,763</b>	<b>103,755</b>	<b>70,110</b>	<b>1,595,191</b>
Noncurrent liabilities:				
Noncurrent Compensated Absences	87,440	92,333	-	-
Net OPEB Liability	683,438	146,070	-	-
Long-Term Debt Payable, net	2,892,000	-	-	-
Net Pension Liability	128,144	184,091	-	-
<b>Total noncurrent liabilities</b>	<b>3,791,022</b>	<b>422,494</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>4,292,785</b>	<b>526,249</b>	<b>70,110</b>	<b>1,595,191</b>
<b>Deferred inflows of resources</b>				
Deferred Pension Inflow	111,452	160,112	-	-
Deferred OPEB Inflow	677,323	144,763	-	-
<b>Total deferred inflows of resources</b>	<b>788,775</b>	<b>304,875</b>	<b>-</b>	<b>-</b>
<b>Net Position</b>				
Net Investment in Capital Assets	(762,707)	455,257	-	-
Unrestricted	747,749	(22,356)	479,823	420,728
<b>Total net position</b>	<b>\$ (14,958)</b>	<b>\$ 432,901</b>	<b>\$ 479,823</b>	<b>\$ 420,728</b>

Fully Insured Health	Partially Self-Insured Health	Health Clinic	Total
\$ 102,390	\$ 1,310,861	\$ 105,872	\$ 6,973,124
-	1,068,041	-	1,081,283
-	-	-	3,868
-	-	-	86,081
-	-	-	100,000
102,390	2,378,902	105,872	8,244,356
-	-	-	104,206
-	-	-	2,302,613
-	-	-	4,268,844
-	-	-	(3,922,438)
-	-	-	2,753,225
-	-	-	2,753,225
102,390	2,378,902	105,872	10,997,581
-	-	-	175,559
-	-	-	310,503
-	-	-	486,062
41,795	79,205	58,386	487,363
-	-	-	55,368
-	-	-	49,670
242	8,689	-	22,698
-	602,000	-	2,262,000
-	-	-	20,675
-	-	-	15,362
-	-	-	148,000
42,037	689,894	58,386	3,061,136
-	-	-	179,773
-	-	-	829,508
-	-	-	2,892,000
-	-	-	312,235
-	-	-	4,213,516
42,037	689,894	58,386	7,274,652
-	-	-	271,564
-	-	-	822,086
-	-	-	1,093,650
-	-	-	(307,450)
60,353	1,689,008	47,486	3,422,791
\$ 60,353	\$ 1,689,008	\$ 47,486	\$ 3,115,341

City of Titusville, Florida

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position  
Internal Service Funds  
For the Fiscal Year Ended September 30, 2025**

	Fleet	Information Technology	Self-Insured Dental	Self-Insured Loss Fund
Operating revenues:				
Charges for sales and services	\$ 5,711,879	\$ 3,750,015	\$ 371,597	\$ 2,261,618
Claims settlements	-	-	-	247,254
<b>Total operating revenue</b>	<b>5,711,879</b>	<b>3,750,015</b>	<b>371,597</b>	<b>2,508,872</b>
Operating expenses:				
Salaries and employee benefits	927,342	1,237,410	-	-
Supplies and materials	3,629,916	1,429,340	-	-
Contract services	-	31,391	31,793	100,285
Other services and charges	594,970	316,006	307,052	2,517,277
Depreciation	52,017	223,593	-	-
<b>Total operating expenses</b>	<b>5,204,245</b>	<b>3,237,740</b>	<b>338,845</b>	<b>2,617,562</b>
<b>Operating income (loss)</b>	<b>507,634</b>	<b>512,275</b>	<b>32,752</b>	<b>(108,690)</b>
Nonoperating revenues (expenses):				
Investment earnings	20,179	9,636	7,225	64,483
Miscellaneous	29,720	1,288	-	-
Intergovernmental revenue	2,010	1,858	-	-
Interest and amortization expense	(128,355)	(440)	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>(76,446)</b>	<b>12,342</b>	<b>7,225</b>	<b>64,483</b>
<b>Change in net position</b>	<b>431,188</b>	<b>524,617</b>	<b>39,977</b>	<b>(44,207)</b>
Total net position - beginning	(446,146)	(91,716)	439,846	464,935
Total net position - end	<b>\$ (14,958)</b>	<b>\$ 432,901</b>	<b>\$ 479,823</b>	<b>\$ 420,728</b>

	Fully Insured Health	Partially Self-Insured Health	Health Clinic	Total
\$	1,098,499	\$ 8,566,824	\$ 700,630	\$ 22,461,062
	-	-	-	247,254
	1,098,499	8,566,824	700,630	22,708,316
	-	-	-	2,164,752
	-	-	-	5,059,256
	-	286,132	700,628	1,150,229
	1,056,145	9,513,428	-	14,304,878
	-	-	-	275,610
	1,056,145	9,799,560	700,628	22,954,725
	42,354	(1,232,736)	2	(246,409)
	2,402	157,217	10,375	271,517
	452	1,304,079	-	1,335,539
	-	-	-	3,868
	-	-	-	(128,795)
	2,854	1,461,296	10,375	1,482,129
	45,208	228,560	10,377	1,235,720
	15,145	1,460,448	37,109	1,879,621
\$	60,353	\$ 1,689,008	\$ 47,486	\$ 3,115,341

City of Titusville, Florida

Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended September 30, 2025

	Fleet	Information Technology	Self-Insured Dental	Self-Insured Loss Fund
<b>Cash flows from Operating Activities</b>				
Cash received from customers	\$ 5,705,227	\$ 3,748,157	\$ 371,597	\$ 2,500,272
Cash paid to employees	(889,364)	(1,486,043)	-	-
Cash paid to suppliers	(4,110,617)	(1,744,656)	(338,735)	(2,439,371)
Other receipts	29,720	1,288	-	-
Net cash provided by (used in) operating activities	734,966	518,746	32,862	60,901
<b>Cash flows from Noncapital Financing Activities</b>				
Intergovernmental grant proceeds	2,010	1,858	-	-
Net cash provided by (used in) noncapital financing activities	2,010	1,858	-	-
<b>Cash flows from Capital and related Financing Activities</b>				
Acquisition and construction of capital assets	(1,971,313)	(1)	-	-
Principal payments of long-term debt	-	(40,742)	-	-
Interest paid	(101,929)	(469)	-	-
Net cash provided by (used in) capital and related financing activities	(2,073,242)	(41,212)	-	-
<b>Cash flows from investing activities</b>				
Interest pool returns	20,179	9,636	7,225	64,483
Net cash provided by (used in) investing activities	20,179	9,636	7,225	64,483
<b>Net Increase(decrease) in cash and cash equivalents</b>	(1,316,087)	489,028	40,087	125,384
<b>Cash and cash equivalents, beginning of year</b>	3,684,786	139,022	509,846	1,881,935
<b>Cash and cash equivalents, end of year</b>	<u>\$ 2,368,699</u>	<u>\$ 628,050</u>	<u>\$ 549,933</u>	<u>\$ 2,007,319</u>
<b>Cash and cash equivalents classified as:</b>				
Unrestricted	\$ 2,368,699	\$ 628,050	\$ 549,933	\$ 1,907,319
Restricted	-	-	-	100,000
Total cash and cash equivalents	<u>\$ 2,368,699</u>	<u>\$ 628,050</u>	<u>\$ 549,933</u>	<u>\$ 2,007,319</u>
<b>Reconciliation of operating (loss) income to net cash provided by (used in) operating activities:</b>				
Operating income(loss)	\$ 507,634	\$ 512,275	\$ 32,752	\$ (108,690)
Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	52,017	223,593	-	-
Nonoperating revenues (expenses)	29,720	1,288	-	-
Changes in assets and liabilities:				
Accounts receivable	(4,642)	-	-	(8,600)
Due from other governments	(2,010)	(1,858)	-	-
Inventories	5,050	-	-	-
Accounts payable and accrued liabilities	109,219	32,081	110	5,191
Compensated absences	7,927	7,027	-	-
Claims payable	-	-	-	173,000
Net Pension liability	(30,440)	(32,424)	-	-
Net OPEB liability	60,491	(223,236)	-	-
<b>Total Adjustments</b>	227,332	6,471	110	169,591
<b>Net cash provided by (used in) operating activities</b>	<u>\$ 734,966</u>	<u>\$ 518,746</u>	<u>\$ 32,862</u>	<u>\$ 60,901</u>
Noncash investing, capital and financing activities:				
Capital Retainage/Contracts Payable	\$ 11,261	\$ -	\$ -	\$ -

Fully Insured Health	Partially Insured Health	Health Clinic	Total
\$ 1,099,150	\$ 7,651,047	\$ 700,630	\$ 21,776,080
-	-	-	(2,375,407)
(1,048,375)	(9,711,666)	(642,242)	(20,035,662)
452	1,304,079	-	1,335,539
51,227	(756,540)	58,388	700,550
-	-	-	3,868
-	-	-	3,868
-	-	-	(1,971,314)
-	-	-	(40,742)
-	-	-	(102,398)
-	-	-	(2,114,454)
2,402	157,217	10,375	271,517
2,402	157,217	10,375	271,517
53,629	(599,323)	68,763	(1,138,519)
48,761	1,910,184	37,109	8,211,643
\$ 102,390	\$ 1,310,861	\$ 105,872	\$ 7,073,124
\$ 102,390	\$ 1,310,861	\$ 105,872	\$ 6,973,124
-	-	-	100,000
\$ 102,390	\$ 1,310,861	\$ 105,872	\$ 7,073,124
\$ 42,354	\$ (1,232,736)	2	\$ (246,409)
-	-	-	275,610
452	1,304,079	-	1,335,539
651	(915,777)	-	(928,368)
-	-	-	(3,868)
-	-	-	5,050
7,770	87,894	58,386	300,651
-	-	-	14,954
-	-	-	173,000
-	-	-	(62,864)
-	-	-	(162,745)
8,873	476,196	58,386	946,959
\$ 51,227	\$ (756,540)	\$ 58,388	\$ 700,550
\$ -	\$ -	\$ -	\$ 11,261



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## Statistical Section

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

<b><u>Contents</u></b>	<b><u>Pages</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>155-159</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax, and the municipal sales tax.	<b>160-164</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>165-169</b>
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>170-171</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	<b>172-175</b>
<b>Secondary Market Disclosure</b> The City of Titusville is required to provide ongoing disclosure for its holders of Water and Sewer Revenue Bonds, Series 2010. Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission Annual Financial Report for the fiscal year September 30, 2025.	<b>176-179</b>

### **Sources:**

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant fiscal year. Schedules presenting government-wide information include information beginning in that fiscal year.



