

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2020

CITY MANAGER: **Al Braithwaite**

PREPARED BY: **Administrative Services Department**

DIRECTOR OF ADMINISTRATIVE SERVICES: **Cynthia Nenno**

ACCOUNTING ADMINISTRATOR: **Amy Ratliff**

FINANCE ADMINISTRATOR: **Garrett Zelif**

ELECTED OFFICIALS

Mayor: Eric Seidel

Vice Mayor: Katie Gannon

Council Member: Linda Norris

Council Member: Dan Saracki

Council Member: Andrew Knapp

APPOINTED OFFICIALS

City Manager: Alan S. Braithwaite

City Clerk: Ann E. Nixon

City Attorney: Thomas J. Trask

Assistant City Manager: Felicia Donnelly

Director of Administrative Services: Cynthia S. Nenno

Director of Public Works: Janice "Nan" Bennett

Planning & Redevelopment Director: Marie Dauphinais

Fire & EMS Chief: Jason Schwabe

Library Director: Susan Hurley

Leisure Services Director: Christopher Potts

INTRODUCTORY SECTION

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City of Oldsmar

To protect the community and enhance the quality of life through customer oriented public service

100 State Street West ~ Oldsmar, FL 34677-3655 ~ (813) 749-1100

March 12, 2021

The Honorable Mayor, Council Members and Citizens
of the City of Oldsmar, Florida

The Comprehensive Annual Financial Report of the City of Oldsmar, Florida, for the fiscal year ended September 30, 2020 is submitted herewith pursuant to Florida State Statutes Chapter 218.39 and Chapter 10.550 of the Rules of the Auditor General of the State of Florida. This Annual Financial Report was prepared by the Administrative Services Department, Finance Division and represents the official report of the City's financial position and results of operations to the citizens, City Council, City administrative personnel, investment firms, rating agencies, and other interested persons.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with City management. To the best of our knowledge and belief, the data presented is accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the City on a Government-wide and a Fund basis. All disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been included.

MAJOR INITIATIVES

Fiscal year 2020 was a demanding year for the City. The emergence of COVID-19 presented a unique challenge to City operations as a state of local emergency was declared and extraordinary measures were taken by the community and all levels of government to ensure the safety of citizens and employees. City Council continued to focus on economic development and enhancement of the City's downtown, while also maintaining existing levels of services during a global pandemic.

In order to accomplish Council's priorities, staff worked diligently to resolve a multitude of issues regarding major capital projects through interdepartmental and intergovernmental coordination. Those major efforts included the beginning of the construction of the Burbank Road extension, substantial completion of Phase 1 of the Harbor Palms infrastructure improvement project, progress towards the new Cypress Forest Spray Park, and installation of a new monument for those who served in major wars/conflicts at Veterans Park.

In the Community Redevelopment Agency (CRA), economic development proposals for city-owned properties in the downtown area were presented and considered. A concept plan was created and reviewed across multiple work sessions in order to match Council's vision of an identifiable downtown. In addition, the City completed the demolition of two dilapidated buildings on the properties next to City Hall and adjacent to the Library, resulting in a renewed look of the downtown area in the hopes of attracting potential developers.

In the Enterprise Funds, several facilities were improved and field assets were upgraded throughout the City. The downtown area water line improvement project was completed, and the lift station improvement plan continued as the Utilities Maintenance Division focused on the rehabilitation of the Gull Aire and Douglas Avenue lift stations. In addition, the Distribution & Collection Division continued the evaluation of sanitary sewer lines using robotic cameras to inspect the integrity of the system. This proactive approach helped to maintain the sanitary sewer system by identifying damaged piping before failure.

Finally, our Stormwater Fund remained very busy during the year. In addition to coordinating with other Public Works Divisions to continue work on the Harbor Palms Drainage Improvements, the Stormwater Division continued to maintain all city-owned ditches, culverts, pipes, swales, ponds and structures while also responding swiftly to drainage complaints with excellent customer service.

Maintaining and improving our existing assets and infrastructure while also pushing to meet Council's enhanced downtown and economic development goals has been a difficult balancing act, especially during a global pandemic. However, due to innovative thinking on the part of the Council and staff, Oldsmar continues to effectively and efficiently provide citizens the best services for their tax dollars.

FUTURE PROSPECTS

For fiscal year 2021, the Administration presented a budget that recommended an 18.2% decrease from the prior year's revised budget. Much of this decrease is the result of a concerted effort by staff in addressing the still unknown economic impacts of COVID-19. From a personnel perspective, the fiscal year 2021 budget was presented with a net increase of zero positions overall as well as continuing an annual cost of living adjustment in addition to the merit increase.

Ad Valorem revenue increased for the eighth year in a row (approximately 5.3%). No change is planned for the millage rate, which is steady at 4.05, as it has been for the past 13 years. The City continues to utilize various local, state, and federal grants where possible, while acknowledging that they are oftentimes difficult to receive, especially when other municipalities are also competing to receive the same funding for their own projects.

Future projects for fiscal year 2020/21 will see the City focus not only on the development of downtown, but also continuing to maintain our existing infrastructure and safely improve multimodal travel in the area. In the coming year, the construction of the Burbank Road Extension project (funded in part via legislative appropriation/grant from FDOT) will be completed. This extension will positively impact the businesses within the Cypress Lakes Industrial Park by providing additional access from Tampa Road to Douglas Road, which is badly needed for the massive volume that traverses throughout that area. Other projects, such as the Douglas Road Trail and Roadway improvements (funded in part via FDOT grant and legislative appropriation, respectively), and improvements to the Oldsmar Sports Complex, specifically the BMX track repair, are targeted to begin their construction phases.

In the Community Redevelopment Agency (CRA), the top priority will be the development of an identifiable downtown; preserving Oldsmar's unique small-town character while maintaining and attracting potential business activity.

In the Capital Projects Fund, the City has been saving Penny for Pinellas funds for the

completion of major infrastructure improvements. Penny funds have been saved for the completion of needed improvements in the industrial section of the City, specifically the widening of Douglas Road and the connection of Burbank to Douglas Road. In addition to Penny funds, a State appropriation for Burbank and grant for Douglas will be utilized in this targeted improvement to the City's industrial base. Coordination and approval with private companies and grantor agencies have resulted in unavoidable delays. However, we look forward to significant progress and completion in the coming year.

In addition to these projects funded by the Penny for Pinellas, another large project in the Capital Projects Fund is the Harbor Palms Infrastructure Improvement. The final phases of design and preparation for construction services bidding will contain several important elements of infrastructure work, including replacement of failing water lines, stormwater lines and sidewalks. This project, along with repairing the BMX track and retaining wall, will require a significant commitment of City resources and will likely be in progress for several years. Other large projects planned for this fund include the completion of the Cypress Forest Spray Park renovation and the Douglas Trail.

In the Enterprise Funds, capital outlay will be mostly spent on the continuation of ongoing projects, including water meter upgrades, sewer line assessments, Downtown Water Line Distribution improvements, and utility components of the Harbor Palms Infrastructure Improvements project. New projects scheduled to begin include a new control building and aeration system upgrades at the Water Reclamation Facility. As the City's facilities continue to age, the focus will be bringing critical infrastructure up to date by identifying any potential vulnerabilities in accordance with our Climate Resiliency Plan. In the Stormwater Fund, work continues on the Harbor Palms project as well as drainage improvements in Gull Aire Village.

ECONOMIC CONDITION AND OUTLOOK

The City of Oldsmar continues to increase its popularity in the Tampa Bay region. The City is perfectly situated between the Tampa metropolitan area and the beaches of Pinellas County. Tourists and visitors should not overlook the City's amenities, which include many incredible parks, a public beach, fishing pier and ten completed miles of recreational trail.

Other unique offerings include a sprayground for the kids, recreation center, outdoor street hockey rink, ice skating facility, flea market, picnic facilities throughout the city, a zip line attraction, and special events throughout the year that are held at our own waterfront park, complete with a stage overlooking Old Tampa Bay, rides for the kids, great music and fireworks.

In the immediate vicinity, you will find a thoroughbred racetrack that borders the city limits, and it hosts the Tampa Bay Derby, which frequently produces an entrant to the Kentucky Derby. Within ten miles, two of the nation's highest ranked beaches are accessible, and there are two malls inside that perimeter for shoppers. The Tampa International Airport is within minutes of the city limits, and there are two minor league baseball stadiums within a ten-minute drive.

The City also proudly presents a historical museum, and the City Hall building doubles as an art gallery. We offer bike and walking tours of our downtown residential areas, which are rich in character and history. We offer boat ramps and canoe trails. There isn't anything you could think of that we don't offer, or you can't find within minutes of our city limits. Oldsmar is a great place to live, work and play, and we've had that motto since 1996, when our city won the Most Livable City award. The amazing thing about that is our amenities have

more than doubled in the twenty years since we won that award. In addition, a survey conducted in 2019 by consumer research company SafeWise determined that Oldsmar was in the top ten safest cities in Florida.

The City Council understands the commitment required to attract new business and serve the needs of our existing businesses. During our “We Mean Business” program, the Mayor and City Manager visit the businesses on a regular basis around town, keeping in touch with their needs and listening to their concerns. The stability of our tax base has been a long-standing trademark of our city, in large part due to the continuous effort placed on listening to the constituents, by our elected officials and administration.

Our economic outlook remains stable, but the uncertain impacts of COVID-19 are continuously being monitored. While the City’s Gross Taxable Value has increased for the eighth consecutive year, staff will continue to focus on sensitive funding sources on a regular basis in order to determine how it will affect the City’s overall revenue profile.

City land continues to be a well-balanced mix, classified as (by % of land area): Preserve (35%), Residential (21%) Commercial/Industrial (15%), Recreational (4%), Community Redevelopment area (2%), Water (10%), and Other (13%).

ACCOUNTING SYSTEMS AND BUDGETARY CONTROL

The City’s accounting records for general governmental operations and business type operations are maintained on a full accrual basis, with revenues recorded when earned, and expenditures recorded when the services or goods are received and liabilities incurred. These statements are considered the Government-wide Statements, and are found on pages 17, 18 and 19. These statements present an organizational wide view of all City operations in one place.

In developing the City’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

The safeguarding of assets against loss from unauthorized use or disposition; and

The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

The cost of a control should not exceed the benefits likely to be derived; and

The evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within this framework. We believe the City’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the department level. All purchase requisitions are

compared to available line item amounts and necessary significant budgetary adjustments are made prior to issuing purchase orders. The City Manager is authorized to transfer any unencumbered available line item balance or portion thereof between specific classifications of expenditures within a department. By resolution, the City Council may authorize the appropriation of the unencumbered reserve or the transfer of funds from one department to another.

THE REPORTING ENTITY

The criteria used in determining the reporting entity are consistent with Statement Number 14 and 61 of the Governmental Accounting Standards Board regarding the definition of the reporting entity. Based on criteria found in these statements, the various funds (all funds of the City) shown in the Table of Contents are all that is necessary to be included in this report. There are no other entities that require inclusion in this report.

SERVICES PROVIDED

The City provides the full range of municipal services normally associated with a municipality including fire protection, emergency medical services, street construction and maintenance, planning and redevelopment, cultural arts, recreation, parks, and library, as well as general administrative services. Police protection is provided by an annual contract with the Pinellas County Sheriff's Office. In addition, water, sewer, and reclaimed water services are provided under an enterprise fund structure with user charges set by the City Council to ensure adequate coverage of operating expenses and payment of outstanding debt. Stormwater Management and Solid Waste are also accounted for with enterprise funds. The City contracts with a solid waste hauler to provide solid waste and single stream recycling services to residents.

ORGANIZATION OF THE GOVERNMENT

The Community was founded in 1916 by Ransom E. Olds, inventor, and manufacturer of one of America's first automobiles, the "Oldsmobile". The City operates under the Council-Manager form of government. The City Council is comprised of the Mayor and four council members and is responsible for enacting ordinances, resolutions, and regulations governing the City as well as appointing members to various statutory and advisory boards, and appointing the City Manager, City Attorney, and City Clerk. The City Manager, as chief executive officer, is responsible for enforcement of laws and ordinances and appoints and supervises the City's department heads.

FINANCIAL CONDITION

The Management Discussion and Analysis (MD&A) (starting on page 3) summarizes the Statement of Net Position and Statement of Activities and reviews the changes (from the beginning to the end of the period and current year to the prior year). The actual statements (in detail) are presented on pages 17 through 19. These Government-wide statements are intended to present the City on a more corporate-style basis and provide a view of the larger picture.

Additionally, the Fund Financial Statements (starting on page 20) are designed to address the Major (or more significant) individual funds by category (governmental and proprietary). An explanation of these complementary presentations can be found in the MD&A (starting on page 3) and in Note A of the Financial Statements.

The City's Business-type Activities are summarized in the MD&A and the Government-wide financial statements as a consolidated single column. The Major individual funds are presented in the Fund Financial Statements (See pages 20 through 27). The assets of the Firefighters Pension Trust Fund are presented as a Fiduciary Fund on pages 28 and 29.

To complement the available presentation, the following schedule reflects, in summary form for the Water and Sewer Fund, both the operating income before and after depreciation and the debt service coverage presented on a bond covenant basis. The net income before and after depreciation demonstrates cash flow generated to cover all or a portion of the asset consumption (depreciation). The Water and Sewer Fund's debt service consists of a bond issue and three loans from the Florida Department of Environmental Protection. The City has a multi-step inverted rate structure to encourage water conservation and to penalize high usage.

WATER AND SEWER FUND ACTIVITIES

	<u>2018</u>	<u>2019</u>	<u>2020</u>
Operating Revenues	\$7,843,587	\$8,206,237	\$8,446,653
Operating Income	1,643,615	1,479,256	1,721,876
Add: Depreciation	1,944,635	1,783,839	1,858,021
Interest Income	94,610	397,125	280,240
Income Available for Debt Service	<u>3,682,860</u>	<u>3,660,220</u>	<u>3,860,136</u>
Annual Debt Service (Principal and Interest)	<u>1,237,872</u>	<u>691,856</u>	<u>689,662</u>
Coverage (Income available for debt service divided by annual debt service)	<u>2.98</u>	<u>5.29</u>	<u>5.60</u>

INDEPENDENT AUDIT

The City Charter requires an annual audit of the books of account, financial records, and transactions of all City administrative departments by an independent certified public accountant selected by the City Council. This requirement has been fulfilled and the auditor's report from the certified public accounting firm of Wells, Houser & Schatzel, P.A., has been included in this report.

CERTIFICATE OF ACHIEVEMENT

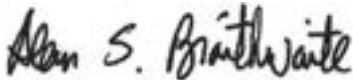
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Oldsmar for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

ACKNOWLEDGEMENTS

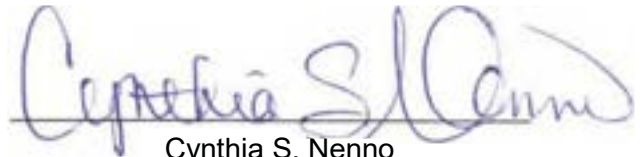
The timely preparation of this report could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Division. We would like to express appreciation to all members of the Division who assisted and contributed to its preparation, especially Amy Ratliff, Accounting Administrator, and Garrett Zelif, Finance Administrator. We would like to thank Wells, Houser & Schatzel, P.A., for their continued professional assistance. We express appreciation to the Mayor and the members of the City Council for their continued interest and support in planning and conducting the City's financial operations in a responsible and progressive manner.