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**City of Titusville, Florida**  
**Schedule 1 - Net Position by Component**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 63,944,350	\$ 60,499,725	\$ 60,177,813	\$ 57,332,471	\$ 55,416,196	\$ 54,987,825	\$ 54,435,616	\$ 51,637,754	\$ 50,852,623	\$ 54,951,652
Restricted	6,652,065	7,594,954	6,225,320	5,473,785	5,719,901	4,626,485	4,497,731	3,671,117	5,538,066	5,660,781
Unrestricted	(20,200,887)	(27,036,068)	(32,777,532)	(26,783,959)	(28,313,188)	(33,568,913)	(35,188,687)	(40,271,546)	(46,561,152)	(10,200,449)
<b>Total Governmental Activities Net Position</b>	<b>\$ 50,395,528</b>	<b>\$ 41,058,611</b>	<b>\$ 33,625,601</b>	<b>\$ 36,022,297</b>	<b>\$ 32,822,909</b>	<b>\$ 26,045,397</b>	<b>\$ 23,744,660</b>	<b>\$ 15,037,325</b>	<b>\$ 9,829,537</b>	<b>\$ 50,411,984</b>
<b>Business-Type Activities</b>										
Net Investment in Capital Assets	\$ 116,699,756	\$ 97,837,335	\$ 95,876,906	\$ 82,598,194	\$ 72,756,736	\$ 63,396,871	\$ 59,138,117	\$ 55,083,599	\$ 51,973,123	\$ 50,397,886
Restricted	372,803	348,417	340,992	314,009	289,678	254,231	267,802	284,046	302,986	317,727
Unrestricted	8,678,658	21,960,675	16,440,409	18,916,483	22,669,563	22,003,752	19,332,034	16,421,187	14,760,301	30,866,489
<b>Total Business-Type Activities Net Position</b>	<b>\$ 125,751,217</b>	<b>\$ 120,146,427</b>	<b>\$ 112,658,307</b>	<b>\$ 101,828,686</b>	<b>\$ 95,715,977</b>	<b>\$ 85,654,854</b>	<b>\$ 78,737,953</b>	<b>\$ 71,788,832</b>	<b>\$ 67,036,410</b>	<b>\$ 81,582,102</b>
<b>Total</b>										
Net Investment in Capital Assets	\$ 180,644,106	\$ 158,337,060	\$ 156,054,719	\$ 139,930,665	\$ 128,172,932	\$ 118,384,696	\$ 113,573,733	\$ 106,721,353	\$ 102,825,746	\$ 105,349,538
Restricted	7,024,868	7,943,371	6,566,312	5,787,794	6,009,579	4,880,716	4,765,533	3,955,163	5,841,052	5,978,508
Unrestricted	(11,522,229)	(5,075,393)	(16,337,123)	(7,867,476)	(5,643,625)	(11,565,161)	(15,856,653)	(23,850,359)	(31,800,851)	20,666,040
<b>Total Net Position</b>	<b>\$ 176,146,745</b>	<b>\$ 161,205,038</b>	<b>\$ 146,283,908</b>	<b>\$ 137,850,983</b>	<b>\$ 128,538,886</b>	<b>\$ 111,700,251</b>	<b>\$ 102,482,613</b>	<b>\$ 86,826,157</b>	<b>\$ 76,865,947</b>	<b>\$ 131,994,086</b>

\*Note the decrease in Net Position is due to implementation of GASB 75 and City's policy changes for retiree health care.

\*\*Note the decrease in Net Position is due to implementation of GASB 68 and the City's changes for pensions.

**City of Titusville Florida**  
**Schedule 2 - Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
Charges for Services:										
General Administrative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	537,094	\$ -	2,372,680	\$ 3,588,417
Public Safety	1,537,391	1,321,542	1,237,544	1,118,252	1,013,884	991,839	1,016,316	997,183	684,559	776,506
Public Works	-	-	-	-	-	48,918	110,642	94,898	-	-
Support Services	1,196,482	1,519,026	771,449	1,213,055	1,058,863	572,015	1,391	437,481	210,094	286,799
Community Development	2,655,675	2,263,207	2,379,443	2,204,658	1,833,057	1,576,960	1,788,006	1,447,903	1,739,291	1,327,699
Operating Grants and Contributions	3,949,165	5,957,571	4,721,837	2,385,596	1,288,161	1,184,552	1,451,448	1,592,945	1,463,814	989,072
Capital Grants and Contributions	3,567,423	1,378,713	988,566	1,194,468	1,295,346	1,406,321	2,030,003	373,716	652,698	3,194,258
<b>Total Governmental Activities Program Revenues</b>	<b>\$ 12,906,136</b>	<b>\$ 12,440,059</b>	<b>\$ 10,098,839</b>	<b>\$ 8,116,029</b>	<b>\$ 6,489,311</b>	<b>\$ 5,780,605</b>	<b>\$ 6,934,900</b>	<b>\$ 4,944,126</b>	<b>\$ 7,123,136</b>	<b>\$ 10,162,751</b>
<b>Business-Type Activities:</b>										
Charges for Services:										
Water/Sewer Utility	\$ 29,171,874	\$ 27,543,049	\$ 26,216,413	\$ 25,241,730	\$ 24,804,382	\$ 23,705,357	\$ 23,058,725	\$ 22,939,943	\$ 22,022,657	\$ 21,451,871
Solid Waste System	7,553,633	6,748,140	5,987,841	5,394,980	5,367,180	5,049,458	4,846,476	4,677,036	4,472,488	4,223,943
Municipal Marina	1,417,590	1,493,971	1,532,798	1,581,198	1,328,233	1,249,887	1,319,937	1,201,864	1,157,687	911,231
Stormwater Utility	3,603,209	3,190,413	2,697,801	2,613,050	3,006,735	2,670,201	2,550,893	2,722,494	2,528,604	2,461,608
Grants and Contributions	2,043,150	637,478	2,117,441	5,561,323	3,033,586	709,772	1,680,402	1,087,087	-	-
Capital Grants and Contributions	4,749,056	2,017,788	5,570,856	1,486,885	3,738,346	1,121,048	705,947	831,266	704,285	2,221,174
<b>Total Business-Type Activities Program Revenues</b>	<b>\$ 48,538,512</b>	<b>\$ 41,630,839</b>	<b>\$ 44,123,150</b>	<b>\$ 41,879,166</b>	<b>\$ 41,278,462</b>	<b>\$ 34,505,723</b>	<b>\$ 34,162,380</b>	<b>\$ 33,459,690</b>	<b>\$ 30,885,721</b>	<b>\$ 31,269,827</b>
<b>Total Government Program Revenues</b>	<b>\$ 61,444,648</b>	<b>\$ 54,070,898</b>	<b>\$ 54,221,989</b>	<b>\$ 49,995,195</b>	<b>\$ 47,767,773</b>	<b>\$ 40,286,328</b>	<b>\$ 41,097,280</b>	<b>\$ 38,403,816</b>	<b>\$ 38,008,857</b>	<b>\$ 41,432,578</b>
<b>Expenses</b>										
<b>Governmental Activities:</b>										
Legislative	\$ 38,896	\$ 93,071	\$ 76,627	\$ 62,987	\$ 74,427	\$ 80,467	\$ 60,968	\$ 55,138	\$ 77,155	\$ 68,246
Executive	1,317,828	1,284,169	1,120,194	1,079,642	1,035,004	977,617	1,020,028	971,371	1,093,220	901,634
Legal Counsel	803,296	653,710	630,194	552,073	520,532	462,074	502,691	478,511	514,173	433,632
Community Development	7,968,775	6,592,150	5,539,839	4,893,014	4,147,106	3,985,580	3,762,343	3,712,123	3,738,409	4,089,732
Public Works	6,901,521	4,749,104	5,819,041	4,330,379	3,989,179	5,262,205	3,569,096	3,245,500	3,663,000	3,693,211
Public Safety	28,114,710	29,220,019	32,231,682	25,299,899	21,177,245	22,173,029	18,106,979	17,128,416	22,514,517	18,428,899
Support Services	4,448,144	4,442,585	6,442,850	5,066,073	3,136,811	3,303,871	3,399,598	3,464,954	3,846,468	3,925,823
General Administrative	2,273,406	2,361,371	1,110,431	1,652,991	1,874,829	664,980	963,862	1,068,191	5,817,554	4,444,741
Interest on long-term debt	325,270	198,830	232,947	247,537	310,413	307,260	339,788	452,808	423,457	250,221
<b>Total Governmental Activities Expenses</b>	<b>\$ 52,191,846</b>	<b>\$ 49,595,009</b>	<b>\$ 53,203,805</b>	<b>\$ 43,184,595</b>	<b>\$ 36,265,546</b>	<b>\$ 37,217,083</b>	<b>\$ 31,725,353</b>	<b>\$ 30,577,012</b>	<b>\$ 41,687,953</b>	<b>\$ 36,236,139</b>
<b>Business-Type Activities:</b>										
Water/Sewer Utility	\$ 31,080,492	\$ 27,547,175	\$ 23,077,760	\$ 21,759,276	\$ 20,630,955	\$ 19,322,361	\$ 19,264,281	\$ 19,932,981	\$ 18,572,285	\$ 18,501,812
Solid Waste System	6,567,812	6,816,705	7,438,928	6,663,258	5,625,524	5,274,737	4,633,032	5,264,382	4,905,446	4,713,042
Municipal Marina	1,484,749	1,517,366	1,609,150	1,562,750	1,345,039	1,279,906	1,278,431	1,038,877	1,054,554	998,834
Stormwater Utility	4,094,882	3,279,261	3,521,233	3,208,143	2,938,436	2,641,371	2,290,323	2,020,340	2,262,651	2,035,386
<b>Total Business-Type Activities Expenses</b>	<b>\$ 43,227,935</b>	<b>\$ 39,160,507</b>	<b>\$ 35,647,071</b>	<b>\$ 33,193,427</b>	<b>\$ 30,539,954</b>	<b>\$ 28,518,375</b>	<b>\$ 27,466,067</b>	<b>\$ 28,256,580</b>	<b>\$ 26,794,936</b>	<b>\$ 26,249,074</b>
<b>Total Government Expenses</b>	<b>\$ 95,419,781</b>	<b>\$ 88,755,516</b>	<b>\$ 88,850,876</b>	<b>\$ 76,378,022</b>	<b>\$ 66,805,500</b>	<b>\$ 65,735,458</b>	<b>\$ 59,191,420</b>	<b>\$ 58,833,592</b>	<b>\$ 68,482,889</b>	<b>\$ 62,485,213</b>

**City of Titusville, Florida**  
**Schedule 2 - Changes in Net Position (continued)**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Net (Expense)/Revenue										
Governmental Activities	\$ (39,285,710)	\$ (37,154,950)	\$ (43,104,966)	\$ (35,068,566)	\$ (29,760,051)	\$ (31,436,478)	\$ (24,790,453)	\$ (25,632,886)	\$ (34,564,817)	\$ (26,073,388)
Business-type Activities	5,310,577	2,470,332	8,476,079	8,685,739	10,738,508	5,987,348	6,696,313	5,203,110	4,090,785	5,020,753
<b>Total Governmental Net Expenses</b>	<b>\$ (33,975,133)</b>	<b>\$ (34,684,618)</b>	<b>\$ (34,628,887)</b>	<b>\$ (26,382,827)</b>	<b>\$ (19,021,543)</b>	<b>\$ (25,449,130)</b>	<b>\$ (18,094,140)</b>	<b>\$ (20,429,776)</b>	<b>\$ (30,474,032)</b>	<b>\$ (21,052,635)</b>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property taxes	\$ 24,606,885	\$ 22,708,143	\$ 20,756,028	\$ 18,621,965	\$ 17,356,664	\$ 17,093,601	\$ 16,059,562	\$ 14,309,785	\$ 12,999,764	\$ 12,502,147
Local option gas tax	1,178,179	1,116,557	1,117,877	1,169,645	1,149,943	1,098,581	1,173,179	966,174	1,185,532	1,072,899
Utility and franchise taxes	12,436,631	11,705,301	11,548,170	10,347,849	9,459,904	9,069,408	9,147,941	9,360,451	8,785,489	8,640,128
Intergovernmental shared revenue	6,361,065	6,329,363	6,597,127	6,338,201	6,711,899	4,779,657	4,892,671	4,224,693	6,066,481	4,300,071
Investment earnings	1,038,194	1,676,430	826,128	(429,666)	45,586	186,195	78,381	126,327	114,824	136,352
Miscellaneous	1,223,714	2,753,939	275,072	701,704	263,863	211,132	163,954	171,239	117,284	682,420
Transfers	1,777,959	(1,701,773)	(412,132)	1,512,254	1,177,026	1,687,771	1,721,663	1,682,005	2,080,049	1,578,081
<b>Total Governmental Activities</b>	<b>\$ 48,622,627</b>	<b>\$ 44,587,960</b>	<b>\$ 40,708,270</b>	<b>\$ 38,261,952</b>	<b>\$ 36,164,885</b>	<b>\$ 34,126,345</b>	<b>\$ 33,237,351</b>	<b>\$ 30,840,674</b>	<b>\$ 31,349,423</b>	<b>\$ 28,912,098</b>
Business-Type Activities:										
Intergovernmental shared revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 365,125	\$ 3,821
Investment earnings	1,727,408	2,942,542	1,759,507	(1,406,114)	376,203	1,933,555	1,889,197	887,567	646,178	372,001
Miscellaneous	344,764	373,473	181,903	345,338	123,438	683,769	85,278	343,746	344,540	165,435
Special Item: Valuation adjustment	-	-	-	-	-	-	-	-	-	-
Transfers	(1,777,959)	1,701,773	412,132	(1,512,254)	(1,177,026)	(1,687,771)	(1,721,663)	(1,682,005)	(2,080,049)	(1,578,081)
<b>Total Business-Type Activities</b>	<b>\$ 294,213</b>	<b>\$ 5,017,788</b>	<b>\$ 2,353,542</b>	<b>\$ (2,573,030)</b>	<b>\$ (677,385)</b>	<b>\$ 929,553</b>	<b>\$ 252,812</b>	<b>\$ (450,692)</b>	<b>\$ (724,206)</b>	<b>\$ (1,036,824)</b>
<b>Total Government</b>	<b>\$ 48,916,840</b>	<b>\$ 49,605,748</b>	<b>\$ 43,061,812</b>	<b>\$ 35,688,922</b>	<b>\$ 35,487,500</b>	<b>\$ 35,055,898</b>	<b>\$ 33,490,163</b>	<b>\$ 30,389,982</b>	<b>\$ 30,625,217</b>	<b>\$ 27,875,274</b>
Change in Net Position										
Governmental Activities	\$ 9,336,917	\$ 7,433,010	\$ (2,396,696)	\$ 3,193,386	\$ 6,388,650	\$ 2,689,867	\$ 8,446,898	\$ 5,207,788	\$ (3,215,394)	\$ 2,838,710
Business-Type Activities	5,604,790	7,488,120	10,829,621	6,112,709	10,061,123	6,916,901	6,949,125	4,752,419	3,199,222	3,983,929
<b>Total Government Change in Net Position</b>	<b>\$ 14,941,707</b>	<b>\$ 14,921,130</b>	<b>\$ 8,432,925</b>	<b>\$ 9,306,095</b>	<b>\$ 16,449,773</b>	<b>\$ 9,606,768</b>	<b>\$ 15,396,023</b>	<b>\$ 9,960,207</b>	<b>\$ (16,172)</b>	<b>\$ 6,822,639</b>

**City of Titusville, Florida**  
**Schedule 3 - Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>General Fund</b>										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Spendable	3,470,247	1,645,612	1,634,102	1,296,042	1,650,190	52,755	62,371	89,183	11,233	21,243
Restricted	1,777,708	144,805	85,195	89,497	130,663	121,048	269,908	192,589	233,673	216,116
Committed	9,683,823	8,236,818	7,675,203	6,510,449	6,515,248	6,273,931	6,213,575	5,810,774	4,951,732	4,931,532
Assigned	1,544,763	3,769,000	872,423	2,980,696	2,333,196	25,322	179,701	205,276	180,122	58,318
Unassigned	8,679,272	8,689,348	10,029,748	7,107,890	3,928,501	5,163,836	3,228,404	2,099,959	327,667	2,240,409
Unreserved	-	-	-	-	-	-	-	-	-	-
<b>Total General Fund</b>	<b>\$ 25,155,813</b>	<b>\$ 22,485,583</b>	<b>\$ 20,296,671</b>	<b>\$ 17,984,574</b>	<b>\$ 14,557,798</b>	<b>\$ 11,636,892</b>	<b>\$ 9,953,959</b>	<b>\$ 8,397,781</b>	<b>\$ 5,704,427</b>	<b>\$ 7,467,618</b>
<b>All Other Governmental Funds</b>										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Spendable	107,913	-	-	-	-	-	-	-	-	-
Restricted	5,463,324	7,542,131	5,680,189	5,680,189	5,680,189	3,478,186	3,478,186	3,478,186	5,166,096	5,114,333
Committed	-	-	-	-	-	-	-	-	-	-
Unassigned	(105,199)	-	-	-	-	-	(161)	-	-	-
<b>Total All Other Governmental Funds</b>	<b>\$ 5,466,038</b>	<b>\$ 7,542,131</b>	<b>\$ 5,680,189</b>	<b>\$ 5,680,189</b>	<b>\$ 5,680,189</b>	<b>\$ 3,478,186</b>	<b>\$ 3,478,025</b>	<b>\$ 3,478,186</b>	<b>\$ 5,166,096</b>	<b>\$ 5,114,333</b>
<b>Total Governmental Funds</b>	<b>\$ 30,621,851</b>	<b>\$ 30,027,714</b>	<b>\$ 25,976,860</b>	<b>\$ 23,664,763</b>	<b>\$ 20,237,987</b>	<b>\$ 15,115,078</b>	<b>\$ 13,431,984</b>	<b>\$ 11,875,967</b>	<b>\$ 10,870,523</b>	<b>\$ 12,581,951</b>