Respectfully submitted,



Alan S. Braithwaite
City Manager

Respectfully submitted,



Cynthia S. Nenno
Director of Administrative Services

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Florida**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Executive Director/CEO

CITY-WIDE ORGANIZATIONAL CHART

City-Wide Organizational Chart from top to bottom:

Electors.

City Council reports to the electors.

Reporting to the City Council is the City Clerk, City Manager, and City Attorney.

The Assistant City Manager/Economic Development Director reports to the City Manager, as does the Human Resources Director.

Reporting to the City Manager via the Assistant City Manager is Administrative Services, which includes: Information Technology, Management & Budget, Purchasing, Accounting, and Utility Billing.

Also reporting to the City Manager via the Assistant City Manager is Planning and Redevelopment, which includes: Planning, Building, Code Enforcement, Licenses, and CRA.

Leisure Services also reports to the City Manager via the Assistant City Manager, and it includes: Parks, Oldsmar Sports Complex, Recreation, and Facilities.

Also reporting to the City Manager via the Assistant City Manager is Public Works, which includes Technical Services, Streets, Fleet Maintenance, Utilities Maintenance, Distribution & Collection, Water Reclamation Facility, Reverse Osmosis WTP, Environmental Management, Stormwater Utility, and Solid Waste.

The Public Library also reports to the City Manager via the Assistant City Manager and includes: Adult Services, Children's Services, and Technical Services.

Also reporting to the City Manager via the Assistant City Manager is Fire Rescue, which includes: Emergency Medical Services and Prevention and Suppression.

FINANCIAL SECTION

This Section Contains the Following Subsections:

INDEPENDENT AUDITOR'S REPORT

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)

BASIC FINANCIAL STATEMENTS

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

COMBINING FINANCIAL STATEMENTS

SUPPLEMENTAL INFORMATION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
City Council Members
City of Oldsmar, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oldsmar, Florida, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of the Oldsmar Community Redevelopment Agency as of and for the year ended September 30, 2020, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oldsmar, Florida, as of September 30, 2020, 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. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Oldsmar Community Redevelopment Agency as of September 30, 2020, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis (pages 3-16) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of

financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Oldsmar, Florida's basic financial statements and the financial statements of the Oldsmar Community Redevelopment Agency. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The required budgetary comparison schedules (pages 59-61) and the required pension and retiree health care plan schedules (pages 63-70) are not a required part of the basic financial statements but are required by accounting principles generally accepted in the United States of America. The schedule of expenditures of federal awards and state assistance is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The budgetary comparison schedules, combining and individual nonmajor fund financial statements and the 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. Such 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 budgetary comparison schedules, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards and state assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standard*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2021, on our consideration of the City of Oldsmar, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Oldsmar, Florida's internal control over financial reporting and compliance.



Wells, Houser & Schatzel, P.A.
St. Petersburg, FL
January 29, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Oldsmar (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Letter of Transmittal, which begins on page iii of this report.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of fiscal year 2020 by \$113,844,241. Of this amount, \$17,745,662 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors. The unrestricted net position increased by \$1,222,601, or 7.4% from the prior year's net asset presentation. The City's total net position increased by 2.7% (\$2,977,275) from the prior year's total figure.
- As of the close of the fiscal year, the City's governmental funds reported combined ending total fund balances of \$15,405,199, a decrease of \$192,617 when compared to the prior year. Of this amount, \$1,239,492 is available for spending at the government's discretion (unassigned fund balance). The remainder is either non-spendable, restricted, committed or assigned for open contracts, programs, or debt.
- At the end of the current fiscal year, the unassigned fund balance in the general fund was \$3,029,184, or 23.1% of the total general fund expenditures.
- Overall, the City's total outstanding debt increased by \$1,514,418 (21.4%) during the fiscal year. The increase reflects principal payments made on existing debt issues in both the Governmental and Enterprise funds. New borrowings during the fiscal year include draws from the \$6 million construction loan for the Harbor Palms Infrastructure Improvement project, issued in March 2019. The amount drawn on this loan during the fiscal year totaled \$2,207,485.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis serves as a generic introduction to the City's financial operation and is intended to help readers understand the elements of the City's financial statements. It does not present any specific financial activity related to the City of Oldsmar. The City's basic financial statements are comprised of three major components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Each is discussed below. This report also contains other supplementary information in addition to the basic financial statements themselves.

1. **Government-wide Financial Statements.** The government-wide financial statements provide a broad overview of the City's finances, in a manner similar to that of a private-sector entity. This section does not discuss individual Funds, and instead, focuses on Governmental Activities (all governmental funds) and Business-type Activities (all enterprise funds). There are two statements:

- a. **Statement of Net Position** (pg. 17). The Government-wide Statement of Net Position presents information on all City assets and liabilities, with the difference between the two reported as net position (assets and deferred outflows minus liabilities and deferred inflows). The statement combines and consolidates the governmental funds' current financial resources with capital assets and long-term obligations. Increases or decreases in net position may be indicators of whether the City's financial position is improving or declining; however, increases and decreases, in and by themselves, cannot be viewed as positive or negative.

For example, changes in net position must be analyzed in relation to the City's overall objectives. If the City purchases a new capital asset for cash, the overall net position will decline because the new asset will be depreciated over its useful life. The City has traded cash, which does not depreciate, for an asset that will. However, the City's overall service objectives may be furthered by the purchase and use of the asset instead of holding the cash.

- b. **Statement of Activities** (pgs. 18-19). The Government-wide Statement of Activities presents information on why the City's net position changed during the fiscal year (the difference between revenues received and expenses incurred). The focus is on both the gross and net cost of various government services, revealing what portion of the city's programs require subsidy beyond what tax dollars provide. All changes in net position are reported as soon as an underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported even if cash is not received or paid.

Both financial statements described above divide the City's financial information into two types of activities: governmental activities, which are principally supported by taxes and intergovernmental revenues; and business-type activities, which are supported by user fees and charges. The City's Governmental Activities include: General Government, Law Enforcement, Fire Protection, Technical Services, Transportation, Library, Parks & Recreation, and Community Redevelopment. The City's Business-type Activities include: Water Reclamation, Reverse Osmosis Water Treatment Plant, Stormwater Utility, and Solid Waste services.

2. **Fund Financial Statements.** These are designed to provide readers with a more precise view of financial activity, unlike the government-wide statements, which focus on the City as a whole. A fund is a collection of resources, where a grouping of related accounts is used to control them. They have been segregated for a specific activity or objective. The City uses fund accounting to demonstrate compliance with legal requirements and to enhance accountability.

While the focus of the Fund Financial Statements is comparatively narrow (versus the government-wide), it is appropriate to compare fund information to its component counterpart in the governmental activities section of the government-wide financial statements. Doing so will assist the reader in understanding the long-term impact of the City's short-term decisions.

The Governmental Funds Financial Statements (pgs. 20-23) present sources and uses of spendable resources. This is the manner by which the budget is typically developed. The flow and availability of "liquid" resources is a clear and appropriate focus for any analysis of a government. Funds are established for various purposes and the Fund Financial

Statements present compliance with required Government Accounting Standards Board (GASB) rules.

While the Total column on the Business-type Fund Financial Statements (pgs. 24-27) equals the Business-type Total column on the Government-wide Financial Statements, the Governmental Funds Total column requires a reconciliation because of the difference in measurement focus, which is reflected on the page following each Governmental Fund Financial Statement (pages 21 and 23). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources, as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (i.e., bonds) into the Governmental Activities column (in the Government-wide Statements).

There are three types of funds used by the City to report financial transactions. They are:

- a. Governmental Funds.** The Governmental Funds are used to account for the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, these focus on short-term inflows and outflows of spendable resources, as well as on spendable resources available at year-end. This information is useful in evaluating the City's short-term financial condition.

The City maintains seven individual governmental funds. The focus of the Fund Financial Statements and the MD&A report is on major funds only, of which the City normally has two: General Fund and Capital Improvement Fund. The Community Redevelopment Agency (CRA) no longer qualifies as a major fund, but it has been maintained as such due to its overall importance to the City's economic development initiatives. At the government-wide reporting level, information is presented separately for each major fund and information for the other four non-major governmental funds are combined into a single column. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements, which are included after the notes to the financial statements.

The City adopts a budget for all governmental funds. A budgetary comparison statement has been provided for all governmental funds with a legally adopted budget to demonstrate compliance with the budget. Significant budget variances (if any) for non-major funds are discussed in Note A of the financial statements.

- b. Proprietary Funds.** Proprietary Fund Financial Statements provide the same information found in the Government-wide Statements, except in greater detail.

Enterprise Funds are used to report the same information as is presented in the business-type activities section of the Government-wide Financial Statements. The City maintains three separate enterprise funds to account for activities of the Water and Sewer utility, Stormwater utility and Solid Waste utility. All three are considered major funds.

- c. Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties other than the City, such as pension plan participants. The basis of accounting for fiduciary funds is equivalent to that of proprietary funds. Fiduciary fund

financial information is not reflected in the Government-wide Financial Statements, because resources of those funds are not available to support the City's programs or services. The City presents Pension Trust Fund activity on pages 28 and 29.

3. **Notes to the Financial Statements.** The notes provide additional information that is essential to the process of developing a complete understanding of the information presented in the government-wide and fund financial statements.

Required Supplementary Information (other than MD&A)

In addition to the basic financial statements described above, the report also presents certain required supplementary information, including budgetary comparison schedules for the General Fund and the Community Redevelopment Agency Fund (CRA), as well as the schedules of funding progress for the City's defined benefit plan obligations. Required supplementary information is located just after the notes to the financial statements.

Combining Financial Statements, Individual Fund Financial Statements and Schedules

These statements and schedules are provided for non-major governmental funds and are located immediately following the required supplementary information.

Other Supplementary Information

These statements are designed to show a greater level of detail than is provided in the Fund Financial Statements. This information generally shows budgetary comparisons for the enterprise funds, and reconciliations between governmental fund statements and governmental activities in government-wide statements.

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

Statement of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, net position exceeded liabilities by \$113,844,241 at the close of fiscal year ended September 30, 2020.

The largest portion of the City's net position continues to be investment in capital assets (75%), such as land, buildings, improvement other than buildings, machinery and equipment, and infrastructure. The fiscal year 2019/20 figure, \$85,346,581, represents the net capital assets total, minus related debt outstanding used to acquire the assets.

Capital assets are used to provide services to the citizens, and therefore do not represent position available for future spending. The resources required to pay the debt must come from other sources, since the asset itself cannot be used to satisfy the liabilities. The following table reflects a summarized version of the Statement of Net Position, when compared to the prior fiscal year.

Table 1
Statement of Net Position
As of September 30, 2020 and 2019
(000's)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Current and other assets	\$16,895	\$16,557	\$ 19,214	\$ 16,350	\$ 36,109	\$ 32,907
Capital assets	<u>51,426</u>	<u>49,886</u>	<u>42,512</u>	<u>41,578</u>	<u>93,938</u>	<u>91,464</u>
Total assets	68,321	66,443	61,726	57,928	130,047	124,371
Deferred outflows	<u>1,660</u>	<u>1,743</u>	<u>196</u>	<u>191</u>	<u>1,856</u>	<u>1,934</u>
Total assets & deferred outflows	<u>\$69,981</u>	<u>\$68,186</u>	<u>\$61,922</u>	<u>\$58,119</u>	<u>\$131,903</u>	<u>\$126,305</u>
Current liabilities	\$ 1,750	\$ 999	\$ 3,078	\$ 2,515	\$ 4,828	\$ 3,514
Long-term liabilities	<u>4,748</u>	<u>3,574</u>	<u>6,884</u>	<u>6,612</u>	<u>11,632</u>	<u>10,186</u>
Total liabilities	6,498	4,573	9,962	9,127	16,460	13,700
Deferred inflows	<u>1,472</u>	<u>1,637</u>	<u>127</u>	<u>101</u>	<u>1,599</u>	<u>1,738</u>
Total liabilities & deferred inflows	7,970	6,210	10,089	9,228	18,059	15,438
Net Position						
Net investment in capital assets	49,553	49,115	35,793	35,267	85,346	84,382
Restricted	9,284	8,602	1,468	1,360	10,752	9,962
Unrestricted (deficit)	<u>3,174</u>	<u>4,259</u>	<u>14,572</u>	<u>12,264</u>	<u>17,746</u>	<u>16,523</u>
Total net position	<u>62,011</u>	<u>61,976</u>	<u>51,833</u>	<u>48,891</u>	<u>113,844</u>	<u>110,867</u>
Total liabilities, deferred inflows & net position	<u>\$69,981</u>	<u>\$68,186</u>	<u>\$61,922</u>	<u>\$58,119</u>	<u>\$131,903</u>	<u>\$126,305</u>

9.4% of the City's total net position represents resources that are restricted on how they may be used. 15.6% of the total net position may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the fiscal year, the City of Oldsmar was again able to report positive balances in all three categories of net position, for the City as a whole, as well as the Governmental and Business-type activities, individually. The City's total Primary Government unrestricted net position decreased by \$1,085,109, to \$3,173,725 during the fiscal year, partially due to the effect of the pandemic. The City's Business-type unrestricted net position increased by \$2,307,710 to \$14,571,937, representing cash set aside to fund future capital projects and the use of debt to fund current capital needs.

For more detailed information, see the Statement of Net Position (page 17).