**City of Titusville, Florida**  
**Schedule 4 - Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Revenues</b>										
Property tax	\$ 24,606,885	\$ 22,708,143	\$ 20,756,028	\$ 18,621,965	\$ 17,356,664	\$ 17,093,601	\$ 16,059,562	\$ 14,309,785	\$ 11,487,418	\$ 12,502,147
Local option gas tax	1,178,179	1,116,557	1,117,877	1,169,645	1,149,943	1,098,581	1,173,179	966,174	1,185,532	1,072,899
Utility and franchise taxes	12,436,631	11,705,301	11,548,170	10,347,849	9,459,904	9,069,408	9,147,941	9,360,451	8,785,489	8,640,128
Intergovernmental	12,798,690	12,795,164	11,657,213	9,257,400	7,472,921	7,055,181	8,168,917	6,599,320	4,924,838	8,021,746
Licenses and permits	2,497,666	2,218,041	2,273,788	2,109,815	1,599,473	1,551,763	1,917,929	1,567,410	1,705,748	1,281,937
Charges for services	8,421,410	7,634,019	6,946,559	6,782,345	6,409,121	5,924,248	5,233,550	4,301,555	4,439,720	4,341,592
Fines and forfeitures	182,596	104,756	102,001	184,406	191,794	237,060	226,732	496,413	282,275	355,892
Investment earnings	766,677	1,247,418	649,055	(355,346)	41,561	121,597	22,084	118,641	99,073	122,276
Miscellaneous	1,351,478	510,116	576,244	893,952	1,684,386	242,629	352,554	341,979	331,217	369,545
Impact fees	677,740	3,014,595	199,363	214,876	339,302	279,892	107,124	119,813	-	80,835
<b>Total Revenues</b>	<b>\$ 64,917,952</b>	<b>\$ 63,054,110</b>	<b>\$ 55,826,298</b>	<b>\$ 49,226,907</b>	<b>\$ 45,705,069</b>	<b>\$ 42,673,960</b>	<b>\$ 42,409,572</b>	<b>\$ 38,181,541</b>	<b>\$ 33,241,310</b>	<b>\$ 36,788,997</b>
<b>Expenditures</b>										
<b>Current:</b>										
Legislative	\$ 108,213	\$ 94,089	\$ 89,826	\$ 73,657	\$ 69,364	\$ 72,393	\$ 72,888	\$ 70,629	\$ 65,233	\$ 58,888
Executive	1,399,428	1,203,005	1,141,967	1,018,152	952,157	963,291	971,631	940,270	924,681	840,114
Legal counsel	752,427	605,464	630,232	506,937	477,955	462,074	463,551	445,561	434,923	407,095
General administrative services	8,705,871	6,916,214	5,531,146	5,648,180	5,141,556	5,121,523	4,524,983	4,302,908	4,889,996	4,479,120
Community development	6,635,725	5,622,547	5,029,072	4,940,387	4,289,328	3,402,123	3,677,157	3,498,702	2,458,018	3,119,287
Public works	7,352,140	4,452,736	4,912,910	3,979,352	3,548,958	3,696,666	3,400,409	3,156,957	3,096,985	2,755,122
Public safety	30,036,660	26,645,099	24,304,923	21,813,360	20,552,071	20,218,942	19,778,319	19,068,358	18,581,072	17,537,423
Support services	4,915,068	4,419,617	4,140,056	3,779,202	3,517,567	3,582,793	3,530,612	3,401,153	3,253,027	2,991,111
<b>Debt service:</b>										
Principal	5,694,923	2,880,929	2,928,276	2,940,232	2,714,544	2,558,696	2,404,151	1,586,078	746,801	1,236,969
Interest	318,334	198,830	222,511	261,758	311,801	322,504	346,970	328,869	38,127	192,141
Other	37,160	-	27,500	-	-	-	-	-	500	-
Capital outlay	8,252,120	6,492,829	4,768,343	4,548,484	3,456,186	2,902,515	4,283,444	4,309,685	1,989,413	5,377,859
<b>Total Expenditures</b>	<b>\$ 74,208,069</b>	<b>\$ 59,531,359</b>	<b>\$ 53,726,762</b>	<b>\$ 49,509,701</b>	<b>\$ 45,031,487</b>	<b>\$ 43,303,520</b>	<b>\$ 43,454,115</b>	<b>\$ 41,109,170</b>	<b>\$ 36,478,776</b>	<b>\$ 38,995,129</b>
<b>Excess of Revenues</b>										
<b>Over (Under) Expenditures</b>	<b>\$ (9,290,117)</b>	<b>\$ 3,522,751</b>	<b>\$ 2,099,536</b>	<b>\$ (282,794)</b>	<b>\$ 673,582</b>	<b>\$ (629,560)</b>	<b>\$ (1,044,543)</b>	<b>\$ (2,927,629)</b>	<b>\$ (3,237,466)</b>	<b>\$ (2,206,132)</b>
<b>Other Financing Sources (Uses)</b>										
Transfers In	6,795,219	\$ 6,659,594	\$ 4,397,125	\$ 4,818,652	\$ 6,239,533	\$ 3,431,608	\$ 3,634,895	\$ 2,104,539	\$ 1,284,706	\$ 3,310,889
Transfers out	(5,017,260)	(8,361,367)	(4,620,479)	(3,316,398)	(5,053,000)	(1,743,837)	(1,930,433)	(536,300)	(659,431)	(3,303,387)
Issuance of debt	8,106,295	1,706,856	1,172,453	1,993,798	2,123,972	1,014,068	1,385,298	2,364,834	849,000	381,134
Proceeds of bond issue	-	-	-	-	-	-	-	-	-	-
Premium of bond issue	-	-	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 9,884,254</b>	<b>\$ 5,083</b>	<b>\$ 949,099</b>	<b>\$ 3,496,052</b>	<b>\$ 3,310,505</b>	<b>\$ 2,701,839</b>	<b>\$ 3,089,760</b>	<b>\$ 3,933,073</b>	<b>\$ 1,474,275</b>	<b>\$ 388,636</b>
<b>Net Change in Fund Balances</b>	<b>\$ 594,137</b>	<b>\$ 3,527,834</b>	<b>\$ 3,048,635</b>	<b>\$ 3,213,258</b>	<b>\$ 3,984,087</b>	<b>\$ 2,072,279</b>	<b>\$ 2,045,217</b>	<b>\$ 1,005,444</b>	<b>\$ (1,763,191)</b>	<b>\$ (1,817,496)</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	9.17%	5.81%	6.49%	7.12%	7.28%	7.13%	7.02%	5.20%	2.28%	4.25%

**City of Titusville, Florida**  
 Schedule 5 - Tax Revenues by Source of Governmental Funds  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

Fiscal Year	Property Taxes	Local Option Gas Tax	Utility and Franchise Taxes	Total
2025	\$ 24,606,885	\$ 1,178,179	\$ 12,436,631	\$ 38,221,695
2024	22,708,143	1,116,557	11,705,301	35,530,001
2023	20,756,028	1,117,877	11,548,170	33,422,075
2022	18,621,965	1,169,645	10,347,849	30,139,459
2021	17,356,664	1,149,943	9,459,904	27,966,511
2020	17,093,601	1,098,581	9,069,408	27,261,590
2019	16,059,562	1,173,179	9,147,941	26,380,682
2018	14,309,785	966,174	9,360,451	24,636,410
2017	13,107,683	1,185,532	8,677,570	22,970,785
2016	12,502,147	1,072,899	8,640,128	22,215,174

**City of Titusville, Florida**  
**Schedule 6 - Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year	Real Property (1)	Personal Property (1)	Centrally Assessed Property (1)	Estimated Actual Value (1)	Exemptions Real Property (1)	Total Taxable Assessed Value (1)	Total Direct Tax Rate (2)
2025	\$ 3,275,359,544	\$ 229,481,325	\$ 10,586,535	\$ 3,515,427,404	\$ 100,155,799	\$ 3,415,271,605	6.5817
2024	2,937,849,863	206,287,557	12,022,531	3,156,159,951	83,536,049	3,072,623,902	6.7945
2023	2,608,122,262	173,277,099	11,139,241	2,792,538,602	39,472,641	2,753,065,961	6.9812
2022	2,242,045,901	161,618,227	10,541,397	2,414,205,525	51,662,041	2,362,543,484	7.2145
2021	2,080,971,045	146,421,421	10,685,037	2,238,077,503	27,132,180	2,210,945,323	7.2145
2020	1,900,392,394	135,188,578	10,585,575	2,046,166,547	40,036,876	2,006,129,671	7.7210
2019	1,746,520,115	124,692,121	10,804,616	1,882,016,852	62,239,573	1,819,777,279	7.9517
2018	1,552,285,487	119,223,963	11,319,401	1,682,828,851	27,205,930	1,655,622,921	7.7900
2017	1,417,424,364	115,939,437	10,845,755	1,544,209,556	13,493,990	1,530,715,566	7.6575
2016	1,312,233,100	119,468,452	10,080,184	1,441,781,736	18,556,070	1,423,225,666	7.9011

Sources:  
(1) Brevard County Certification of Taxable Value  
(2) City of Titusville Ordinance No 28-2024

**City of Titusville, Florida**  
**Schedule 7 - Property Tax Rates**  
**Direct and Overlapping Governments**  
**Last Ten Fiscal Years**

Fiscal Year	City of Titusville Millage	Debt Service Millage	Brevard County Millage (1)	Brevard County School District Millage	Other (2)	Total
2025	6.5817	0.1936	4.2397	6.311	0.2081	17.5341
2024	6.7945	0.2234	4.4317	6.383	0.2081	18.0407
2023	6.9812	0.2542	4.7936	5.495	0.2294	17.7534
2022	7.2145	0.2941	5.4634	5.850	0.2509	19.0729
2021	7.2145	0.3147	5.6762	5.942	0.2607	19.4081
2020	7.7210	0.3463	5.9569	6.086	0.2734	20.3836
2019	7.9517	0.3642	6.1535	6.299	0.2882	21.0566
2018	7.7900	0.4079	6.4333	6.568	0.3044	21.5036
2017	7.6575	0.4711	6.6993	6.916	0.3205	22.0644
2016	7.9011	0.5020	8.7284	7.275	0.3343	24.7408

(1) Includes General Fund, Recreation District and Library District

(2) Includes Florida Inland Navigation District and St. Johns River Water Management District

Sources: Brevard County Property Appraiser's Office

**City of Titusville, Florida**  
**Schedule 8 - Principal Taxpayers**  
**Current Year and Ten Years Ago**

Taxpayer	2025		2025		2016		2016	
	Real Property Assessed Valuation	Rank	Percentage of Total Assessed Valuation		Real Property Assessed Valuation	Rank	Percentage of Total Assessed Valuation	
The Riverwalk Grand LLC	\$ 34,594,480	1	1.01%		\$ -		-%	
Westdale Solamere Grand LLC	34,433,860	2	1.01%		-		-%	
Summerhill Partners LLC	27,935,020	3	0.82%		14,000,000	1	0.98%	
Titusville Harrison One LLC	26,367,320	4	0.77%		-			
Prosper Titusville LLC	22,660,320	5	0.66%		-		-%	
DNC Parks & Resorts	20,886,060	6	0.61%		3,174,200	19	0.22%	
HUSPP Titusville	17,782,010	7	0.52%		-		-%	
BM Crossroads LLC	14,891,730	8	0.44%		13,900,000	2	0.98%	
Wal-Mart Stores East LP	12,890,660	9	0.38%		8,857,000	4	0.62%	
Astrotech Space Operations	12,185,760	10	0.36%		10,230,000	3	0.72%	
AHF Windover Oaks LLC	12,179,460	11	0.36%		-		-%	
Timber Trace Apartments LTD	11,892,840	12	0.35%		6,270,000	5	0.44%	
Titusville Station LLC	11,181,750	13	0.33%		4,841,100	11	0.34%	
Grissom Centroplex LLC	10,620,200	14	0.31%		5,952,680	6	0.42%	
Custom Florida Medical LLC	10,202,820	15	0.30%		-		-%	
RH Coastal LLC	9,530,880	16	0.28%		-		-%	
Apollo Landings LLC	9,519,700	17	0.28%		-		-%	
BBL Florida Hotel Group LLC	9,515,680	18	0.28%		-		-%	
Titusville Lodging Associates LLP	8,899,970	19	0.26%		4,600,000	13	0.32%	
Village at Valencia Capital LLC	8,173,520	20	0.24%		-		-%	
<b>Total</b>	<b>\$ 326,344,040</b>		<b>9.56%</b>		<b>\$ 71,824,980</b>		<b>5.05%</b>	
<b>Total Assessed Valuation</b>	<b>\$ 3,415,271,605</b>				<b>\$ 1,423,225,666</b>			

Source: Brevard County Property Appraiser's Office

**City of Titusville, Florida**  
 Schedule 9 - Property Tax Levies and Collections  
 Last Ten Fiscal Years

Fiscal Year	Total Tax Levy (1)	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy
2025	\$ 23,256,905	\$ 22,311,434	95.93%	\$ 145,190	\$ 22,456,624	96.56%
2024	21,553,567	20,730,072	96.18%	71,976	20,802,048	96.51%
2023	19,576,966	18,859,628	96.34%	33,691	18,893,319	96.51%
2022	17,519,156	16,881,470	96.36%	21,268	16,902,738	96.48%
2021	16,235,169	15,617,205	96.19%	44,404	15,661,609	96.47%
2020	15,925,580	15,303,841	96.10%	73,747	15,377,588	96.56%
2019	14,994,714	14,394,757	96.00%	85,293	14,480,050	96.57%
2018	13,175,372	12,702,862	96.41%	26,247	12,729,109	96.61%
2017	11,886,242	11,455,516	96.38%	30,353	11,485,869	96.63%
2016	11,410,505	10,999,775	96.40%	30,968	11,030,743	96.67%

(1) 2015 forward includes voter approved Series 2015 General Obligation Bonds.  
 Source: Brevard County Property Appraiser and Tax Collector

**City of Titusville, Florida**  
**Schedule 10 - Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Business-Type Activities							Total	Percentage of Personal Income (1)	Debt Per Capita
	General Obligation Bonds	Public Improvement Revenue Note	Capital Improvement Revenue Bond, Series 2017	Capital Improvement Revenue Bond, Series 2024	Financed Purchases	2010 Water and Sewer Bonds	2020 Water and Sewer Bonds	2023 Water and Sewer Bonds	Unamortized Bond Premiums	Financed Purchaes	State Revolving Loan			
2025	\$ -	\$ 533,000	\$ -	\$ 3,040,000	\$ 8,735,250	\$ -	\$ -	\$ 4,698,000	\$ -	\$ 1,778,510	\$ 14,496,721	\$ 33,281,481	1.57%	\$ 651.61
2024	672,000	628,000	2,790,000	3,040,000	4,497,306	-	3,040,000	5,046,000	-	979,183	12,536,087	33,228,576	1.70%	658.49
2023	1,331,000	716,000	3,450,000		4,304,818	-	7,095,000		186,028	1,425,150	7,415,859	25,923,855	1.63%	519.01
2022	1,977,000	803,000	4,095,000		4,723,079	-	10,545,000		372,058	2,133,386	4,940,746	29,589,269	1.90%	598.69
2021	2,613,000	884,000	4,725,000		4,540,809	-	13,935,000		558,086	2,377,024	2,980,605	32,613,524	2.42%	665.41
2020	3,233,000	965,000	5,340,000		3,987,379	-	15,965,000		744,115	1,685,221	3,248,149	35,167,864	2.77%	722.46
2019	3,846,000	1,040,000	5,945,000		4,078,815	19,830,000	-		930,144	1,349,227	3,555,612	40,574,798	3.42%	872.63
2018	4,446,000	1,115,000	6,535,000		3,038,157	22,620,000	-		1,116,174	925,654	3,345,944	43,141,929	3.76%	932.54
2017	5,037,000	1,185,000	6,535,000		1,818,172	25,275,000	-		1,302,202	260,385	3,589,771	45,002,530	4.02%	977.91
2016	5,618,000	1,250,000	-		1,475,049	27,800,000	-		1,488,232	433,615	3,827,793	41,892,689	3.85%	922.89

(1) See Demographic & Economic Statistics for personal income

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

**City of Titusville, Florida**  
**Schedule 11 -Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds	Less Debt Service Monies Available	Net Debt Payable	Percentage of Actual Taxable Value of Property (1)	Per Capita (2)
2025	\$ -	\$ -	\$ -	-	\$ -
2024	672,000	245,052	426,948	0.02%	13.32
2023	1,331,000	274,054	1,056,946	0.05%	26.65
2022	1,977,000	258,152	1,718,848	0.08%	40.00
2021	2,613,000	242,260	2,370,740	0.12%	53.31
2020	3,233,000	165,714	3,067,286	0.16%	66.42
2019	3,846,000	157,988	3,688,012	0.21%	82.72
2018	4,446,000	105,189	4,340,811	0.27%	96.10
2017	5,037,000	157,256	4,879,744	0.33%	109.45
2016	5,618,000	88,216	5,529,784	0.39%	123.76

(1) See assessed value and actual value of taxable property for total taxable assessed value

(2) Source: US Census Bureau Quick Facts

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

**City of Titusville, Florida**  
Schedule 12 - Direct and Overlapping Debt  
September 30, 2025

Governmental Unit	Net Debt Outstanding	Percentage Applicable To This Government Unit(1)	Estimated Share of Overlapping Debt
School District	\$ 273,725,584	3.64%	\$ 9,963,611
Brevard County	5,616,042	3.64%	204,424
Subtotal, Overlapping Debt			10,168,035
City Direct Debt			12,308,250
Total Direct and Overlapping Debt			\$ 22,476,285

Source: Brevard County Property Appraiser and Brevard County Finance Department

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

(1) For debt repaid with property taxes, the percentage of overlapping debt was determined by taking the City's assessed taxable value of \$3,415,271,605 and dividing it by Brevard County's assessed taxable value of \$93,875,265,947 for 2024.

**City of Titusville, Florida**  
Schedule 13 - Legal Debt Margin Information  
Last Ten Fiscal Years

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State Statutes impose no limitations on the amount of bonded debt the City can issue and the City has not adopted a legal debt limit.

**City of Titusville, Florida**  
Schedule 14 - Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(dollars in thousands)

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Water and Sewer Revenue Refunding Note Series 2020 and Revenue Refunding Bond Series 2023 Refunding Bonds

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Fiscal Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service			Coverage (3)
				Principal (4)	Interest	Total	
2025	\$ 32,382	\$ 25,302	\$ 7,080	\$ 3,613	\$ 675	\$ 4,288	1.65
2024	31,667	21,862	9,805	3,515	255	3,770	2.60
2023	32,050	17,054	14,996	3,450	134	3,584	4.18
2022	30,775	19,553	11,222	3,390	197	3,587	3.13
2021	28,168	16,041	12,127	2,030	235	2,265	5.35
2020	27,256	14,059	13,197	18,890	429	19,319	0.68
2019	27,176	14,144	13,032	2,790	966	3,756	3.47
2018	24,686	14,032	10,654	2,655	1,105	3,760	2.83
2017	23,305	12,964	10,341	2,525	1,238	3,763	2.75
2016	22,114	13,229	8,885	2,430	1,365	3,795	2.34
2015	20,783	11,937	8,846	2,340	1,462	3,802	2.33

(1) According to the Resolution, Gross Revenues should exclude interest earnings on the Renewal and Replacement Fund and Construction Fund.

(2) Operating expenses excludes depreciation, amortization and overhead charges from other funds and cannot be calculated using the financial statements.

(3) Required coverage of 1.05 refers to the Series 2010 Refunding Bonds.

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

(4) Series 2020 Refunding Bond principal for 2025 was \$3,580,000. Series 2023 Bond principal was \$348,000.

**City of Titusville, Florida**  
 Schedule 15 - Demographic and Economic Statistics  
 Last Ten Fiscal Years

Calendar Year	Titusville Population (1)	Total Personal Income (1)	Per Capita Personal Income (1)	Median Household Income (1)	Unemployment Rate (2)	School Enrollment (3)
2025	51,076	\$ 2,124,965,904	\$ 41,604	\$ 73,569	4.6%	5,850
2024	50,462	1,954,292,336	38,728	65,424	3.7%	5,892
2023	49,949	1,592,723,763	31,887	56,700	3.2%	7,565
2022	49,423	1,558,307,190	31,530	52,618	2.5%	7,565
2021	49,013	1,346,485,136	27,472	48,118	4.2%	7,934
2020	48,678	1,268,840,748	26,066	46,609	3.4%	9,542
2019	46,497	1,184,836,554	25,482	43,765	3.7%	9,059
2018	46,263	1,148,016,345	24,815	42,561	4.4%	9,334
2017	46,019	1,119,458,194	24,326	42,064	5.3%	8,869
2016	45,393	1,087,116,957	23,949	40,830	6.9%	8,731

Note: Some information may be estimated.

Sources:

(1) City of Titusville, Growth Management Planning

(2) US Dept of Labor, Bureau of Labor Statistics

(3) Brevard County School Board

Enrollment number includes public, charter, private, preschool, elementary, middle, high and other schools.

**City of Titusville, Florida**  
**Schedule 16 - Principal Employers**  
**Current Year and Ten Years Ago**

Employer	2025		2016	
	Number of Employees	Percentage of Total County Employment	Number of Employees	Percentage of Total County Employment
School Board of Brevard County	10,000-10,999	4.34%	8,000-8,999	4.29%
Health First Medical Group, LLC	9,000-9,999	3.92%	7,000-7,999	3.78%
L3Harris Technologies Inc	7,000-7,999	3.10%	5,000-5,999	2.77%
Northrup Grumman Corporation	5,000-5,999	2.27%	1,000-1,999	0.76%
Blue Origin Florida, LLC	3,000-3,999	1.45%	-	(1)
Department of Defense	2,000-2,999	1.03%	2,000-2,999	1.26%
Brevard County Board of County Comm	2,000-2,999	1.03%	2,000-2,999	1.26%
Florida Institute of Technology Inc	2,000-2,999	1.03%	-	(1)
National Aeronautics Space Administration	2,000-2,999	1.03%	2,000-2,999	1.26%
SpaceX	1,000-1,999	0.62%	1,000-1,999	0.76%
New Rockwell Collins Inc	1,000-1,999	0.62%	1,000-1,999	0.76%
Lockheed Martin Corporation	1,000-1,999	0.62%	-	(1)
DRS Network & Imaging Systems, LLC	1,000-1,999	0.62%	-	(1)
Brevard County Sheriff Office	1,000-1,999	0.62%	1,000-1,999	0.76%
Amentum Technology Inc	1,000-1,999	0.62%	-	(1)
<b>Total</b>	<b>47,000-61,985</b>	<b>22.92%</b>	<b>-</b>	<b>17.66%</b>
<b>Total County Employment</b>		<b>242,124</b>		<b>198,208</b>

(1) No information available for 2016.

Source: SpaceCoast Economic Development Commission

Note: Figures are for Brevard County. No City figures are available. Employers exclude retail operations.

Exact numbers are no longer available as of 2016 for security reasons per the EDC.