Statement of Activities

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

Table 2
Changes in Net Position
(in 000's)

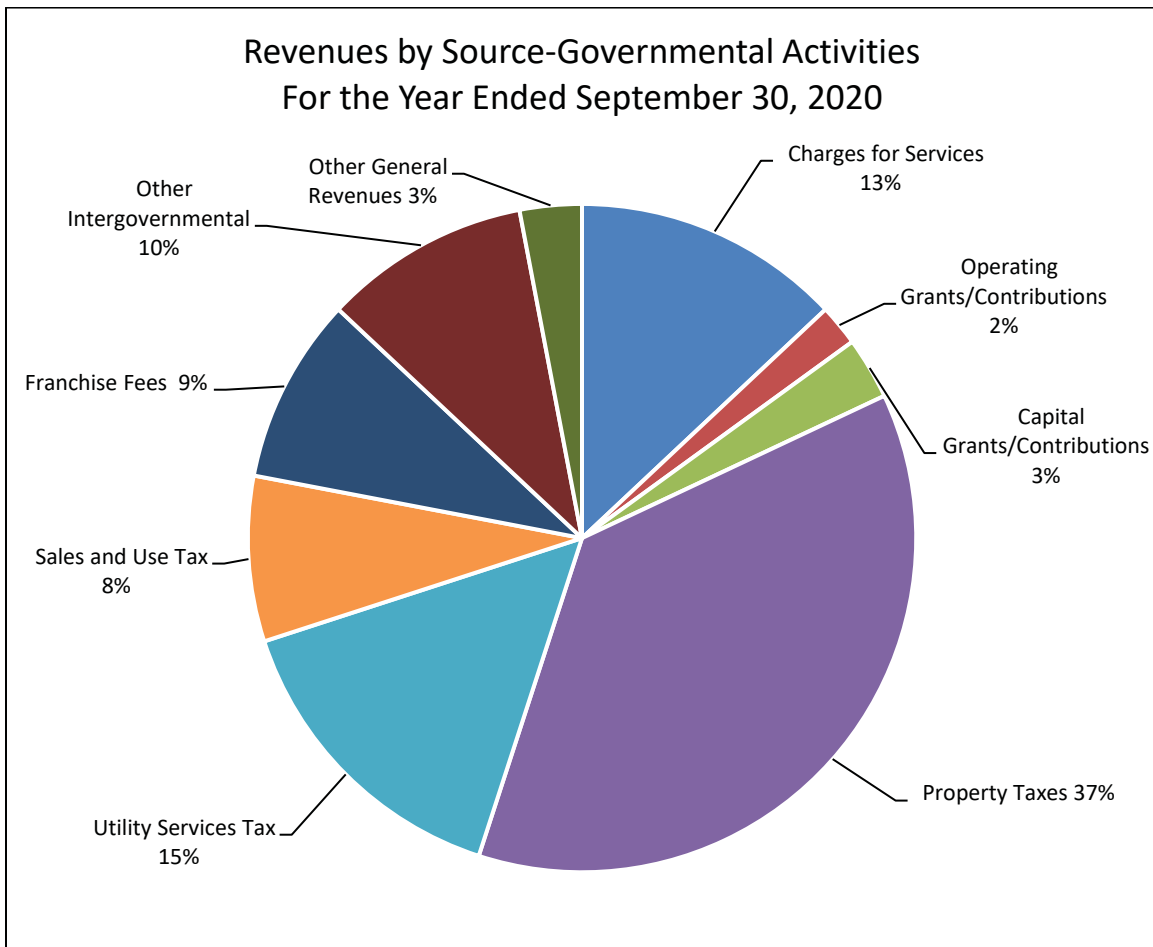
	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
REVENUES						
Program Revenues:						
Charges for services	\$1,902	\$2,482	\$12,324	\$11,783	\$14,226	\$14,265
Operating Grants/Contributions	297	558	10	34	307	592
Capital Grants/Contributions	399	619	100	145	499	764
General Revenues:						
Property Taxes	5,733	5,289			5,733	5,289
Sales and Use Tax	1,155	1,176			1,155	1,176
Utility Services Tax	2,265	2,332			2,265	2,332
Franchise Fees	1,303	1,417			1,303	1,417
Other Intergovernmental	1,493	1,563	532	533	2,025	2,096
Investment Income	283	441	303	432	586	873
Other General Revenues	94	313	12	1	106	314
Gain on Disposal of Assets	37	19	23	10	60	29
Total Revenues	<u>\$14,961</u>	<u>\$16,209</u>	<u>\$13,304</u>	<u>\$12,938</u>	<u>\$28,265</u>	<u>\$29,147</u>
EXPENSES						
Program Activities:						
Primary Government						
Governmental Activities:						
General Government	4,380	4,260			4,380	4,260
Law Enforcement	1,786	1,751			1,786	1,751
Fire	2,513	2,485			2,513	2,485
Technical Services	386	420			386	420
Transportation and Drainage	1,546	1,460			1,546	1,460
Library	1,004	985			1,004	985
Parks & Recreation	3,097	3,022			3,097	3,022
Planning/Redevelopment	193	197			193	197
Interest on Long-Term Debt	21	71			21	71
Business-type Activities:						
Water & Wastewater						
Water Reclamation			3,337	3,328	3,337	3,328
Reverse Osmosis water plant			3,545	3,572	3,545	3,572
Stormwater Utility			819	773	819	773
Solid Waste			2,661	2,636	2,661	2,636
Total Expenses	<u>14,926</u>	<u>14,651</u>	<u>10,362</u>	<u>10,309</u>	<u>25,288</u>	<u>24,960</u>
Excess Revenue Over Expenses	35	1,588	2,942	2,629	2,977	4,187
Net Position, October 1	<u>\$61,976</u>	<u>\$60,418</u>	<u>\$48,891</u>	<u>\$46,262</u>	<u>\$110,867</u>	<u>\$106,680</u>
Ending Net Position	<u>\$62,011</u>	<u>\$61,976</u>	<u>\$51,833</u>	<u>\$48,891</u>	<u>\$113,844</u>	<u>\$110,867</u>

For more detailed information, see the Statement of Activities (page 18-19).

Governmental Activities

Governmental Activities increased the City's total net position by \$35,383, accounting for 1.2% of the total growth in the net position of the City. Key elements to the increase in net position included:

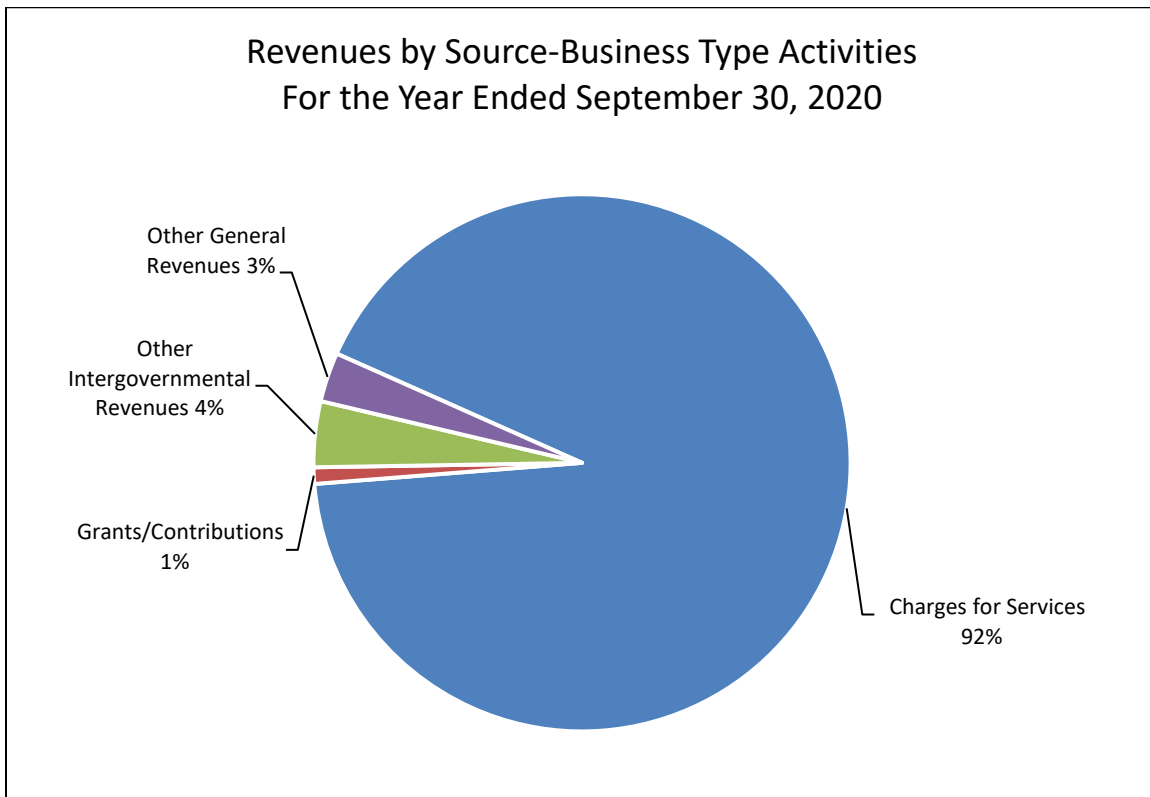
- Overall, total Governmental Revenues decreased approximately 1.5%. Ad Valorem revenue gains were offset by a decrease of approximately \$1 million in program revenues, including charges for services (which were heavily impacted by the pandemic), and grants. Lower interest rates led to a decline in investment earnings, which further contributed to the decrease. General revenues were required to cover the shortage and maintain the city operations.
- Total Governmental activity expenses rose slightly, by about 1.9%, due to increased operating expenditures, capital equipment purchases and progress on city projects.
- Total Governmental Capital Grants & Contributions decreased by 35.4% due to the timing of capital projects.



Business-type Activities

Business-type activities (enterprise funds) increased the City's total net position by \$2,941,892, accounting for 98.8% of the total growth in the government's net position. Key elements of the increase were:

- The Water and Sewer Operating Fund contributed \$2,510,406 to the increase in the City's business-type net position. System operations continue to fund future capital projects, including new water lines in Harbor Palms, improvements at the Reverse Osmosis Water Treatment Plant and a new control building at the Water Reclamation Facility. Program revenues for Business-type activities rose slightly, due to continued new development and a slight rate increase, enhancing stability in the system.
- The Stormwater Fund contributed \$135,504 to the increase in the City's business-type net position, mostly due to fees generated by new development.
- The Solid Waste Fund finished the fiscal year in a positive position with growth in net assets of \$295,982. Contributing factors to this growth includes expanded commercial activity, and operating grant and investment earnings.



FUND FINANCIAL STATEMENT ANALYSIS

Fund Financial Statement Analysis

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, 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 the fiscal year, the City's governmental funds reported a combined ending total fund balance of \$15,405,199, a decrease of \$192,617 from the prior year. General Fund ended the fiscal year with \$3,029,184 of unassigned fund balance, with \$(1,789,692) in the Capital Improvement Fund, constituting a total governmental fund balance of \$1,239,492 available for spending at the government's discretion. The negative unassigned fund balance in the Capital Improvement Fund is the result of planned funding for future capital projects. The remainder of governmental fund balances are either restricted, committed or assigned, which indicates that they are not available for spending. Major restrictions, commitments or assignments include: Nonspendable for prepaid items (\$679,736); amounts restricted for special purposes or enabling legislation for Capital Projects (\$5,306,949), Community Redevelopment (\$1,669,012), and Fire Suppression (\$1,063,049); Committed to Capital Projects by purchase orders not yet completed at year-end (\$2,271,448); and Assigned for reserves or subsequent year expenditures (\$2,000,000).

The General Fund is the primary operating fund of the City. At the end of the current year, unassigned fund balance was \$3,029,184, while total fund balance in the General Fund was \$6,121,342. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The General Fund's unassigned fund balance represents 23.1% of total fund expenditures for the current year. In addition, the unassigned fund balance represents 21.44% of subsequent year budgeted expenditures, exceeding the 15% minimum as established by the City's General Fund Balance Reserve Policy.

Total fund balance in the City's General Fund decreased by \$874,842 during the current fiscal year. Key factors in this change were:

- General Fund revenues totaled \$12,682,135, a decrease of \$1,008,426 from the prior year. Ad Valorem proceeds increased by \$424,018 which were more than offset by a decrease in investment earnings, intergovernmental revenue, charges for services, franchise fees, utility taxes and licenses, permits and fees.
- General Fund expenditures totaled \$13,132,801, an increase of \$458,094 (3.6%) over the prior year.

Fund balance in the City's Capital Improvement Fund increased by \$236,710, to a total of \$5,951,051. As stated previously, negative unassigned fund balance is presented in this fund due to the planned debt funding of the Harbor Palms Infrastructure project. Since balances are restricted legally for capital projects, large changes in Capital Improvement fund balance are not necessarily good or bad. Increases normally suggest that funds are being saved for future capital

project use, which is the case here. The increase for FY 19/20 is largely attributable to a continued program to save Local Infrastructure Tax (Penny for Pinellas) proceeds to fund future improvement projects for Douglas Road and the Oldsmar Sports Complex. By the end of the fiscal year, City-wide street resurfacing was completed totaling \$382,259 as well as sidewalk/curb improvements in the amount of \$54,446. Progress continued on the Burbank Road Extension (\$139,423), the Harbor Palms Infrastructure project (\$1,836,301) and the Cypress Forest Spray Park Renovation (\$16,978).

In the Community Redevelopment Agency Fund (CRA), the timing of capital projects led to an increase in fund balance of \$486,027, to a total of \$1,787,271 at the end of the fiscal year.

Proprietary Funds

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

In the Water and Sewer Fund, progress made on the various capital projects was partially offset by system-wide depreciation charges and debt repayments, increasing the Net Investment in Capital Assets by \$564,434. A strong year of operations combined with the planned savings for funding future capital projects resulted in an increase of \$1,838,053 in unrestricted net assets, to a total of \$12,460,059. Total fund net position increased by \$2,510,406, to a total of \$45,110,962.

The unrestricted net position of the Stormwater Fund was \$1,038,475 at the end of the fiscal year, an increase of \$173,675 from the prior year. New revenue from recent development provided additional resources to the fund and will be allocated for future enhancements and system maintenance.

Unrestricted net position of the Solid Waste Fund was \$1,073,403 at year-end, an increase of \$295,982 from the prior year. Operating revenues increased by \$98,705 and the operating expenses increased by \$24,159.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original budget compared to final budget.

- The difference between the original and the final amended budget for appropriations (expenditures) in the General Fund was an increase of \$430,455 due to encumbrance (purchase order) carryovers from the prior fiscal year.
- In addition, City Council approved the following charges against the General Fund's contingency reserve, totaling \$329,000:
 - \$25,000 additional funds for the transfer to Public Safety Impact Fund to meet the needs of the Fire Department.
 - \$74,000 for personal costs to fund IAFF contract terms for the fiscal year.
 - \$30,000 for the Utility Billing COVID-19 resident grant program.
 - \$20,000 for additional personnel costs in the Streets division and Administrative Services Department.
 - \$15,000 for election costs in the city clerk's office.
 - \$40,000 for additional professional services in the Planning and Redevelopment Department.
 - \$100,000 for additional legal expenses.
 - \$25,000 for a remote-control slope mower at Oldsmar Sports Complex.

Final budget compared to actual results.

- The difference between the final amended budget for appropriations and actual expenditure in the General Fund was a positive variance of \$2,141,004. Of this amount, \$826,985 is unused contingency reserve and transfers. Other variances include: \$438,389 budget savings from personal services vacancies, \$616,020 for operating expenditures cost control, and \$259,610 in savings due to the timing of capital projects.

CAPITAL ASSETS AND DEBT ADMINISTRATION**Capital Assets**

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2020, was equal to \$94.0 million (net of accumulated depreciation). This investment in capital assets includes land and land rights, buildings, improvements, machinery and equipment, and infrastructure. The total increase in the City's investment in capital assets for the fiscal year was 2.7%, or \$2,473,462.

Major capital asset events during the 2019/2020 fiscal year included the following:

- In the General Fund, fencing upgrades at Municipal Services Center (MSC) and Oldsmar Sports Complex (OSC) totaling \$71,583 were completed to enhance facility safety and appearance. Also focused on safety during facility use, a lightning detection system was installed at OSC, which will alert park patrons to unsafe weather conditions, at the cost of \$12,800. Further improvements by the Leisure Services Department include playground replacements at Richard Rogers (\$52,000) and OSC (\$53,134), which will allow for children to enjoy countless hours of physical and social interaction. Maintenance and replacement of mechanical systems at City buildings was also a focus in General Fund, with \$43,731 spent finalizing the City Hall HVAC Replacement project, an additional \$15,900 spent to finalize the MSC HVAC replacement, and \$95,540 spent to complete the City Hall Elevator Modernization project. Finally, \$34,895 was spent during the year for Art Improvements to begin the City's new art installation "Taking Flight," which will be located next to the Council Chambers, once complete.
- In the Public Safety Impact Fund, two vehicles were purchased. The first, a new Osage Warrior ambulance was purchased at a cost of \$215,578 and replaced the old Rescue 54 unit which had been in service to the community for 14 years. The second vehicle was a new Ford F150, purchased for the newly created Assistant Fire Chief position.
- In the CRA Fund, emphasis was placed on preparing for economic development projects in the downtown area, specifically by demolishing unneeded buildings on City-acquired properties. \$14,297 was spent on the demolition of the building at 101 Fairfield Drive and an additional \$15,225 was spent removing the building at 504 St. Petersburg Drive. Additionally, \$214,545 was spent working on the design of the St. Petersburg Drive Improvement projects, as the City continues its focus on enhancing the vehicular flow and pedestrian traffic to encourage further development. Finally, the annual CRA sign replacement project was completed at a cost of \$13,540, which installed new signs throughout the area.
- In the Capital Improvement Fund, \$382,259 was utilized to complete the Citywide Street Resurfacing Project, a biannual city commitment, which utilizes Local Option Gas Taxes

to repair streets which have deteriorated over time. This year's project focused primarily on Shore Drive East. Additionally, \$54,446 was spent on the City's annual sidewalk replacement and upgrade project, which replaces damaged and non-conforming sidewalks and curbs in the City. \$139,423 was expended on the Burbank Road Extension project, as this long-awaited project began its construction phase. The first phase of the Harbor Palms Infrastructure Improvement project also continued with \$1,836,301 spent during the year to develop more reliable water, sewer, and stormwater facilities in the neighborhood. At the Oldsmar Sports Complex, work continued on the evaluation of the BMX Retaining Wall, with \$75,005 spent on evaluation, redesign, and preparation of bidding for repair services. The new Street Hockey Rink was completed during the fiscal year, with \$39,229 in City funds spent this year on the project, which was built in partnership with the Tampa Bay Lightning organization. Finally, the Cypress Forest Spray Ground Renovation project started in FY20, with the Leisure Services Department spending \$16,978 towards the \$400,000 rehabilitation, partially funded by FDEP.