**City of Titusville, Florida**  
 Schedule 17 - Full-Time Equivalent City Government Employees by Function/Program  
 Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>General Government:</b>										
Legislative	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Executive	14.5	14.5	14.0	14.0	14.0	14.0	14.0	14.0	14.0	13.0
Customer Service	15.0	15.0	14.0	13.5	13.5	13.5	13.0	13.0	13.0	11.0
City Attorney	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5
Finance	12.0	12.0	12.0	12.0	12.0	12.0	11.5	11.5	11.5	11.5
Information Technology	13.0	11.0	10.0	10.0	10.0	10.0	8.0	8.0	8.0	8.0
Human Resources	7.0	7.0	7.0	7.0	6.0	6.0	6.0	6.0	6.0	6.0
Community Development	43.0	43.0	41.0	40.0	38.0	37.5	35.5	35.5	34.5	31.5
Support Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
<b>Public Safety:</b>										
Police Department	164.0	164.0	160.0	157.0	152.0	149.0	148.0	146.0	142.5	139.5
Fire Department	83.0	83.0	79.0	72.0	69.0	69.0	70.0	73.0	63.0	62.0
<b>Public Works</b>	231.0	226.0	103.0	102.0	102.0	96.0	93.0	93.0	93.0	90.0
<b>Water Resources</b>	-	-	115.0	110.0	103.0	102.0	99.0	99.0	99.0	98.0
Totals:	593.0	586.0	565.5	548.0	530.0	519.5	508.5	509.5	495.0	481.0

Source: City of Titusville, Florida 2025 Adopted Budget

**City of Titusville, Florida**  
Schedule 18 - Operating Indicators by Function/Program  
Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>General Government</b>										
Land use applications	53	50	51	29	1	2	8	13	10	5
Acres of annexed property	5	-	12	-	-	-	-	-	-	1
Purchase orders issued	720	794	828	950	838	1,417	937	982	1,006	978
Checks issued	4,704	5,765	6,163	6,510	5,982	5,592	4,825	5,808	5,616	5,790
<b>Police Department</b>										
Traffic stops	9,739	12,044	8,321	11,122	9,545	8,120	6,803	4,697	4,682	5,277
Traffic citations issued	5,322	5,768	3,061	2,716	2,592	1,851	3,221	2,082	1,140	2,630
Recovered property	\$ 991,330	\$ 1,384,729	\$ 573,785	\$ 1,343,872	\$ 1,740,504	\$ 1,383,724	\$ 2,964,589	\$ 1,790,812	\$ 2,155,567	\$ 2,372,759
Physical arrests	1,161	1,082	1,038	1,164	1,364	1,274	1,351	1,132	1,295	1,360
Calls for service	88,751	94,407	94,932	101,642	95,570	92,609	80,623	69,189	71,745	72,675
<b>Fire Department</b>										
Emergency responses	8,390	10,065	10,467	8,573	8,655	7,618	7,728	7,945	8,047	7,632
Average response time - minutes	5	5	5	4	4	4	4	4	4	4
Fires extinguished	118	153	117	133	160	146	166	168	225	187
Fire inspections	1,782	1,112	2,381	1,857	780	1,812	1,457	1,369	1,909	1,804
Fees charged - false alarm calls	\$ 5,800	\$ 12,760	\$ 7,830	\$ 12,470	\$ 9,511	\$ 10,116	\$ 18,936	\$ 16,419	\$ 32,560	\$ 9,814
Child seat inspections	102	28	36	58	76	81	79	94	57	53
<b>Public Works</b>										
Miles of street - repaved	5	10	6	7	12	7	8	2	9	9
Sidewalks-new construction -lineal ft	9,222	3,700	2,150	1,592	1,897	-	1,209	1,000	800	2,600
Sidewalk repair - lineal feet	12,316	2,805	3,147	4,918	4,729	3,529	3,450	2,000	4,106	3,298
Number of street lights	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179
Number of traffic signals	47	47	47	47	47	47	48	47	47	47
Pothole repairs	571	582	896	1,328	1,427	1,731	1,332	1,600	1,232	1,561

**City of Titusville, Florida**  
Schedule 18 - Operating Indicators by Function/Program  
Last Ten Fiscal Years (continued)

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Community Development</b>										
Occupational licenses issued	101	138	188	226	198	541	211	276	260	326
Building permits issued	4,409	4,510	4,975	4828	4,760	4,179	3,764	4,525	3,599	2,952
<b>Water Resources</b>										
Water main breaks	25	6	13	23	29	15	34	23	21	24
Average daily consumption - mgd	5	5	5	4	4	4	4	4	4	4
Number of water customers	23,085	22,778	22,483	22,417	22,353	22,161	21,939	21,793	21,689	21,498
Wastewater treated - avg daily	5	4	4	4	4	4	4	5	4	3
Number of wastewater customers	20,276	19,979	19,764	19,687	19,622	19,455	19,208	19,103	19,019	18,906
<b>Stormwater Utility</b>										
Miles of storm drain maintained	110	95	95	92	75	75	75	75	75	75
Miles of ditches maintained	27	27	27	29	29	29	29	29	29	29
Lakes and ponds maintained	13	13	13	16	16	16	17	17	17	17
<b>Solid Waste</b>										
Tons of residential waste removed	22,637	21,431	21,948	24,714	19,959	12,424	22,054	21,630	19,487	11,654
Tons of commercial waste removed	14,744	14,569	14,463	14,742	15,258	14,151	14,822	16,171	14,938	14,083
<b>Municipal Marina</b>										
Transient dockage	1,521	1,329	1,216	1,406	1,292	1,208	1,502	1,292	1,601	2,165
Permanent dockage	121	144	142	141	145	143	194	194	200	200
Mooring buoy	25	25	25	25	25	25	17	17	14	30
Transient mooring	1,054	962	1,087	947	734	659	818	654	585	803
Percentage of available slips	92%	92%	92%	92%	92%	92%	93%	91%	75%	90%

Sources: Provided by the respective departments of the City of Titusville

**City of Titusville, Florida**  
Schedule 19 - Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Police Department</b>										
Police stations	1	1	1	1	1	1	1	1	1	1
Police vehicles	136	136	134	133	122	121	112	122	117	105
Patrol zones	8	8	8	8	8	8	8	8	8	4
<b>Fire Department</b>										
Fire stations	5	4	4	4	4	4	4	4	4	4
Fire vehicles	30	28	25	23	25	25	22	22	20	19
<b>Public Works</b>										
Streets (miles)	206	206	206	197	197	197	197	197	6	186
Number of street lights	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179	6,179
Number of traffic signals	47	47	47	47	47	47	48	47	47	47
Vehicles	42	36	38	43	47	47	48	48	48	48
<b>Water Resources</b>										
Water mains (miles)	376	365	368	363	363	363	362	360	357	357
Fire hydrants	2,295	2,280	2,240	2,240	2,181	2,200	2,138	2,123	2,120	2,099
Vehicles	83	74	64	56	56	56	60	55	54	54
Storage capacity-(mil of gals)	7	7	7	8	7	7	7	6	6	6
Sanitary sewers (miles)	298	298	298	293	293	289	292	289	284	284
Treatment capacity-(mil of gals)	16	16	16	16	16	16	16	16	16	16
<b>Stormwater Utility</b>										
Miles of drains	110	95	95	92	75	75	75	75	75	75
Vehicles	26	21	17	20	18	17	21	20	19	18
Miles of ditches / canals	27	27	27	29	29	29	29	29	29	29
Number of lakes and ponds	13	13	13	16	16	16	17	17	17	17
<b>Solid Waste</b>										
Vehicles	45	44	43	39	40	38	38	38	38	42
<b>Municipal Marina</b>										
Vehicles	1	1	1	-	-	-	-	-	1	1
Boats	2	2	2	2	2	2	1	1	1	2
Slips	194	194	194	194	194	194	194	194	200	200
Moorings	25	25	25	25	25	25	17	17	14	30

Sources: Provided by the respective departments of the City of Titusville

**City of Titusville, Florida**  
**Secondary Market Disclosure**  
**Schedule 20 - System Growth**  
**For the Fiscal Year Ended September 30, 2025**

The City of Titusville is required to provide ongoing disclosure for its holders of Water and Sewer Revenue Bonds, Series 2010. Rule 15c2-12(b) (5) promulgated by the Securities and Exchange Commission requires ongoing disclosure for bonds sold on or after July 3, 1995. This report provides financial and operational data of the Water and Sewer Operation of the City of Titusville not disclosed elsewhere in the City of Titusville's Annual Comprehensive Financial Report for the fiscal year ended September 30, 2025. *Customer Growth.* The following table sets forth the amount of water and wastewater system customers for the last ten fiscal years, the percentage increase from year to year and the average daily flow.

Water System Customers Growth  
Last Ten Years

<u>Year</u>	<u>Number of Customers</u>	<u>Percent Inc/(Dec)</u>	<u>Average Daily Flow (mgd)</u>
2025	22,778	1.35	4.757
2024	22,778	1.31	4.532
2023	22,483	0.29	4.573
2022	22,417	0.29	4.472
2021	22,353	0.87	4.449
2020	22,161	1.01	4.453
2019	21,939	0.67	4.481
2018	21,793	0.48	4.468
2017	21,689	0.89	4.184
2016	21,498	0.89	4.120

Waste Water System Customer Growth  
Last Ten Years

<u>Year</u>	<u>Number of Customers</u>	<u>Percent Inc/(Dec)</u>	<u>Average Daily Flow (mgd)</u>
2025	20,276	1.49	4.621
2024	19,979	1.09	4.162
2023	19,764	0.39	4.182
2022	19,687	0.33	4.364
2021	19,622	0.86	3.927
2020	19,455	1.29	4.072
2019	19,208	0.55	4.227
2018	19,103	0.44	4.690
2017	19,019	0.60	4.006
2016	18,906	0.57	3.313

Source: City of Titusville Water Resources and Customer Services Department

**City of Titusville, Florida**  
 Secondary Market Disclosure  
 Schedule 21 - Significant Customers  
 For the Fiscal Year Ended September 30, 2025

Ten Largest Water Customers

Customer	Total Treated (1,000 Gallons)	Total Sales	% of Total Revenues
RINKER MEDICAL CORP	11,834	\$ 56,849.16	0.90%
PARRISH MEDICAL CENTER	10,903	52,233.10	0.83%
SUMMERHILL PARTNERS LLC	9,543	36,970.39	0.59%
EMERALD PLACE FLORIDA LP	9,538	46,356.21	0.73%
CAR WASH HEADQUARTERS INC	8,119	38,884.34	0.62%
PARRISH MEDICAL CENTER	6,283	30,127.82	0.48%
SPACE COAST HOTELS OF COCOA	6,208	29,720.56	0.47%
ROYAL OAK CONDO ASSOC INC	6,199	23,830.98	0.38%
HARBOR POINTE CONDOMINIUM	6,119	23,363.43	0.37%
KSK INVESTMENTS LLC	4,705	22,475.46	0.36%