- In the Water Reclamation Facility (WRF), \$10,431 was spent continuing the preliminary design work for a major renovation of the Control Building at the WRF. It will replace the aged building, controlling sewer treatment plant operations. This project will be a major focus of the Public Works Department for the foreseeable future.
- The Downtown Water Line System Improvements project was completed in FY20, with an additional \$205,700 dedicated towards water quality, for a total of \$2,390,110 spent on these improvements. Progress continued on the annual gravity sewer relining project, with \$287,196 spent during the fiscal year with the focus on the Harbor Palms neighborhood, working in tandem with the ongoing infrastructure replacement project. Major lift station renovations were completed for a cost of \$82,637.
- Continued touch-read meter reading upgrades totaled \$148,992 for the fiscal year. The system upgrades will continue to be phased in city-wide over the next several years, in addition to providing more accurate meter readings and staff operational safety. The accuracy of the new meters should enhance revenue.
- Construction work on the Harbor Palms Infrastructure Improvements Project was a major focus in the Water/Sewer enterprise fund during the year, including \$797,127 spent during the year. The Water/Sewer portion of this project is being paid utilizing cash reserves, whereas the street and stormwater portions are utilizing a debt mechanism secured by the City in 2019. The ROWTP Improvements (VFD Replacement and Pump Upgrade) project began, with \$68,494 spent to improve plant efficiency and pump useful life.
- Finally, in the Water/Sewer Fund the Environmental Management Division began the Climate Resiliency Plan review with \$16,398 spent on this broad-based project. A review of all City buildings and infrastructure will identify those facilities most vulnerable to the impacts of climate change, and provide recommendations on hardening of those facilities for operations into the future.

The City's investment in capital assets is summarized in the following table for the past two fiscal years, including additions and deletions.

Table 3
Capital Assets at Year-end (millions)
(Net of Depreciation)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land and land rights	\$15.5	\$15.3	\$ 1.1	\$ 1.1	\$16.6	\$16.4
Buildings	18.0	18.1	24.1	24.1	42.1	42.2
Improvements other than Buildings	40.0	38.6	46.8	43.3	86.8	81.9
Equipment	7.5	7.3	3.2	3.1	10.7	10.4
Less:						
Accumulated Depreciation	<u>(33.2)</u>	<u>(31.4)</u>	<u>(36.1)</u>	<u>(34.1)</u>	<u>(69.3)</u>	<u>(65.5)</u>
Sub-Total	47.8	47.9	39.1	37.5	86.9	85.4
Work in Progress	<u>3.7</u>	<u>2.0</u>	<u>3.4</u>	<u>4.1</u>	<u>7.1</u>	<u>6.1</u>
Total	<u>\$51.5</u>	<u>\$49.9</u>	<u>\$42.5</u>	<u>\$41.6</u>	<u>\$94.0</u>	<u>\$91.5</u>

Additional information on all capital assets can be found in Note C of the notes to the financial statements.

Long-Term Debt

At the end of the current fiscal year, the City had total debt outstanding of \$8,580,182 which comprises bonds and notes secured solely by specified revenue sources or covenants to budget and appropriate sufficient funds to meet debt service requirements. The City continues to have no General Obligation (GO) debt. Additional information on the City's long-term debt can be found in Note E of the notes to the financial statements.

Table 4
Outstanding Debt, at Year-end

	<u>Totals</u>	
	<u>2020</u>	<u>2019</u>
Governmental:		
Capital Improvement		
Refunding Note – 2012 Veterans Park	\$ 493,000	\$ 654,000
Revenue Note Series 2019 - Harbor Palms	<u>1,368,050</u>	<u>100,000</u>
Sub-Total	<u>1,861,050</u>	<u>754,000</u>
Business Type:		
State Revolving Loan – Water	380,901	525,372
State Revolving Loan – RO Plant ARRA	2,069,056	2,220,530
State Revolving Loan – RO Plant Secondary	3,329,740	3,565,862
Revenue Note Series 2019 - Harbor Palms	<u>939,435</u>	<u>-</u>
Sub Total	<u>6,719,132</u>	<u>6,311,764</u>
Total	<u>\$8,580,182</u>	<u>\$7,065,764</u>

The City's balance of total debt increased by \$1,514,418 during the 2019/2020 fiscal year.

New borrowings during the year include a \$6 million Revenue Note to fund construction costs for the Harbor Palms Infrastructure Improvement project, which will ultimately result in debt allocated between the Governmental and Business-type activities. To date \$2,307,485 has been drawn and the balance of the loan proceeds will be disbursed over a two-year period ending March 11, 2021, as construction advances. Semi-annual interest payments are due during the draw period, with principal repayments beginning October 1, 2021. Project activities for new sidewalks, street and curb reconstruction will ultimately be allocated as Governmental debt, with the new water lines and drainage system allocated as Business-type.

No other debt was issued during the fiscal year and all debt service payments were made in a timely manner.

Readers seeking more detailed information on long-term debt activity should refer to Note E in the notes to the financial statements.

ECONOMIC FACTORS

The State of Florida, by Constitution, does not have a state personal income tax and, therefore, operates primarily using sales, gasoline and corporate income taxes. Local governments (cities, counties and school boards) primarily rely on property and a limited array of other permitted taxes and fees (franchise, business tax receipts, etc.) for funding of their governmental activities. There are also a limited number of state-shared revenues, recurring and non-recurring (one-time) grants available from both state and federal governments.

For the business-type and certain governmental activities (permitting, recreational programs, etc.) the user of services pays a related fee or charge.

The City places significant emphasis on encouraging economic development, particularly in the downtown redevelopment area (CRA). During the fiscal year, the City continued work on promoting economic development especially in the CRA in light of the challenging economic environment created by the COVID-19 pandemic. Increasing residential values should continue to help overall economic conditions and assist the City in furthering the vision of the Council, which is to have a vibrant and successful downtown area. The area now contains several retail centers, a mixed-use facility, multiple restaurants and five hotels. Oldsmar continues to work closely with Pinellas County to provide an economic environment that attracts new business to our community. In addition, a focus for the coming year will be to further engage the development community in discussions regarding both the property east of City Hall and adjacent to the Library.

FINANCIAL CONTACT

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about the report or need additional financial information, contact the City's Director of Administrative Services or Accounting Administrator at City Hall at 100 State Street West, Oldsmar, Florida 34677-3655, telephone (813) 749-1100.

BASIC FINANCIAL STATEMENTS

The basic financial statements include the government-wide financial statements, fund financial statements, and notes to the financial statements.

The government-wide financial statements present financial information about the reporting government as a whole.

The fund financial statements present financial information about major funds individually and nonmajor funds in the aggregate for the governmental and enterprise funds.

The notes to the financial statements present information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements.

STATEMENT OF NET POSITION

September 30, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets			
Cash, pooled cash and cash equivalents	\$ 12,792,260	\$ 10,329,567	\$ 23,121,827
Investments	808,977	5,733,599	6,542,576
Receivables			
Accounts and other, net	43,945	890,397	934,342
Due from other governments	89,266	-	89,266
Inventories	15,691	-	15,691
Prepaid Items	679,736	58,615	738,351
Total Current Assets	14,429,875	17,012,178	31,442,053
Noncurrent Assets			
Investments	2,458,719	-	2,458,719
Net pension assets	7,061	-	7,061
Restricted assets			
Cash, pooled cash and equivalents	-	2,202,336	2,202,336
Capital Assets			
Nondepreciable	19,203,088	4,526,839	23,729,927
Depreciable, net of depreciation	32,222,707	37,985,099	70,207,806
Total Noncurrent Assets	53,891,575	44,714,274	98,605,849
DEFERRED OUTFLOWS OF RESOURCES			
Pension related	1,603,202	180,795	1,783,997
OPEB related	56,561	15,021	71,582
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 69,981,213	\$ 61,922,268	\$ 131,903,481
LIABILITIES			
Accounts payable	\$ 796,573	\$ 1,150,449	\$ 1,947,022
Retainage payable	190,968	222,569	413,537
Accrued items	263,274	97,530	360,804
Customer deposits	-	734,195	734,195
Due to other governments	22,529	-	22,529
Accrued interest payable	-	15,965	15,965
Current portion of LT obligations	476,130	857,494	1,333,624
Total Current Liabilities	1,749,474	3,078,202	4,827,676
Long-Term Liabilities			
Total OPEB Liability	1,140,536	302,905	1,443,441
Net Pension Liability	1,648,573	497,841	2,146,414
Noncurrent portion of LT obligations	1,958,952	6,083,043	8,041,995
Total Long Term Liabilities	4,748,061	6,883,789	11,631,850
Total Liabilities	6,497,535	9,961,991	16,459,526
DEFERRED INFLOWS OF RESOURCES			
Pension related	1,106,386	65,559	1,171,945
OPEB related	227,644	61,834	289,478
Deferred revenues	127,321	-	127,321
Bond refunding premium	10,970	-	10,970
Total Deferred Inflows of Resources	1,472,321	127,393	1,599,714
TOTAL LIABILITIES AND DEFERRED INFLOWS	7,969,856	10,089,384	18,059,240
NET POSITION			
Net investment in capital assets	49,553,775	35,792,806	85,346,581
Restricted For			
Capital projects	5,951,051	1,212,299	7,163,350
Community Redevelopment Agency	1,787,271	-	1,787,271
Debt service	147,277	255,842	403,119
Parkland dedication	133,349	-	133,349
Public safety	1,074,404	-	1,074,404
Multimodal impact	190,505	-	190,505
Unrestricted	3,173,725	14,571,937	17,745,662
Total Net Position	62,011,357	51,832,884	113,844,241
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ 69,981,213	\$ 61,922,268	\$ 131,903,481

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

CITY OF OLDSMAR, FLORIDA

STATEMENT OF ACTIVITIES

For the year ended September 30, 2020

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Grants and Contributions	Grants and Contributions
Function/Program Activities				
Primary Government				
Government Activities				
General Government	\$ (4,380,120)	\$ 1,063,353	\$ 1,700	\$ -
Law Enforcement	(1,786,053)	-	-	-
Fire Protection	(2,513,482)	530,259	77,945	-
Technical Services	(386,395)	-	-	-
Transportation	(1,545,746)	81,248	-	88
Library	(1,004,354)	3,155	200,442	-
Parks and Recreation	(3,097,153)	181,747	17,350	-
Community Redevelopment	(193,357)	42,401	-	399,372
Interest on Long-Term Debt	(20,561)	-	-	-
Total Governmental Activities	(14,927,221)	1,902,163	297,437	399,460
Business-type Activities				
Water and Sewer				
Water reclamation	(3,337,521)	4,031,552	-	58,463
Reverse osmosis water plant	(3,544,851)	4,415,101	-	41,387
Stormwater Utility	(819,419)	942,136	-	-
Solid Waste	(2,660,738)	2,935,645	10,440	-
Total Business-type Activities	(10,362,529)	12,324,434	10,440	99,850
Total Primary Government	<u>\$ (25,289,750)</u>	<u>\$ 14,226,597</u>	<u>\$ 307,877</u>	<u>\$ 499,310</u>

General Revenues

Taxes

Property taxes

Sales and use taxes

Utility taxes

Communications service tax

Franchise fees

State and local revenue sharing - unrestricted

Investment income

Miscellaneous

Gain on disposal of capital assets

Total general revenues

Change in Net Position

Net Position Beginning

Net Position Ending

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (3,315,067)	\$ -	\$ (3,315,067)
(1,786,053)	-	(1,786,053)
(1,905,278)	-	(1,905,278)
(386,395)	-	(386,395)
(1,464,410)	-	(1,464,410)
(800,757)	-	(800,757)
(2,898,056)	-	(2,898,056)
248,416	-	248,416
(20,561)	-	(20,561)
(12,328,161)	-	(12,328,161)
-	752,494	752,494
-	911,637	911,637
-	122,717	122,717
-	285,347	285,347
-	2,072,195	2,072,195
(12,328,161)	2,072,195	(10,255,966)
5,732,634	-	5,732,634
1,154,619	-	1,154,619
1,511,629	-	1,511,629
753,897	-	753,897
1,303,169	-	1,303,169
1,492,894	532,294	2,025,188
283,407	302,908	586,315
94,195	11,557	105,752
37,100	22,938	60,038
12,363,544	869,697	13,233,241
35,383	2,941,892	2,977,275
61,975,974	48,890,992	110,866,966
\$ 62,011,357	\$ 51,832,884	\$ 113,844,241

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

CITY OF OLDSMAR, FLORIDA

BALANCE SHEET - GOVERNMENTAL FUNDS

September 30, 2020

	General	Capital Improvement	Special Revenue Fund Community Redevelopment	Other Governmental Funds	Total
ASSETS					
Cash, pooled cash and cash equivalents	\$ 4,317,165	\$ 5,072,645	\$ 1,833,059	\$ 1,569,391	\$ 12,792,260
Investments	2,247,969	1,019,727	-	-	3,267,696
Receivables					
Accounts and other	40,944	3,001	-	-	43,945
Due from other governments	89,266	-	-	-	89,266
Inventories	15,691	-	-	-	15,691
Prepaid items	106,700	573,036	-	-	679,736
TOTAL ASSETS	\$ 6,817,735	\$ 6,668,409	\$ 1,833,059	\$ 1,569,391	\$ 16,888,594
LIABILITIES AND FUND BALANCE					
Accounts payable	\$ 223,068	\$ 526,390	\$ 45,788	\$ 1,327	\$ 796,573
Retainage payable	-	190,968	-	-	190,968
Accrued items	346,004	-	-	-	346,004
Due to other governments	-	-	-	22,529	22,529
TOTAL LIABILITIES	569,072	717,358	45,788	23,856	1,356,074
DEFERRED INFLOWS OF RESOURCES					
Local business tax receipts	127,321	-	-	-	127,321
TOTAL DEFERRED INFLOWS	127,321	-	-	-	127,321
TOTAL LIABILITIES AND DEFERRED INFLOWS	696,393	717,358	45,788	23,856	1,483,395
FUND BALANCES					
Nonspendable:					
Inventory	15,691	-	-	-	15,691
Prepaid items	106,700	573,036	-	-	679,736
Restricted for:					
Capital projects	-	5,173,600	-	133,349	5,306,949
Transportation/Multimodal	-	-	-	190,505	190,505
Community Redevelopment	-	-	1,669,012	-	1,669,012
Debt service	-	-	-	147,277	147,277
Fire suppression	-	-	-	1,063,049	1,063,049
Committed to:					
Capital projects	147,727	1,994,107	118,259	11,355	2,271,448
Assigned to:					
Insurance	604,873	-	-	-	604,873
Art improvements	4,622	-	-	-	4,622
Disaster recovery	212,545	-	-	-	212,545
Appropriated reserve	2,000,000	-	-	-	2,000,000
Unassigned	3,029,184	(1,789,692)	-	-	1,239,492
TOTAL FUND BALANCES	6,121,342	5,951,051	1,787,271	1,545,535	15,405,199
TOTAL LIABILITIES AND FUND BALANCES	\$ 6,817,735	\$ 6,668,409	\$ 1,833,059	\$ 1,569,391	\$ 16,888,594