Ten Largest Wastewater Customers

Customer	Total Treated (1,000 Gallons)	Total Sales	% of Total Revenues
SUMMERHILL PARTNERS LLC	9,543	\$ 86,495.83	0.80%
FF EMERALD PLACE LLC	9,538	86,654.63	0.81%
CAR WASH HEADQUARTERS INC	8,119	87,954.80	0.82%
PARRISH MEDICAL CENTER	6,283	68,147.85	0.63%
SPACE COAST HOTELS OF COCOA	6,208	67,215.82	0.62%
ROYAL OAK CONDO ASSOC INC	6,199	56,198.91	0.52%
HARBOR POINTE CONDOMINIUM	6,119	55,637.19	0.52%
KSK INVESTMENTS LLC	4,705	50,838.64	0.47%
TNT CAR WASH TITUSVILLE INC	4,016	43,487.53	0.40%
TITUSVILLE NURSING AND CONVAL	3,979	43,182.43	0.40%

Source: City of Titusville Water Resources and Customer Services Department

**City of Titusville, Florida**  
**Schedule 22 - Secondary Market Disclosure**  
**Sufficiency Analysis With Computation of Debt Service Coverage (\$000) (1)**  
**For the Fiscal Year Ended September 30, 2025**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Water Sales	\$ 6,651	\$ 6,338	\$ 6,387	\$ 5,780	\$ 5,392	\$ 5,401	\$ 5,168	\$ 5,146	\$ 4,979	\$ 4,690
Sewer Service Charges	11,130	10,508	10,867	9,573	9,007	9,054	8,643	8,729	8,459	8,146
Utility Billing Charges	10,206	9,580	9,838	8,750	8,365	8,288	8,172	7,815	7,475	7,117
Total Rate Revenue	\$ 27,987	\$ 26,426	\$ 27,092	\$ 24,103	\$ 22,764	\$ 22,743	\$ 21,983	\$ 21,690	\$ 20,913	\$ 19,953
Other Revenues	\$ 3,004	\$ 2,888	\$ 3,729	\$ 7,589	\$ 5,193	\$ 2,907	\$ 3,167	\$ 2,151	\$ 1,704	\$ 1,826
Interest Income	1,391	2,353	1,229	(1,050)	211	1,606	2,026	845	688	335
Less:										
Interest on Renewal and Replacement Fund (2)					-	-	-	-	-	-
Gross Revenues	\$ 32,382	\$ 31,667	\$ 32,050	\$ 30,642	\$ 28,168	\$ 27,256	\$ 27,176	\$ 24,686	\$ 23,305	\$ 22,114
Operating Expenses										
Total Support Services (3)	\$ 8,640	\$ 8,150	\$ 5,672	\$ 5,721	\$ 5,677	\$ 5,423	\$ 5,112	\$ 4,628	\$ 4,202	\$ 3,942
Less: Overhead charges from other funds (4)	-	-	-	-	-	-	-	-	-	-
Support Service charges for coverage	8,640	8,150	5,672	5,721	5,677	5,423	5,112	4,628	4,202	3,942
Water System	6,844	5,567	4,592	4,231	3,984	3,731	3,746	3,586	3,500	3,517
Sewer System	6,729	5,825	4,942	4,404	4,270	3,844	4,113	4,126	3,749	3,502
Bad Debts and Other Misc Expenses	3,089	2,320	1,848	5,551	2,110	1,061	1,173	1,692	1,513	2,268
Total Operating Expense	\$ 25,302	\$ 21,862	\$ 17,054	\$ 19,907	\$ 16,041	\$ 14,059	\$ 14,144	\$ 14,032	\$ 12,964	\$ 13,229
Net Revenues Available for Debt Service	7,080	9,805	14,996	10,735	12,127	13,197	13,032	10,654	10,341	8,885
Series 2010 Refunding Note (5)	-	-	-	-	-	-	3,756	3,761	3,763	3,795
Series 2020 Refunding Bond (6)	3,613	3,691	3,584	3,587	2,265	3,354	-	-	-	-
Series 2023 Refunding Bond (7)	675	-	-	-	-	-	-	-	-	-
Total Senior lien debt service	\$ 4,288	\$ 3,691	\$ 3,584	\$ 3,587	\$ 2,265	\$ 3,354	\$ 3,756	\$ 3,761	\$ 3,763	\$ 3,795
Debt Service Coverage (1.05 required) (7)	1.65	2.66	4.18	2.99	5.35	3.93	3.47	2.83	2.75	2.34

(1) Unless otherwise noted, based on the City's Annual Comprehensive Financial Report for the years shown. Figures are presented in light of Resolution requirements and may differ from audited financial statements of the City. Rate schedule change effective with FY 2004, implemented a higher fixed monthly charge for water and sewer services (utility billing charges), the water and sewer consumption has seen a decrease with the utility billing charges increasing.

(2) According to the Resolution, Gross Revenues should exclude interest earnings on the Renewal and Replacement Fund and Construction Fund. Such figures were provided by the City of Titusville finance department.

(3) Includes administration, laboratory services, customer service and engineering.

(4) Excluded from the definition of "Gross Revenues" in the Resolution.

(5) During 2010, the City issued \$40,385,000 Water and Sewer Revenue refunding Note, Series 2010 to refund the remaining maturities of the City's Water and Sewer Revenue Bond, Series 1998.

(6) During 2020, the City issued \$15,965,000 Water and Sewer Revenue refunding Bond, Series 2020 to refund the remaining maturities of the City's Water and Sewer Revenue Bond, Series 2010.

(7) During 2023, the City issued \$5,000,000 Water and Sewer Bond, Series 2023 for Blue Heron and Morning Dove upgrades.

Notes: During this reporting period indebtedness payable in whole or in part from the Pledged Funds (as defined in the Official Statement) has remained unchanged. In addition, there have been no significant events which would warrant notification to the MRMSIRs or the Municipal Securities Rulemaking Board (the "MSRB") and to the SID.

**City of Titusville, Florida**  
 Secondary Market Disclosure  
 Schedule 23 - Current Water and Sewer System Rates and Charges  
 at September 30, 2025

<b>WATER SERVICE</b>				
Fixed Monthly Charges				
Multifamily Per				
Meter Size	Residential	Residential Unit	Commercial	
5/8 x 3/4"	\$ 11.80	\$ 10.02	\$ 16.30	
1"	25.29	10.02	36.54	
1 1/2"		10.02	70.32	
2"		10.02	110.85	
3"		10.02	205.36	
4"		10.02	340.50	
6"		10.02	678.23	
8"		10.02	1,083.50	
<b>Usage Charge Per 1,000 Gallons:</b>				Per Unit
Block 1: 0 to 5000 Gallons Per Month	\$ 3.82		\$ 4.81	
Block 2: 5001 to 10000 Gallons Per Month	5.73		4.81	
Block 3: 10001 to 15000 Gallons Per Month	7.65		4.81	
Block 4: 15001 and over Gallons Per Month	14.52		4.81	

<b>Usage Charge Per 1,000 Gallons Multi-Family:</b>			
Block 1: 0 to 3000 Gallons Per Month	\$	3.82	
Block 2: 3001 to 6000 Gallons Per Month		5.73	
Block 3: 6001 to 9000 Gallons Per Month		7.65	
Block 4: 9001 and over Gallons Per Month		14.52	

<b>SEWER SERVICE</b>				
Fixed Monthly Charges				
Multifamily Per				
Meter Size	Residential	Residential Unit	Commercial	
5/8 x 3/4"	\$ 17.20	\$ 14.62	\$ 24.59	
1"	39.40	14.62	57.86	
1 1/2"		14.62	113.32	
2"		14.62	179.79	
3"		14.62	335.01	
4"		14.62	556.75	
6"		14.62	1,111.13	
8"		14.62	1,776.36	
<b>Usage Charge Per 1,000 Gallons:</b>				Per Unit
Block 1: 0 to 15,000 Gallons Per Month	\$ 9.12	\$ 9.12	\$ 10.88	

<b>IRRIGATION SERVICE</b>				
Fixed Monthly Charges				
Multifamily Per				
Meter Size	Residential	Residential Unit	Commercial	
5/8 x 3/4"	\$ 11.80		\$ 16.30	
1"	25.29		36.54	
1 1/2"			70.32	
2"			110.85	
3"			205.36	
4"			340.50	
6"			678.23	
8"			1,083.50	
<b>Usage Charge Per 1,000 Gallons:</b>				Per Unit
Block 1: 0 to 15,000 Gallons Per Month	\$ 7.65		\$ 7.65	
Block 2: Above 15,000 Gallons Per Month	14.52		14.52	

The above table sets forth the current rates and charges for system services pursuant to City Ordinance No. 30-2024.