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

CITY OF OLDSMAR, FLORIDA

RECONCILIATION OF THE BALANCE SHEET TO THE
STATEMENT OF NET POSITION - GOVERNMENTAL FUNDS

September 30, 2020

Fund balances - total governmental funds	\$ 15,405,199
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Amounts reported for governmental activities in the statement of activities are different because:

Capital Assets used in government activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets	\$ 84,662,343	
Less accumulated depreciation	<u>(33,236,548)</u>	51,425,795

Pension related items recognized pursuant to GASB 68 and OPEB related items recognized pursuant to GASB 75 are not reported in the governmental funds but will be recognized in pension and OPEB expense on a long-term basis and therefore are reported in the Statement of Net Position

Deferred outflows of resources - Pension related	1,603,202	
Net Pension liability	(1,648,573)	
Deferred inflows of resources - Pension related	(1,106,386)	
Total OPEB Liability	(1,140,536)	
Deferred outflows of resources - OPEB related	56,561	
Deferred inflows of resources - OPEB related	<u>(227,644)</u>	(2,456,315)

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

Governmental bonds payable	(1,861,050)	
Unamortized bond premium	(10,970)	
Compensated absences	<u>(491,302)</u>	<u>(2,363,322)</u>

Net position of governmental activities		<u><u>\$ 62,011,357</u></u>
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The accompanying notes to financial statements are an integral part of this statement.

CITY OF OLDSMAR, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the year ended September 30, 2020

	General	Capital Improvement	Special Revenue Community Redevelopment	Other Governmental Funds	Total
REVENUES					
Property taxes	\$ 5,432,056	\$ -	\$ 300,578	\$ -	\$ 5,732,634
Sales taxes	-	1,154,619	-	-	1,154,619
Franchise fees	1,303,169	-	-	-	1,303,169
Utility taxes	1,340,421	-	-	171,208	1,511,629
Fire insurance premium tax	67,071	-	-	-	67,071
Communications services tax	753,897	-	-	-	753,897
Business tax receipts	160,885	-	-	-	160,885
Licenses, permits and fees	175,494	-	-	-	175,494
Intergovernmental revenues	2,195,961	88	399,372	-	2,595,421
Charges for services	301,143	3,150	-	-	304,293
Rents and royalties	89,389	-	42,401	-	131,790
Fines and forfeitures	100,120	-	-	-	100,120
Investment income	173,995	84,885	13,104	11,423	283,407
Impact fees	-	-	28,784	33,757	62,541
Other miscellaneous	588,534	-	-	-	588,534
TOTAL REVENUES	12,682,135	1,242,742	784,239	216,388	14,925,504
CURRENT EXPENDITURES					
General Government	3,815,048	-	-	-	3,815,048
Law Enforcement	1,782,419	-	-	-	1,782,419
Fire Protection	2,313,617	-	-	-	2,313,617
Technical Services	374,807	-	-	-	374,807
Transportation	935,967	-	-	-	935,967
Library	871,058	-	-	-	871,058
Parks and Recreation	2,158,175	-	-	-	2,158,175
Community Redevelopment	-	-	40,605	-	40,605
Capital Outlay	881,710	2,558,243	257,607	248,662	3,946,222
Debt Service					
Principal retirement	-	-	-	161,000	161,000
Interest and other fiscal charges	-	15,839	-	10,208	26,047
TOTAL EXPENDITURES	13,132,801	2,574,082	298,212	419,870	16,424,965
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(450,666)	(1,331,340)	486,027	(203,482)	(1,499,461)
OTHER FINANCING SOURCES (USES)					
Interfund transfers	(447,385)	300,000	-	147,385	-
Issuance of debt	-	1,268,050	-	-	1,268,050
Proceeds from sale of capital assets	23,209	-	-	15,585	38,794
TOTAL OTHER FINANCING SOURCES (USES)	(424,176)	1,568,050	-	162,970	1,306,844
NET CHANGE IN FUND BALANCES	(874,842)	236,710	486,027	(40,512)	(192,617)
FUND BALANCES BEGINNING	6,996,184	5,714,341	1,301,244	1,586,047	15,597,816
FUND BALANCES ENDING	\$ 6,121,342	\$ 5,951,051	\$ 1,787,271	\$ 1,545,535	\$ 15,405,199

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

CITY OF OLDSMAR, FLORIDA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES

For the year ended September 30, 2020

Net change in fund balances - total governmental funds	\$ (192,617)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditure for capital assets	\$ 3,946,222	
Less current year depreciation	<u>(2,404,697)</u>	1,541,525

Governmental funds report the proceeds from the sale of capital assets as an other revenue source. However, in the Statement of Activities, the gain is included in General Revenues and the loss is included in direct expenses.

Proceeds from the sale of capital assets	(38,794)	
Gain on disposal of capital assets	<u>37,100</u>	(1,694)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets

Principal payments on long-term debt		161,000
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Some items reported in the Statement of Activities do not require the use of or provide current financial resources and therefore are not reported as revenues or expenditures in governmental funds.

Pension Expense - GASB 68	(12,369)	
Proceeds from long-term debt	(1,268,050)	
Amortization of bond premium	5,486	
Change in long-term compensated absences	(96,956)	
Change in OPEB	<u>(100,941)</u>	<u>(1,472,831)</u>

Change in net position of governmental activities		<u><u>\$ 35,383</u></u>
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The accompanying notes to financial statements are an integral part of this statement.

CITY OF OLDSMAR, FLORIDA

STATEMENT OF NET POSITION - BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS

September 30, 2020

	Water and Sewer Fund	Stormwater Utility Fund	Solid Waste Fund	Total
ASSETS				
Current Assets				
Cash, pooled cash and cash equivalents	\$ 7,536,613	\$ 1,435,681	\$ 1,357,273	\$ 10,329,567
Investments	5,733,599	-	-	5,733,599
Receivables				
Accounts and other, net	769,941	25,537	94,919	890,397
Prepaid Items	40,170	5,716	12,729	58,615
Total Current Assets	14,080,323	1,466,934	1,464,921	17,012,178
Noncurrent Assets				
Restricted assets				
Cash, pooled cash and cash equivalents	1,972,641	-	229,695	2,202,336
Capital Assets				
Nondepreciable	2,826,482	1,700,357	-	4,526,839
Depreciable, net of accumulated depreciation	34,135,977	3,849,122	-	37,985,099
Total Noncurrent Assets	38,935,100	5,549,479	229,695	44,714,274
DEFERRED OUTFLOWS OF RESOURCES				
Pension related	180,795	-	-	180,795
OPEB related	12,265	2,756	-	15,021
TOTAL ASSETS	\$ 53,208,483	\$ 7,019,169	\$ 1,694,616	\$ 61,922,268
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 549,263	\$ 209,813	\$ 391,373	\$ 1,150,449
Retainage payable	99,514	123,055	-	222,569
Accrued items	90,336	7,049	145	97,530
Accrued interest payable	15,965	-	-	15,965
Customer deposits	504,500	-	229,695	734,195
Current portion of long-term obligations	683,253	174,241	-	857,494
Total Current Liabilities	1,942,831	514,158	621,213	3,078,202
Long Term Liabilities				
Total OPEB liability	247,314	55,591	-	302,905
Net pension liability	497,841	-	-	497,841
Noncurrent portion of long-term obligations	5,292,609	790,434	-	6,083,043
TOTAL LIABILITIES	7,980,595	1,360,183	621,213	9,961,991
DEFERRED INFLOWS OF RESOURCES				
Pension related	65,559	-	-	65,559
OPEB related	51,367	10,467	-	61,834
	116,926	10,467	-	127,393
TOTAL LIABILITIES AND DEFERRED INFLOWS	8,097,521	1,370,650	621,213	10,089,384
NET POSITION				
Net investment in capital assets	31,182,762	4,610,044	-	35,792,806
Restricted for:				
Debt service	255,842	-	-	255,842
Capital projects	1,212,299	-	-	1,212,299
Unrestricted	12,460,059	1,038,475	1,073,403	14,571,937
TOTAL NET POSITION	45,110,962	5,648,519	1,073,403	51,832,884
TOTAL NET POSITION AND LIABILITIES	\$ 53,208,483	\$ 7,019,169	\$ 1,694,616	\$ 61,922,268

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

CITY OF OLDSMAR, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS

For the year ended September 30, 2020

	Water and Sewer Fund	Stormwater Utility Fund	Solid Waste Fund	Total
OPERATING REVENUES				
User charges	\$ 8,209,463	\$ -	\$ 2,935,645	\$ 11,145,108
Fees	211,748	939,601	-	1,151,349
Other income	25,442	2,535	-	27,977
TOTAL OPERATING REVENUES	8,446,653	942,136	2,935,645	12,324,434
EXPENSES				
Salaries, wages and benefits	2,874,094	341,662	-	3,215,756
Contract services	489,424	47,199	-	536,623
Solid waste disposal	-	-	2,460,256	2,460,256
Utilities	393,071	-	-	393,071
Operating supplies	369,714	25,198	-	394,912
Repairs and maintenance	199,983	20,188	-	220,171
Other expense	255,670	43,395	52,192	351,257
Expense allocation	284,800	42,200	148,290	475,290
Depreciation	1,858,021	287,910	-	2,145,931
TOTAL EXPENSES	6,724,777	807,752	2,660,738	10,193,267
OPERATING INCOME/(LOSS)	1,721,876	134,384	274,907	2,131,167
NONOPERATING REVENUES (EXPENSES)				
Investment income	284,638	7,635	10,635	302,908
Intergovernmental revenue	532,294	-	10,440	542,734
Gain on sale of capital assets	17,786	5,152	-	22,938
Miscellaneous income	11,557	-	-	11,557
Interest expense and fiscal charges	(157,595)	(11,667)	-	(169,262)
TOTAL NONOPERATING REVENUES (EXPENSES)	688,680	1,120	21,075	710,875
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	2,410,556	135,504	295,982	2,842,042
CONTRIBUTIONS AND TRANSFERS				
Capital contributions	99,850	-	-	99,850
TOTAL CONTRIBUTIONS AND TRANSFERS	99,850	-	-	99,850
CHANGE IN NET ASSETS	2,510,406	135,504	295,982	2,941,892
NET POSITION BEGINNING	42,600,556	5,513,015	777,421	48,890,992
NET POSITION ENDING	\$ 45,110,962	\$ 5,648,519	\$ 1,073,403	\$ 51,832,884

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

CITY OF OLDSMAR, FLORIDA

STATEMENT OF CASH FLOWS - BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS

Year Ended September 30, 2020

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	Water and Sewer Fund	Stormwater Utility Fund	Solid Waste Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 8,459,056	\$ 931,090	\$ 2,897,053	\$ 12,287,199
Cash paid to suppliers for goods and services	(1,773,961)	(144,907)	(2,330,870)	(4,249,738)
Cash payments to and for the benefit of employees	(2,836,402)	(296,399)	(27)	(3,132,828)
Cash paid for general government allocated expenses	(284,800)	(42,200)	(148,290)	(475,290)
NET CASH PROVIDED BY OPERATING ACTIVITIES	3,563,893	447,584	417,866	4,429,343
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental revenue	532,294	-	10,440	542,734
Miscellaneous nonoperating income	11,557	-	-	11,557
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	543,851	-	10,440	554,291
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on revolving loans	(532,067)	-	-	(532,067)
Interest paid on revolving loans	(159,782)	-	-	(159,782)
Acquisition and construction of capital assets	(1,861,429)	(944,329)	-	(2,805,758)
Interest paid on revenue note	-	(11,667)	-	(11,667)
Proceeds from the issuance of debt	-	939,435	-	939,435
Proceeds from sale of capital assets	17,786	5,152	-	22,938
Capital contributed by developers, grantors and landowners	99,850	-	-	99,850
NET CASH (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(2,435,642)	(11,409)	-	(2,447,051)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment maturities	873,297	-	-	873,297
Earnings on investments	284,639	7,634	10,635	302,908
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	1,157,936	7,634	10,635	1,176,205
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,830,038	443,809	438,941	3,712,788
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	6,679,216	991,872	1,148,027	8,819,115
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 9,509,254</u>	<u>\$ 1,435,681</u>	<u>\$ 1,586,968</u>	<u>\$ 12,531,903</u>
COMPOSED OF:				
Cash, pooled cash and cash equivalents	\$ 7,536,613	\$ 1,435,681	\$ 1,357,273	\$ 10,329,567
Noncurrent, Restricted cash, pooled cash and cash equivalents	1,972,641	-	229,695	2,202,336
	<u>\$ 9,509,254</u>	<u>\$ 1,435,681</u>	<u>\$ 1,586,968</u>	<u>\$ 12,531,903</u>

(continued)

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	Water and Sewer Fund	Stormwater Utility Fund	Solid Waste Fund	Total
OPERATING INCOME (LOSS)	\$ 1,721,876	\$ 134,384	\$ 274,907	\$ 2,131,167
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	1,858,021	287,910	-	2,145,931
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	6,871	(12,939)	(32,461)	(38,529)
(Increase) decrease in due from other governments	24,597	1,893	-	26,490
(Increase) decrease in prepaid expense	(10,108)	(1,050)	(1,461)	(12,619)
(Increase) decrease in deferred outflows - pension	(6,260)	-	-	(6,260)
(Increase) decrease in deferred outflows - OPEB	2,464	(1,234)	-	1,230
Increase (decrease) in accounts payable	(55,991)	(7,877)	183,039	119,171
Increase (decrease) in accrued items	11,953	358	(27)	12,284
Increase (decrease) in compensated absences	16,373	12,930	-	29,303
Increase (decrease) in OPEB	(51,924)	24,679	-	(27,245)
Increase (decrease) in deferred inflows - pension	(20,213)	-	-	(20,213)
Increase (decrease) in deferred inflows - OPEB	37,951	8,530	-	46,481
Increase (decrease) in net pension liability	47,348	-	-	47,348
Increase (decrease) in customer deposits	(19,065)	-	(6,131)	(25,196)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 3,563,893</u>	<u>\$ 447,584</u>	<u>\$ 417,866</u>	<u>\$ 4,429,343</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

There were no noncash investing, capital or financing activities in the Water and Sewer, Stormwater Utility or Solid Waste Funds.

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

CITY OF OLDSMAR, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUND

September 30, 2020

With comparative amounts for September 30, 2019

	Firefighters' Retirement Pension Trust Fund	
	2020	2019 (as restated)
ASSETS		
Cash and cash equivalents	\$ 61,327	\$ 63,110
Investments, at fair value		
Broad Market HQ Bond Fund	1,065,556	1,009,761
Core Plus Fixed Income Fund	1,073,222	1,002,749
Diversified Small to Mid Cap Fund	781,918	806,406
International Equity Portfolio	1,218,873	1,016,773
Diversified Large Cap Portfolio	2,767,379	2,433,244
Real Estate Portfolio	697,594	680,186
Total Investments, at fair value	7,604,542	6,949,119
TOTAL ASSETS	7,665,869	7,012,229
LIABILITIES		
Excess Chapter 175 contributions	-	128,680
Advance employer contributions	82,009	-
Due to Share Plan	677,346	642,652
TOTAL LIABILITIES	759,355	771,332
NET POSITION		
Restricted for pension benefits	6,906,514	6,240,897
TOTAL NET POSITION	\$ 6,906,514	\$ 6,240,897

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

CITY OF OLDSMAR, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND

For the Fiscal year ended September 30, 2020

With Comparative amounts for the year ended September 30, 2019

	Firefighters' Retirement Pension Trust Fund	
	2020	2019 (as restated)
ADDITIONS		
Contributions - employee	\$ 34,804	\$ 33,216
Contributions - city	183,420	176,460
Contributions - employer contribution	46,671	-
Fire insurance premium tax	67,071	69,605
Investment return	434,038	325,292
Total additions	766,004	604,573
DEDUCTIONS		
Benefit payments	56,327	54,686
Administrative charges	44,060	40,231
Total deductions	100,387	94,917
NET INCREASE	665,617	509,656
NET POSITION RESTRICTED FOR PENSION BENEFITS - BEGINNING	6,240,897	6,469,656
Restatement to Reflect:		
Excess Chapter 175 Contributions	-	(128,680)
Due to Share Plan	-	(609,735)
NET POSITION RESTRICTED FOR PENSION BENEFITS - BEGINNING (as restated)	6,240,897	5,731,241
NET POSITION RESTRICTED FOR PENSION BENEFITS - ENDING	\$ 6,906,514	\$ 6,240,897

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

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Oldsmar, Florida, was founded in 1916 by Ransom E. Olds, the inventor of the Oldsmobile. The City of Oldsmar, Florida, a municipal corporation, operates under Chapter 37-18947, Laws of Florida. The accounting and reporting policies of the City of Oldsmar, Florida, relating to the funds included in the accompanying financial statements, conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant accounting and reporting policies.

Defining the Financial Reporting Entity: In accordance with Governmental Accounting Standards Board Statement Nos. 14 and 61, the financial reporting entity includes the primary government, organizations for which the primary government is financially accountable and other organizations for which, if excluded, would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority to an organization's board or if the organization is fiscally dependent on the primary government and there is a potential for those organizations either to provide specific financial benefits to, or to impose specific financial burdens on, the primary government, the primary government is financially accountable. The City has determined that the Community Redevelopment Agency (CRA) is the only organization that meets these requirements, and therefore, has appropriately blended the component unit in the financial statements as a Special Revenue Fund. Although legally separate, the City Council serves as the CRA Board and City management has operational responsibility for the CRA. The separate financial statements of the CRA can be obtained from the City website at myoldsmar.com. The CRA was created pursuant to Chapter 163.356, Florida Statutes and City Resolution 95-25.

Basic Financial Statements – GASB No. 34: The City's basic financial statements include both the government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

The Government-wide Statement of Net Position presents in columnar format the Governmental and Business-type activities of the City and reflects, on the full accrual basis, all long-term assets and receivables as well as long-term liabilities.

The Government-wide Statement of Activities presents the direct cost for each functional activity and applies program revenues and grants to arrive at a net cost for the identified functions. There are no indirect costs for allocation. Program revenues must be directly associated with the government function or business-type activity. Operating grants and contributions include operating-specific and discretionary (either operating or capital) grants and contributions, while the capital grants and contributions column reflects capital-specific grants and contributions. The overall combined net costs of governmental functions are further supported by general revenues of the City.

The governmental, proprietary and fiduciary funds present separate fund statements. The fiduciary fund statements are excluded from the government-wide financial statements. Major governmental funds and major proprietary funds are presented as separate columns in the fund financial statements as follows:

The City presents the following major governmental funds:

The *General Fund* is the government's primary reporting vehicle for current government operations. It accounts for all financial resources not required by law or administrative action to be accounted for in another fund.

The *Capital Improvement Fund* accounts for the accumulation of funds for the purpose of constructing major projects and improvements. Although not a major fund by definition, the City has chosen to present the fund as major.

The *Community Redevelopment Agency Fund Special Revenue Fund* accounts for property tax revenues restricted to be expended within the redevelopment district.

The City presents the following major proprietary funds:

The *Water and Sewer Operating/Impact Fund* accounts for the activities of the water treatment plant, sewer treatment plant, sewer pumping stations and collection systems, the water distribution system and the reclaimed water system.

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The *Stormwater Utility and Solid Waste Funds* account for the activities of the stormwater system and refuse collection activities, respectively.

Basis of Accounting and Measurement Focus: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied.

Governmental activities are accounted for in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting. Conversely, governmental funds employ the current financial resources measurement focus and the modified accrual basis of accounting for these same activities.

All Proprietary Funds are maintained on the accrual basis of accounting with revenues being recognized when earned and expenses recognized when incurred. Operating revenues and expenses of the proprietary funds are defined as revenues or expenses related to the provision of the applicable service. Non-operating revenues and expenses include items unrelated to the provision of services.

The Fiduciary Fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the fund are included on the balance sheet. Operating statements of the fund presents increases (e.g. additions) and decreases (e.g. deductions) in net position.

Under the modified accrual basis, revenues are recognized in the accounting period when they become measurable and available. Revenues are generally considered available when they are received in cash (unless legally restricted to some future period) or when earned and expected to be collected within 60 days after year-end to pay liabilities of the current period. Revenues which are susceptible to accrual are as follows: state revenue sharing, franchise fees, local infrastructure tax and intergovernmental grants. Expenditures are recognized at the time liabilities are incurred, if measurable. Interest and principal payments on general long-term debt are recognized when paid.

Fund Accounting: In order to ensure observance of limitations and restrictions on the use of the resources available, the financial records and accounts are maintained in accordance with the principles of fund accounting. The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, net position, revenues and expenditures or expenses.

The Fund Financial Statements are presented to emphasize the major funds of the City. GASB No. 34 sets forth criteria for the determination of major funds. The General Fund is always a major governmental activity. Based on the criteria of GASB No. 34 the Community Redevelopment Agency Fund is not a major governmental fund, but the City has elected to reflect it as a major fund. The City has also chosen to reflect the Capital Improvement Fund as a major fund. The combined total of nonmajor funds is reflected as other governmental funds. For the business-type activities the Water and Sewer, Stormwater and Solid Waste funds are considered major funds. There are no other business-type activity funds for consideration. Fund financial statements are prepared on the modified accrual basis for governmental activities and the accrual basis for business-type activities.

Governmental Fund Types

General Fund: This fund is used to account for all financial resources except those required to be accounted for in other funds and, therefore, includes most of the general governmental activities.

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

Debt Service Fund: This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Capital Improvement Fund: This fund is used to account for certain revenue sources that are to be used exclusively for infrastructure improvements.

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Proprietary Fund Types: Presented in accordance with GASB Statement No. 62 – “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 Financial Accounting Standards Board (FASB) and American Institute of Certified Public Accountants (AICPA) Pronouncements”. The City’s Proprietary types consist of the following:

Water and Sewer Fund: This fund is used to account for the water and sewer system which is operated in a manner similar to a private business -- where the intent of the governing body is that costs (expenses, including depreciation) of providing services to the public be recovered primarily through user charges.

Stormwater Utility Fund: This fund is used to account for the collection of stormwater utility fees. The fees will be used to address stormwater drainage issues, provide for preventative maintenance and major capital improvements to areas subject to flooding.

Solid Waste Fund: This fund is used to account for the refuse collection activities. The charges for services are used to cover the cost of refuse collection provided by a third-party contractor.

Fiduciary Fund Types: Used to report assets held in a trustee capacity for others and therefore are not available to support City programs, and therefore, are not incorporated into the government-wide financial statements.

Pension Trust Fund: This fund is used to account for the activities of the Firefighters’ Retirement Pension Trust Fund, which accumulates resources for pension benefit payments to qualified public safety employees.

Non-current Governmental Assets and Liabilities: GASB No. 34 eliminates the presentation of Account Groups, but provides for these records to be maintained and incorporates the information into the Governmental column in the government-wide Statement of Net Position.

Interfund Receivables and Payables: There were no interfund receivables or payables during the year.

Cash and Cash Equivalents: The City considers all highly liquid investments (including restricted assets) with maturities of three months or less when purchased to be cash equivalents. Deposits with the State Board of Administration, which are investments, are considered to be cash equivalents.

Equity in Pooled Cash and Cash Equivalents: The City utilizes consolidated accounts, wherein certain cash and equivalents (excluding those held in a fiduciary capacity) of all funds are commingled.

Inventories: Inventories of expendable supplies held for consumption are priced at cost using the weighted average method, which approximates First-In-First-Out. The cost of these supplies is recorded as an expenditure at the time the inventory is consumed.

Accounts Receivable: The City has recorded an allowance for potentially uncollectible water and sewer service billings. Accounts receivable in the Proprietary Funds are shown net of the allowance. The allowance at September 30, 2020 was \$10,644.

Prepaid Items: Payments made to vendors that will benefit periods beyond September 30, 2020 are recorded as prepaid items under the consumption method of accounting.

Budgets and Budgetary Accounting: The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) In July, the City Manager submits to the City Council a proposed budget for the ensuing fiscal year. It contains proposed expenditures and the means to finance them, including a proposed property tax millage rate.
- b) Public Hearings are conducted to obtain taxpayer comments on the proposed budget and property tax millage rate.

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- c) The budget and property tax millage rate is approved by the City Council in September.

Annual budgets were adopted for the following funds: General Fund, Public Safety Impact Fund, Parkland Dedication Fund, Transportation Impact Fund, Community Redevelopment Agency Fund, Debt Service Fund, Capital Improvement Fund, Water & Sewer Operating/Impact Fund, Stormwater Utility Fund and Solid Waste Fund. The budget serves as legal authorization for all expenditures. Budgeted expenditures may not legally exceed appropriations on a departmental level.

- d) The City Manager is authorized to transfer budgeted amounts between line items of individual departments. Transfers across departmental lines and changes in overall fund appropriations require City Council approval.
- e) The budget is reviewed on a periodic basis, and revisions to the original budget may be approved by City Council when deemed necessary. Budget revisions were approved for fiscal year 2020 in the General, Public Safety, Community Redevelopment Agency, Capital Improvement, Water and Sewer Operating and Stormwater Utility funds. All budget amounts presented in the accompanying supplemental information reflect the original budget and the amended budget.
- f) All appropriations lapse at fiscal year end except for issued but unreceived purchase orders for capital expenditures, which become automatic re-appropriations in the new year unless canceled. These re-appropriations are included in the amended budget amounts in the budget to actual comparison schedules.
- g) Budgets for governmental fund types and proprietary fund types are adopted on a financial flow basis (depreciation is excluded and capital outlay is included) and as a result is not consistent with GAAP.

Compensated Absences: Employees accrue sick leave at the rate of 8 hours per month for regular employees and 11.2 hours per month for Fire Department shift personnel. Vacation accruals vary from 2.4 to 5.4 weeks depending on years of employment. Sick leave maximum accrual is 96 hours per year and 134.4 per year for fire department shift personnel. Any accrued sick leave not used by an employee as of the last pay period of each calendar year shall be carried over to the next calendar year. Sick leave may be accumulated to a maximum of 552 hours for regular employees and 772 for Fire Department shift personnel. Upon death of an employee, or retirement from City service, the City will pay a portion of accumulated sick leave to the employee depending on the number of years of service. No accrual has been made for accumulated sick leave as a reasonable estimate of the amount payable cannot be made. A provision for accumulated vacation pay, related payroll taxes and retirement benefit costs as of September 30, 2020 has been made in the financial statements. The amount is included as a component of accrued items in the Governmental and Business-type Funds. The portion of the liability expected to be liquidated within the next year has been classified as a current liability. Amounts are reported in the governmental funds only if they have matured. Amounts not expected to be liquidated during the year are reported as a component of long-term obligations.

Property Taxes: Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State Statutes permit cities to levy property taxes at a rate of up to 10 mills. The total direct millage rate in effect for the fiscal year ended September 30, 2020 was 4.05 mills.

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

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

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. 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% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. The taxes paid in March are without discount.

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Delinquent taxes on real property bear interest at 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County.

Capital Assets: Capital assets are recorded at historical cost if purchased or at acquisition value if donated. The City has elected to capitalize infrastructure improvements such as streets, bridges and drainage systems. The City's capitalization levels are \$2,000 on tangible personal property and \$10,000 for land, buildings and improvements. Interest costs incurred during construction of infrastructure improvements is expensed as incurred as per GASB Statement No. 89. Costs incurred that significantly extend the useful life of an asset are capitalized. Costs incurred for repairs and maintenance are expensed as incurred. Depreciation on depreciable assets is provided on the straight-line method over the following estimated useful lives: Buildings – 20 to 50 years, Improvements – 7 to 50 years and Equipment – 3 to 12 years. Depreciation charged to expense for the year amounted to \$2,404,697 in the Governmental activities and \$2,145,931 in the Business-type activities.

Deferred Outflows/Inflows of Resources: The Statement of Net Position reflects separate elements for deferred outflows and deferred inflows of resources that represent a consumption or provision of net position that applies to a future period and will not be recognized as an outflow or inflow of resources until then.

The difference between the re-acquisition price (new debt) and the net carrying value of the old debt on refunded debt transactions is recorded as a deferred outflow (inflow) of resources and recognized as an adjustment to interest expense over the life of the new debt issue.

Unearned revenues are reflected as a deferred inflow of resources as they represent a provision of net position that applies to a future period for business tax receipts.

Deferred outflows (inflows) of resources related to OPEB that are derived from changes in assumptions are amortized to OPEB expense over a closed nine-year period. Contributions to the OPEB plan from the employer subsequent to the measurement date of the total OPEB liability and before the end of the reporting period are reported as a deferred outflow of resources related to OPEB.

Deferred outflows (inflows) of resources related to pensions are the difference between projected and actual earnings and are amortized to pension expense over a closed 5-year period. Differences between expected and actual experience with regard to economic or demographic factors in the pension plans total pension liability are amortized to pension expense over a closed period equal to the average of the expected remaining service lives of plan participants.

Net Position: The government-wide financial statements utilize a net position presentation. Net Position is presented in three components – net investment in capital assets, restricted and unrestricted. The net investment in capital assets component consists of capital assets less accumulated depreciation and any related long-term debt. The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. The unrestricted component of net position is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position. When both restricted and unrestricted resources are available for use, it is the option of the City to use restricted resources first, then unrestricted resources as they are needed.

Fund Balances: The City has implemented Governmental Accounting Standards Board Statement (GASB) No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, effective September 30, 2011. The City's fund balances are presented in the following categories:

Nonspendable: Includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventory, prepaid amounts or advances to other funds. The corpus or principal of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact.

Restricted: fund balances are reported as restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Restricted fund balances have been limited to the following items:

September 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital projects: represents unexpended revenues legally restricted to expenditure for capital improvements.