City of Titusville  
 Schedule of Expenditures of Federal Awards and State Financial Assistance  
 For the year ended September 30, 2025

<u>Federal Agency / Pass-Through Entity / Federal Program</u>	<u>AL/CSFA Number</u>	<u>Grant/Contract Number</u>	<u>Expenditures</u>	<u>Sub-Recipient Payments</u>
<b>FEDERAL AWARDS</b>				
<u>U.S. Department of Housing and Urban Development</u>				
Direct Programs:				
Community Development Block Grant	14.218	B-22-MC-12-0021	\$ 237,137	
Community Development Block Grant	14.218	B-23-MC-12-0021	99,567	
Community Development Block Grant	14.218	B-24-MC-12-0021	101,274	\$ 39,700
Community Development Block Grant - Coronavirus	14.218	B-20-MW-12-0021	3,782	
Total CDBG-Entitlement Grants Cluster			441,760	
Neighborhood Stabilization Program	14.218	10-DB-4X-06-15-02-F25	10	
Neighborhood Stabilization Program	14.218	B-11-MN-12-0037	3,775	
Total Neighborhood Stabilization Program			3,785	
Indirect Programs:				
<i>Passed-through Brevard County:</i>				
HOME Investment Partnership Program	14.239	M-21-DC-14-0200	50,003	
HOME Investment Partnership Program	14.239	M-22-DC-14-0200	3,868	
HOME Investment Partnership Program	14.239	M-23-DC-14-0200	9,751	
Total HOME Investment Partnership Program			63,622	
Total U.S. Department of Housing and Urban Development			509,167	
<u>U.S. Department of Energy</u>				
Direct Programs:				
Energy Efficiency and Conservation Block Grant	81.128	DE-SE0000668	46,740	
Total U.S. Department of Energy			46,740	
<u>U.S. Department of Interior - Fish &amp; Wildlife Service</u>				
Indirect Programs:				
<i>Passed-through Florida Department of Environmental Protection:</i>				
Clean Vessel Act	15.616	CVA 24-002 MV481	6,058	
Clean Vessel Act	15.616	CVA 25-003 MV503	26,839	
Total Clean Vessel Act			32,897	
Total U.S. Department of Interior			32,897	
<u>U.S. Department of Justice</u>				
Direct Programs:				
Bulletproof Vest Partnership Program	16.607	2023BUBX23035448	10,680	
Bulletproof Vest Partnership Program	16.607	2024BUBX24042102	3,630	
Total Bulletproof Vest Partnership Program			14,310	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	15PBJA-22-GG-02461-JAGX	17,635	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	15PBJA-23-GG-03259-JAGX	29,574	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	15PBJA-24-GG-04874-JAGX	716	
Total Edward Byrne Memorial Justice Assistance Grant (JAG)			47,925	
Indirect Programs:				
<i>Passed-through Florida Office of Attorney General:</i>				
Crime Victim Assistance	16.575	VOCA-C-2024-Titusville Police Department-00099	54,317	
Total U.S. Department of Justice			116,552	
<u>U.S. Environmental Protection Agency</u>				
Direct Programs:				
Brownfields Community wide Assessment Grant	66.818	BF-02D09321-0	53,643	
Indirect Programs:				
<i>Passed-through Florida Department of Environmental Protection:</i>				
Drinking Water State Revolving Fund -SRF Loan	66.468	DW050331	392,115	
Total U.S. Environmental Protection Agency			445,758	
<u>U.S. Department of the Treasury</u>				
Direct Programs:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	1,030,202	
Indirect Programs:				
<i>Passed-through Florida Department of Environmental Protection:</i>				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Resilient Florida Program	21.027	22FRP99	41,262	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Commons/City Hall Tree Boxes	21.027	MN039	467,760	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Brevard St Catch Basins	21.027	MN039	224,000	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Grace St Catch Basins	21.027	MN039	179,000	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Hollow Glen Baffle & Ditch Piping	21.027	MN039	568,105	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds Hamilton Ave Baffle Box	21.027	MN039	285,205	
Total U.S. Department of the Treasury			2,795,534	
<u>U.S. Department of Homeland Security</u>				
Direct Programs:				
Staffing for Adequate Fire and Emergency Response	97.083	EMW-2021-FF-01066	598,403	
Indirect Programs:				
<i>Passed-through Florida Department of Emergency Management</i>				
Disaster Grants-Public Assistance Ian	97.036	DR-4673	191,901	
Disaster Grants-Public Assistance Nicole	97.036	DR-4680	54,305	
Disaster Grants-Public Assistance Milton	97.036	DR-4834	145,236	
Total U.S. Department of Homeland Security			989,845	

<b>Total Federal Awards</b>			<u>\$ 4,936,493</u>
<b>STATE FINANCIAL ASSISTANCE</b>			
<u>State of Florida Department of Environmental Protection</u>			
Wastewater Treatment Facility Construction-Clean Water State Revolving Fund -SRF Loan	37.077	WW050340	\$ 1,758,753
Wastewater Treatment Facility Construction-Clean Water State Revolving Fund -SRF Loan	37.077	WW050350	162,693
Resilient Florida Program	37.098	24PLN13	40,000
Resilient Florida Program	37.098	25PLN54	11,546
Total Florida Department of Environmental Protection			<u>1,972,992</u>
<u>Florida Housing Finance Corporation</u>			
State Housing Initiatives Program (SHIP)	40.901	N/A	395,116
Total Florida Housing Finance Corporation			<u>395,116</u>
<u>State of Florida, Department of Law Enforcement</u>			
Direct Programs:			
State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida Program	71.122	2023-SAFE-SF-067	45,000
Online Sting Operations Grant Program	71.148	OS023	7,229
Total State of Florida, Department of Law Enforcement			<u>52,229</u>
<b>Total State Financial Assistance</b>			<u>\$ 2,420,337</u>
<b>Total Expenditures of Federal &amp; State Assistance</b>			<u>\$ 7,356,830</u>
<b>LOCAL GRANTS</b>			
<b>Brevard County Agreements</b>			
Save Our Lagoon Project - Commons & City Hall Tree boxes	N/A	SOIRL 23-233	26,823
Brevard County Fire Rescue Emergency Med Services Grant	N/A	N/A	4,638
Jess Parrish Medical Foundation Grant - AirSim Manikin	N/A	N/A	7,862
<b>Total Expenditures of Local Assistance</b>			<u>\$ 39,323</u>

## **City of Titusville**

### **Schedule of Expenditures of Federal Awards and State Financial Assistance**

**Fiscal Year through September 30th 2025**

#### **Note 1. General**

The accompanying schedule of expenditures of federal awards (the "schedule") presents the activity for all federal, state and awards of the city for the fiscal year ended September 30, 2025. The City's reporting entity is defined in Note 1 of the City's basic financial statements.

#### **Note 2. Basis of Accounting**

The schedule is presented using the modified accrual basis of accounting for expenditures in the governmental funds and the accrual basis of accounting for expenditures in the proprietary funds, which is described in Note 1 of the City's basic financial statements. The information in accordance to requirements by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* and Chapter 10.550.

The City did not elect to use the 15% de minimus indirect cost rates. There is no loan and/or loan guarantee program in effect for the City as described in 2 CFR section 200.502(b) included in rules of the Auditor General. Subrecipients of Federal Awards total \$39,700.

#### **Note 3. FEMA Expenditures**

During the fiscal year ended 9/30/25, the City received reimbursements of \$131,608 from the Federal Emergency Management Agency (FEMA) under CFDA 97.036 for expenditures in prior periods.



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

To the Honorable Mayor and City Council Members,  
City of Titusville, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the aggregate discreetly presented component units, each major fund, and the aggregate remaining fund information of the City of Titusville, Florida as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 17, 2026.

We did not audit the financial statements of TIFA, LLC, a joint venture project in which the City has a 50% ownership interest and represents approximately 2% of the assets of the business-type activities, 3% of assets of the water and sewer utility fund, and less than 1% of the revenues of the business-type activities and water and sewer utility funds, respectively. The joint venture was audited by another auditor whose report has been furnished to us and our opinions, insofar as they relate to the amounts included for the investment in TIFA, LLC, are based solely on the report of the other auditor.

***Report on Internal Control Over Financial Reporting***

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

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

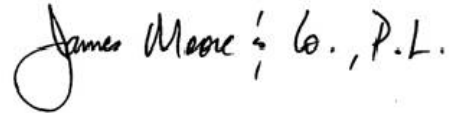
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

### ***Report on Compliance and Other Matters***

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

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Daytona Beach, Florida  
March 17, 2026







**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

To the Honorable Mayor and City Council Members,  
City of Titusville, Florida:

**Report on Compliance for Each Major Federal Program and State Project**

***Opinion on Each Major Federal Program and State Project***

We have audited the City of Titusville, Florida's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, and the requirements described in the Department of Financial Services' *State Projects Compliance Supplement*, that could have a direct and material effect on each of the City's major Federal programs and State projects for the fiscal year ended September 30, 2025. The City's major Federal programs and State projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2025.

***Basis for Opinion on Each Major Federal Program and State Project***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550 Rules of the Auditor General we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

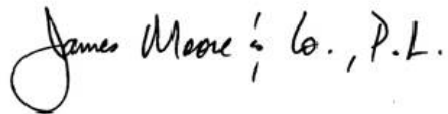
### **Report on Internal Control over Compliance**

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

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

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

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

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

Daytona Beach, Florida  
March 17, 2026



**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED  
BY OFFICE OF THE AUDITOR GENERAL**

To the Honorable Mayor and City Council Members,  
City of Titusville, Florida:

**Report on the Financial Statements**

We have audited the financial statements of the City of Titusville, Florida (the City), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated March 17, 2026.

We did not audit the financial statements of TIFA, LLC, a joint venture project in which the City has a 50% ownership interest and which represents approximately 2% of the assets of the business-type activities, 3% of assets of the water and sewer utility fund, and less than 1% of the revenues of the business-type activities and water and sewer utility funds, respectively. The joint venture was audited by another auditor whose report thereon has been furnished to us, and our opinions, insofar as they relate to the amounts included for the investment in TIFA, LLC, are based solely on the report of the other auditor.

**Auditors' Responsibility**

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

**Other Reporting Requirements**

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountants' Examination Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 17, 2026, should be considered in conjunction with this management letter.

**Prior Audit Findings**

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

**Official Title and Legal Authority**

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

## **Financial Condition and Management**

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

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

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we had no such recommendations.

## **Property Assessed Clean Energy (PACE) Programs**

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy or the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, the City did not have a property assessed clean energy (PACE) program that finances qualifying improvements authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, operated within the City's geographical boundaries during the fiscal year under audit.

## **Special District Component Units**

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

## **Specific Special District Information – Titusville Community Redevelopment Agency**

The required reporting items in accordance with Section 218.39(3)(c), Florida Statutes for the Titusville Community Redevelopment Agency (the CRA) have been reported in the separately-issued audited financial statements of the CRA.

## **Additional Matters**

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

**Purpose of this Letter**

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

Daytona Beach, Florida  
March 17, 2026

*James Moore & Co., P.L.*



## INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor and City Council Members,  
City of Titusville, Florida:

We have examined the City of Titusville, Florida's (the City) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies* (the Statute), for the year ended September 30, 2025. Management is responsible for the City's compliance with the Statute. Our responsibility is to obtain reasonable assurance by evaluating the City's compliance with the Statute for the year ended September 30, 2025 and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with attestation standards for a direct examination engagement established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we obtain reasonable assurance for evaluating the City's compliance with the Statute for the year ended September 30, 2025, and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation of the City's compliance with the Statute for the year ended September 30, 2025. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks that the City was not in compliance with the Statutes in all material respects, 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.

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 of Titusville, Florida complied with the aforementioned requirements for the year ended September 30, 2025, in all material respects.

Daytona Beach, Florida  
March 17, 2026