Community Redevelopment: represents unexpended revenues legally restricted for the Community Redevelopment Agency Fund.

Debt service: represents unexpended pledged revenues legally restricted for payment of principal and interest on the Refunding Revenue Note, 2012.

Fire suppression: represents the unexpended fire suppression capital fees restricted for fire-suppression-related capital improvements, limited to facilities, vehicles and equipment for firefighting and fire protection services.

Transportation/Multimodal: represents the amount restricted by enabling legislation by Pinellas County for transportation-related improvements.

Committed: fund balances reported as committed represent amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, in this case by City Council adopted Ordinance. Committed fund balances also include contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. Committed fund balances have been limited to:

Capital projects: open purchase orders for capital equipment/construction commitments.

Assigned: fund balances reported as assigned represent amounts that are constrained by the City's intent that they be used for specific purposes, but are not restricted. Intent is expressed by (a) the City Commission itself or (b) a body (a budget or finance committee, for example) or official (Director of Administrative Services) to which the City Commission has delegated the authority to assign amounts to be used for specific purposes. Assigned fund balances have been limited to the following items:

Insurance: represents the amount set aside for anticipated additional insurance costs.

Art improvements: represents amounts set aside to promote the furtherance of the Arts in Public Places program.

Disaster recovery: represents amounts set aside for future emergency recovery efforts, per City Council directive.

Appropriated reserve: represents an appropriation of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget.

Unassigned: represents the residual classification for the general fund that has not been restricted, committed or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds, other than the general fund, if expenditures incurred for specific purposes exceeded the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund. City policy is to maintain a minimum unassigned fund balance in the General Fund equivalent to a 15% of the subsequent fiscal year original budgeted expenditures less capital outlay and transfers out budgeted for the fund. This requirement was met at September 30, 2020.

Restricted and Unrestricted Resources: When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then, unrestricted resources as needed to fund appropriations, but the City reserves the right to selectively defer the use of restricted assets. Unrestricted resources order of spending is first committed fund balance, then assigned and lastly, unassigned.

Interfund Activity: Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide statements.

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Postretirement Health and Life Insurance Benefits: The City does not fund any postretirement health and life insurance benefits. Florida Statute 112.0801 provides that municipalities that provide life and health insurance to their employees must allow all retired personnel and their eligible dependents the option of continuing to participate in the group plan. The City offers its group policies to all retirees and their dependents, with retirees bearing the responsibility for the premiums. Under the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA), the City is required to offer an election to deceased or terminated participants, their spouses and dependents, to continue coverage in the health plan provided by the City. The cost of coverage that the City may charge the participants may not exceed 102% of the applicable premium.

Net Pension Liability: The City adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, in fiscal year ended September 30, 2015. The Net Pension Liability as defined by GASB 68 is the difference between the actuarial present value of projected pension benefit payments attributable to a participant's past service and the respective pension plan's fiduciary net position. See Note I for the net pension liability as of September 30, 2020.

Total Other Postemployment Benefits (OPEB) Liability: The City adopted GASB Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the fiscal year ended September 30, 2018. See Note J for the net OPEB liability as of September 30, 2020.

NOTE B – CASH, POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS

The City maintains cash, pooled cash and cash equivalent accounts for use by all funds. The account balance of each fund is shown on the combined balance sheet as Cash, pooled cash and cash equivalents. In addition, cash, pooled cash and cash equivalent accounts are separately maintained by the City's enterprise funds.

Deposits: Florida Statutes require that all depositories holding public funds collateralize deposits in excess of FDIC insurance with the State Treasurer. All of the City's deposits are covered by the Florida Security for Deposits Act, Chapter 280, and are considered insured for risk categorization. At year end, the carrying amount of the City's deposits was \$11,669,114.

Cash equivalents and investments: Florida Statutes authorize the City to invest in the State Board of Administration's investment pool, mutual fund securities limited to U.S. Government obligations, obligations of the U.S. Treasury and U.S. agencies, interest-bearing time deposits and savings accounts in banks and savings and loans provided such deposits are at authorized public depositories that provide full collateralization, and money market funds of investment companies. In addition, the City, pursuant to Resolution 2018 – 01, may also invest in (1) Florida Municipal Investment Trust Funds, (2) Obligations of government-sponsored enterprises, and (3) Taxable or tax-exempt government bonds, notes or other obligations of investment grade quality. The City does not participate in any securities lending transactions nor has it used, held or written derivative financial instruments.

Florida Cooperative Liquid Assets Securities System (FLCLASS) is an external local government investment pool created by interlocal agreement under Florida Statute 163.01. The pool is supervised by an appointed Board of Trustees comprised of eligible participants of the program. The Board acts as the liaison between the participants, the custodian, and the program administrator. The fund is an S&P AAAM rated money market product offering a fiscally conservative option for Florida local governments. The objective of the fund is to provide investors with liquidity, stable share price and as high a level of current income as is consistent with the preservation of principal and liquidity. The amount on deposit with FLCLASS at September 30, 2020 is \$7,258,085.

The Florida Municipal Investment Trust (the Trust) (FMIvT) is an investment pool administered by the Florida League of Cities, Inc. It is an inter-local governmental entity created under the laws of the State of Florida. The Trust is an authorized investment under section 163.01, Florida Statutes. The City has invested in the Trust money market like 1-3 Year High Quality Bond Funds that have a fair value of \$1 per unit. The amount on deposit with the Florida Municipal Investment Trust at September 30, 2020 was \$2,031,225.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE B – CASH, POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

The Local Government Surplus Funds Trust Fund (Florida PRIME) is an investment pool administered by the Florida State Board of Administration (SBA) which is a three-member board made up of the State elected officials of Governor, Chief Financial Officer and Attorney General. They are empowered by Florida law to invest funds at the request of local governments. In accordance with GASB 31, Florida PRIME is considered a “2A-7 like” pool, and therefore the pool account balance (amortized cost) can be used as fair value for financial reporting. The funds may be withdrawn by the City upon demand. The carrying amount of the City’s investments with the State Board of Administration Florida PRIME was \$4,364,319.

Government sponsored enterprise investments are composed of bonds issued by the Federal Home Loan Mortgage Corporation (Freddie Mac) and Federal National Mortgage Association (Fannie Mae).

The City is also invested in United States Treasury Notes.

The investments are held with Manning & Napier Exeter Trust Company, Wells Fargo Bank, N.A., and Seabridge Wealth Management and are uninsured and uncollateralized. Federal bond investments are rated AA + by Standard and Poor’s rating services. The investments are valued at quoted market prices with a fair value carrying amount at year-end of \$9,001,294.

Interest Rate Risk: The City minimizes interest rate risk, relating to the decline in fair value of securities due to rising interest rates, by investing funds in government investment pool, short-term certificates of deposit and government sponsored enterprise bonds, thereby avoiding the need to sell securities in the secondary market prior to maturity. The weighted average days to maturity of the FL CLASS at September 30, 2020 was 81 days. The weighted average days to maturity of the Florida Municipal Investment Trust was 584 days. The weighted average days to maturity of the Florida PRIME at September 30, 2020 was 48 days. Scheduled maturities of government sponsored enterprise bonds range from 3 to 53 months, but are subject to call prior to maturity.

Credit Rate Risk: The City minimizes credit risk losses due to default of a security issuer or backer by diversifying its investments between issuers and limiting investments to certificates of deposit, SBA Florida Prime, FL SAFE and government sponsored enterprise bonds.

A summary of cash, pooled cash, cash equivalents and investments as reported in the accompanying Statement of Net Assets as of September 30, 2020, is summarized as follows:

	Carrying Amounts	Credit Rating
Petty cash	\$ 1,420	N/A
Deposits	11,669,114	N/A
Florida Cooperative Liquid Assets Securities System (FLCLASS)	7,258,085	AAAm (S&P)
FMIVT 1-3 year High Quality Bond Fund	2,031,225	AAAf/S2
Government Sponsored Enterprises:		
Federal Home Loan Mortgage Corporation Bonds	471,346	AA+ (S&P)
Federal National Mortgage Association Bonds	501,518	AA+ (S&P)
United States Treasury Notes	2,796,350	Aaa (Fitch)
Vanguard Mortgage Backed Securities ETF	1,481,571	N/A
Fidelity Short-Term Treasury	2,114,055	N/A
Vanguard Short-Term Admiral	1,636,455	N/A
State Board of Administration Florida PRIME	4,364,319	AAAm (S&P)
Total	<u>\$ 34,325,458</u>	

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE B – CASH, POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Cash, pooled cash, cash equivalents and investments as reported in the accompanying Statement of Net Position as of September 30, 2020, is summarized as follows:

Cash, pooled cash and cash equivalents, current	\$ 23,121,827
Investments, current	6,542,576
Investments, noncurrent	2,458,719
Cash, pooled cash and cash equivalents, noncurrent restricted	2,202,336
	<u>\$ 34,325,458</u>

NOTE C - CHANGE IN CAPITAL ASSETS

Capital Asset activity for the year ended September 30, 2020, was as follows:

	Beginning Balance 10/01/19	Additions	Transfers In (Out)	Deletions	Ending Balance 9/30/20
Governmental activities					
Non-Depreciable Assets					
Land and land rights	\$ 15,333,497	\$ -	\$ 195,062	\$ -	\$ 15,528,559
Construction in progress	1,984,804	3,242,569	(1,552,844)	-	3,674,529
Depreciable Assets					
Buildings	18,102,417	-	6,600	(85,260)	18,023,757
Improvements	38,626,912	-	1,351,182	-	39,978,094
Equipment	7,273,745	703,653	915	(520,909)	7,457,404
Totals at historical cost	<u>81,321,375</u>	<u>3,946,222</u>	<u>915</u>	<u>(606,169)</u>	<u>84,662,343</u>
Less accumulated depreciation for					
Buildings	(6,456,407)	(507,930)	-	85,260	(6,879,077)
Improvements	(20,172,523)	(1,342,078)	-	-	(21,514,601)
Equipment	(4,806,481)	(554,689)	(915)	519,215	(4,842,870)
Total accumulated depreciation	<u>(31,435,411)</u>	<u>(2,404,697)</u>	<u>(915)</u>	<u>604,475</u>	<u>(33,236,548)</u>
Governmental activities capital assets, net	<u>\$ 49,885,964</u>	<u>\$ 1,541,525</u>	<u>\$ -</u>	<u>\$ (1,694)</u>	<u>\$ 51,425,795</u>
Business-type activities					
Non-Depreciable Assets					
Land and land rights	\$ 1,095,512	\$ -	\$ -	\$ -	\$ 1,095,512
Construction in progress	4,071,587	2,829,574	(3,469,834)	-	3,431,327
Depreciable Assets					
Buildings	24,092,795	-	-	-	24,092,795
Improvements	43,364,974	-	3,439,833	-	46,804,807
Equipment	3,067,637	249,988	29,086	(117,970)	3,228,741
Totals at historical cost	<u>75,692,505</u>	<u>3,079,562</u>	<u>(915)</u>	<u>(117,970)</u>	<u>78,653,182</u>
Less accumulated depreciation for					
Buildings	(6,739,090)	(758,478)	-	-	(7,497,568)
Improvements	(25,565,735)	(1,200,719)	-	-	(26,766,454)
Equipment	(1,809,373)	(186,734)	915	117,970	(1,877,222)
Total accumulated depreciation	<u>(34,114,198)</u>	<u>(2,145,931)</u>	<u>915</u>	<u>117,970</u>	<u>(36,141,244)</u>
Business-type activities capital assets, net	<u>\$ 41,578,307</u>	<u>\$ 933,631</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,511,938</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE C - CHANGE IN CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 406,571
Law Enforcement	3,634
Fire Protection	221,560
Technical Services	3,273
Transportation	576,076
Library	114,450
Parks and Recreation	926,381
Community Redevelopment	152,752
Total depreciation expense	<u>\$ 2,404,697</u>

NOTE D - DUE FROM OTHER GOVERNMENTS

The amount of \$89,266 due from other governments as of September 30, 2020, consists of the following: September 2020 amounts collected on behalf of the City and not yet remitted that include Communications Service Tax in the amount of \$52,746 from the State of Florida, fines and forfeitures in the amount of \$5,828, training reimbursement of \$5,701, park mowing charges in the amount of \$10,272 from Pinellas County, EMS funding from Pinellas County in the amount of \$4,600, and grant funding from Florida Department of Emergency Management in the amount of \$10,119. These amounts are unsecured and represent a concentration of credit risk in the event that any of the governmental entities were unable to remit the amounts due the City.

NOTE E - LONG-TERM LIABILITIES

The following is a summary of changes in Governmental Activities long-term liabilities for the year ended September 30, 2020:

<u>Governmental Activities</u>	<u>Balance October 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance September 30, 2020</u>	<u>Amount due within one year</u>
Refunding Revenue Note, 2012	\$ 654,000	\$ -	\$ (161,000)	\$ 493,000	\$ 160,000
Revenue Note, 2019	100,000	1,268,050	-	1,368,050	233,400
Accrued compensated absences	<u>461,198</u>	<u>179,688</u>	<u>(66,854)</u>	<u>574,032</u>	<u>82,730</u>
Governmental Activities Totals	<u>\$ 1,215,198</u>	<u>\$ 1,447,738</u>	<u>\$ (227,854)</u>	<u>\$ 2,435,082</u>	<u>\$ 476,130</u>

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CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE E – LONG-TERM LIABILITIES (continued)

The following is a summary of changes in Business-type Activities long-term liabilities for the year ended September 30, 2020:

<u>Business-type Activities</u>	<u>Balance October 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance September 30, 2020</u>	<u>Amount due within one year</u>
State revolving fund loan 2002	\$ 525,372	\$ -	\$ (144,471)	\$ 380,901	\$ 148,911
State revolving fund loan 2010	2,220,530	-	(151,474)	2,069,056	155,602
State revolving fund loan 2012	3,565,862	-	(236,122)	3,329,740	241,928
2019 Revenue Note	-	939,435	-	939,435	155,600
Accrued compensated absences	192,101	169,854	(140,551)	221,404	155,453
Business-type Activities Totals	<u>\$ 6,503,865</u>	<u>\$ 1,109,289</u>	<u>\$ (672,618)</u>	<u>\$ 6,940,536</u>	<u>\$ 857,494</u>
Totals all Activities	<u>\$ 7,719,063</u>	<u>\$ 2,557,027</u>	<u>\$ (900,472)</u>	<u>\$ 9,375,618</u>	<u>\$ 1,333,624</u>

Accrued compensated absences are liquidated in the funds that incur the respective liabilities, which are the General and Enterprise funds.

Governmental Activities Long-Term Liabilities: The Governmental Activities long-term liabilities are comprised of the following as of September 30, 2020:

Refunding Revenue Note, Series 2012, in the amount of \$1,550,000 was issued to refund the Revenue Bonds, Series 2002. Principal installments ranging from \$141,000 to \$168,000 from November 1, 2013 to November 1, 2022, plus interest at 1.78% payable semiannually on May 1 and November 1 of each year, secured by non-ad valorem revenues. \$ 493,000

Revenue Note – Series 2019, in the amount of \$6,000,000 was issued to fund the construction costs for the Harbor Palms Infrastructure Improvement project. Semi-annual interest payments at 2.81% are required during the two-year draw period ending March 11, 2021. Annual principal payments will commence on October 1, 2021 and continue through October 1, 2033, estimated to range between \$389,000 to \$542,000, plus interest at 2.81% payable semiannually on April 1 and October 1 of each year, secured by non-ad valorem revenues. Debt incurred to fund reconstruction of the roadways, curbing and sidewalks will be considered Governmental Activity debt, while proceeds used to fund drainage and other underground improvements will be considered Business-type activity debt. At 9/30/2020, a grand total of \$2,307,485 was outstanding of which \$1,368,050 is considered Governmental Activity debt. The future allocation of the remaining proceeds is unknown at 9/30/20. 1,368,050

Accrued compensated absences, unused accrued vacation pay for governmental funds. 574,032
\$ 2,435,082

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CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE E – LONG-TERM LIABILITIES (continued)

The annual requirements to amortize the Governmental Activities long-term liabilities, exclusive of compensated absences, as of September 30, 2020, are as follows:

Refunding Revenue Note, Series 2012

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 160,000	\$ 7,351	\$ 167,351
2022	165,000	4,459	169,459
2023	168,000	1,495	169,495
Totals	<u>\$ 493,000</u>	<u>\$ 13,305</u>	<u>\$ 506,305</u>

The Public Service Utility Tax revenues totaled \$1,243,223, of which \$171,208 provided a coverage ratio of 1.00:1 for the debt service refunding principal and interest payments on the 2012 Series totaling \$171,208. The revenues are pledged until the final debt maturity date of November 1, 2022.

Revenue Note, Series 2019

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest*</u>	<u>Total</u>
2021	\$ 233,400	\$ 101,160	\$ 334,560
2022	240,000	94,601	334,601
2023	246,600	87,857	334,457
2024	253,200	80,928	334,128
2025	260,400	73,813	334,213
	1,233,600	438,359	1,671,959
2026-2030	1,417,200	255,025	1,672,225
2031-2035	949,200	53,834	1,003,034
Totals	<u>\$ 3,600,000</u>	<u>\$ 747,218</u>	<u>\$ 4,347,218</u>

*The summary of the Revenue Note, Series 2019 is divided between both Government Activities (60%) and Business Type Activities Debt (40%). Actual annual interest payments will be calculated as the funds are disbursed.

Business-type Activities Debt: Business-type activities long-term liabilities are comprised of the following as of September 30, 2020:

State Revolving Fund Construction Loan 2002: The City entered into a State Revolving Fund Construction Loan agreement for the purpose of constructing a water pumping station and ground storage facility. The original amount of the loan is \$2,372,426, which was disbursed as the project was constructed and includes principal of \$2,370,576 and capitalized interest of \$1,850. Semiannual loan payments of \$79,701, including interest at 3.05% per annum, began on June 15, 2007 and semiannually thereafter, on December 15 and June 15 until fully paid. The loan is subordinated to the preexisting State Revolving Loan and is secured by a lien on pledged revenues derived from the water and sewer system after payment of operation and maintenance expenses and senior debt obligations.

\$ 380,901

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE E – LONG-TERM LIABILITIES (continued)

State Revolving Fund Construction Loan 2010: The City entered into a State Revolving Fund Construction Loan agreement for the purpose of funding a portion of the construction costs of a reverse osmosis water production facility. The principal amount is \$3,271,437, which was disbursed as the project was constructed and includes principal of \$3,207,179 and capitalized interest of \$64,258. Semiannual loan payments of \$105,310, including interest at 2.82% and 2.25% per annum, begin on September 15, 2012 and semiannually thereafter, on March 15 and September 15 until fully paid. The loan is subordinated to the preexisting State Revolving Loan and is secured by a lien on pledged revenues derived from the water and sewer system after payment of operation and maintenance expenses and senior debt obligations.

2,069,056

State Revolving Fund Construction Loan 2012: The City entered into a State Revolving Fund Construction Loan agreement for the purpose of funding a portion of the construction costs of a reverse osmosis water production facility. The principal amount is \$5,063,204, which was disbursed as the project was constructed and includes principal of \$5,009,665 and capitalized interest and loan service fee of \$57,085. Semiannual loan payments of \$160,915, including interest at 2.43% and 2.50% per annum, begin on February 15, 2013 and semiannually thereafter, on August 15 and February 15 until fully paid. The loan is subordinated to the preexisting State Revolving Loans and is secured by a lien on pledged revenues derived from the water and sewer system after payment of operation and maintenance expenses and senior debt obligations.

3,329,740

Revenue Note – Series 2019, in the amount of \$6,000,000 was issued to fund the construction costs for the Harbor Palms Infrastructure Improvement project. Semi-annual interest payments at 2.81% are required during the two-year draw period ending March 11, 2021. Annual principal payments will commence on October 1, 2021 and continue through October 1, 2033, estimated to range between \$389,000 to \$542,000, plus interest at 2.81% payable semiannually on April 1 and October 1 of each year, secured by non-ad valorem revenues. Debt incurred to fund reconstruction of the roadways, curbing and sidewalks will be considered Governmental Activity debt, while proceeds used to fund drainage and other underground improvements will be considered Business-type activity debt. At 9/30/2020, a grand total of \$2,307,485 was outstanding of which \$939,435 is considered Business-type Activity debt. The future allocation of the remaining proceeds is unknown at 9/30/20.

939,435

Accrued compensated absences: unused accrued vacation pay for business-type activities.

221,404
\$ 6,940,536

The net revenues of the water and sewer system for the year were \$3,860,137 and provided a coverage ratio of 5.58:1 for payment of the principal and interest on the State Revolving Loans of the Business-Type Activities. The annual requirements to amortize the business-type activities long-term liabilities, exclusive of compensated absences, as of September 30, 2020 are as follows:

State Revolving Fund Construction Loan 2002

Year Ending September 30,	Principal	Interest	Total
2021	\$ 148,911	\$ 10,490	\$ 159,401
2022	153,487	5,914	159,401
2023	79,503	1,198	79,701
Totals	<u>\$ 380,901</u>	<u>\$ 17,602</u>	<u>\$ 398,503</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE E - LONG-TERM LIABILITIES (continued)State Revolving Fund Construction Loan 2010

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 155,602	\$ 55,017	\$ 210,619
2022	159,842	50,777	210,619
2023	164,199	46,420	210,619
2024	168,676	41,943	210,619
2025	173,275	37,344	210,619
	821,594	231,501	1,053,095
2026-2030	939,912	113,183	1,053,095
2031-2032	307,550	8,378	315,928
Totals	<u>\$ 2,069,056</u>	<u>\$ 353,062</u>	<u>\$ 2,422,118</u>

State Revolving Fund Construction Loan 2012

The annual requirements, including interest, to service the State Revolving Fund Construction Loan 2012 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 241,928	\$ 79,902	\$ 321,830
2022	247,876	73,954	321,830
2023	253,970	67,859	321,829
2024	260,214	61,615	321,829
2025	266,612	55,217	321,829
	1,270,600	338,547	1,609,147
2026-2030	1,434,673	174,475	1,609,148
2031-2032	624,467	19,192	643,659
Totals	<u>\$ 3,329,740</u>	<u>\$ 532,214</u>	<u>\$ 3,861,954</u>

Revenue Note, Series 2019

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest*</u>	<u>Total</u>
2021	\$ 155,600	\$ 67,440	\$ 223,040
2022	160,000	63,068	223,068
2023	164,400	58,572	222,972
2024	168,800	53,952	222,752
2025	173,600	49,209	222,809
	822,400	292,241	1,114,641
2026-2030	944,800	170,016	1,114,816
2031-2033	632,800	35,889	668,689
Totals	<u>\$ 2,400,000</u>	<u>\$ 498,146</u>	<u>\$ 2,898,146</u>

*The summary of the Revenue Note, Series 2019 is divided between both Government Activities (60%) and Business Type Activities Debt (40%). Actual annual interest payments will be calculated as the funds are disbursed.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE E - LONG-TERM LIABILITIES (continued)

A summary of debt service requirements (all outstanding indebtedness) as of September 30, 2020 are as follows:

Year Ending September 30,	Revenue Notes Debt Service*	State Revolving Fund Construction Loans	Total
2021	\$ 724,951	\$ 691,850	\$ 1,416,801
2022	727,128	691,850	1,418,978
2023	726,924	612,149	1,339,076
2024	556,880	532,448	1,089,328
2025	557,022	532,448	1,089,470
	<u>3,292,905</u>	<u>3,060,745</u>	<u>6,353,650</u>
2026-2030	2,787,041	2,662,243	5,449,284
2031-2033	<u>1,671,723</u>	<u>959,587</u>	<u>2,631,310</u>
Totals	<u>\$ 7,751,669</u>	<u>\$ 6,682,575</u>	<u>\$ 14,434,244</u>

* The summary of the Revenue Note, Series 2019 is estimated. Actual annual interest payments will be calculated as the funds are disbursed.

NOTE F - RESTRICTED ASSETS, BUSINESS-TYPE ACTIVITIES

Restricted assets consist of the following:

- (a) Water and Sewer Improvement Charges (Impact Fees):
The use of which is restricted by ordinances authorizing the collections of such charges for the construction of additions and improvements to the water and sewer systems.
- (b) Assets of the Water and Sewer Fund representing customer deposits.
- (c) Assets restricted under the provisions of ordinances and resolutions authorizing the City to enter into state revolving loan agreements.

A condensed summary of the restricted cash, pooled cash and cash equivalents is as follows:

	Business-type Activities
(a) Water and sewer impact fees	\$ 1,212,299
(b) Customer deposits	734,195
(b) State revolving loans	<u>255,842</u>
	<u>\$ 2,202,336</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE G – NET POSITION

The government wide statement of net position reports \$10,751,998 of restricted net position, of which \$5,173,600 is restricted by enabling legislation.

NOTE H - DEFERRED REVENUE

Deferred revenue at September 30, 2020 relates to business tax receipts in the amount of \$127,321.

NOTE I - RETIREMENT PLANS

Florida Municipal Pension Trust Fund:

General Employees Plan

Plan Description. The City, in accordance with Florida Statute 121, elected to opt out of the Florida Retirement System for newly hired employees effective January 1, 1996. The City contributes to the Florida Municipal Pension Trust Fund (FMPTF), an agent multiple-employer defined contribution pension plan that covers all full time employees, except firefighters. General employees are covered after a ninety (90) day waiting period. The general plan is administered by the Florida League of Cities, Inc. (the League). The Florida League of Cities, Inc. issues a publicly available financial report that includes financial statements and required supplementary information for the FMPTF. That report may be obtained by writing to Florida League of Cities, Inc., 301 S. Bronough St., P.O. Box 1757, Tallahassee, Florida 32302-1757 or by calling (850) 222-9684.

Funding Policy. The City established by ordinance a contribution rate on a monthly basis of 8% of eligible wages for the defined contribution plan.

For fiscal years ended September 30, 2020, 2019 and 2018 the City contributed \$430,510, \$398,302 and \$373,569 respectively, to the general employees plan. Forfeitures applied for those years were \$26,830, \$30,848 and \$46,679, respectively. Contributions were equal to the required contributions for all three years.

Florida Retirement System:

Plan Description. The City contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida Department of Management Services, Division of Retirement. As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two plans that include FRS Pension Plan (Pension Plan) and the Retiree Health Insurance Subsidy (HIS Plan). FRS provides retirement and disability, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Chapter 121 of Florida Statutes assigns the authority to establish and amend benefit provisions to the State of Florida Department of Management Services. The Division of Retirement issues a publicly available financial report that includes financial statements and required supplementary information for FRS. That report may be obtained by writing to The Department of Management Services, Division of Retirement, Research, Education & Policy Section, Cedars Executive Center, Building C, 2639 North Monroe Street, Tallahassee, Florida 32399-1560 or by calling (850) 488-5706.

Funding Policy. Effective July 1, 2012 employee participants contribute 3% of eligible wages. The City is required by State statute to contribute, on a monthly basis, at an actuarially determined rate. The current rate is 10.00% and 24.45% (both include the HIS Plan component rate of 1.66%) of eligible payroll for regular and special risk (firefighters) service classes, respectively. The City's contributions to FRS for the years ended September 30, 2020, 2019 and 2018 were \$171,476, \$146,296, and \$156,563, respectively, equal to the required contributions for each year and include the required contributions for participants in the Deferred Retirement Option Program discussed below.

Deferred Retirement Option Program – implemented on July 1, 1998, the DROP program allows member employees of the FRS to effectively “retire” without terminating employment for up to five years. During the period, retirement benefits accumulate and are distributed to the employee at the retirement date in a lump sum prior to the employee receiving normal periodic retirement benefits that follow. The City currently has one participant in the program. The current contribution rate for this program is 16.98%.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

Pension liabilities, Pension expense and Deferred Outflows (Inflows) of Resources related to pensions- At September 30, 2020, the City reported a liability of \$1,824,348 for the FRS Plan component and \$322,066 for the HIS Plan component for its proportionate share of the FRS Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The City's proportionate share at June 30, 2020 for the FRS Plan component was .004209244%. The City's proportionate share at June 30, 2020 for the HIS Plan component was .002637760%. The City's proportionate shares at June 30, 2019 were .004186479% and .002560549% for the FRS and HIS Plan components, respectively. For the fiscal year ended September 30, 2020 the City recognized pension expense of \$347,785 and \$1,556 for the FRS and HIS Plan components, respectively. Deferred Outflows and Inflows of resources related to pensions are from the following sources:

FRS Plan Component

	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	\$ 69,822	\$ -
Changes in assumptions	330,265	-
Net difference between projected and actual earnings on investments	108,623	-
Changes in proportion and differences between City contributions and proportionate share of contributions	41,190	231,974
Contributions subsequent to the measurement date	43,012	-
	<u>\$ 592,912</u>	<u>\$ 231,974</u>

HIS Plan Component

	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	\$ 13,174	\$ 248
Changes in assumptions	34,631	18,727
Net difference between projected and actual earnings on investments	257	-
Changes in proportion and differences between City contributions and proportionate share of contributions	17,349	96,477
Contributions subsequent to the measurement date	4,439	-
	<u>\$ 69,850</u>	<u>\$ 115,452</u>

The deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the fiscal year ending September 30, 2021. Other amounts related to deferred outflows and (inflows) of resources will be recognized as pension expense as follows:

<u>Fiscal year ending September 30,</u>	<u>FRS component</u>	<u>HIS component</u>
2021	\$ (32,463)	\$ (17,055)
2022	(47,161)	(14,886)
2023	(55,986)	(18,564)
2024	(42,190)	(17,526)
2025	(12,984)	(10,473)
Thereafter	508,710	28,463

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)Net Pension Liability –

	FRS component	HIS component
City's proportionate share of Total Pension Liability	\$ 8,625,151	\$ 332,044
City's proportionate share of Plan Fiduciary Net Position	(6,800,803)	(9,978)
City's proportionate share of Net Pension Liability	<u>\$ 1,824,348</u>	<u>\$ 322,066</u>
Plan Fiduciary Net Position as a Percentage of the Total Net Pension Liability	78.85%	3.01%

Change in Net Pension Liability –

	FRS component	HIS component
Beginning balance – City's proportionate share	\$ 1,441,726	\$ 286,500
Service Cost	111,438	7,004
Interest on total pension liability	566,519	10,622
Effect of economic/demographic gain or loss	94,522	25,034
Employer contributions	(134,056)	(6,955)
Member contributions	(31,504)	(10)
Net investment income	(225,205)	(134)
Administrative expense	908	5
Ending balance – City's proportionate share	<u>\$ 1,824,348</u>	<u>\$ 322,066</u>

Actuarial Assumptions – The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions:

	FRS component	HIS component
Valuation date	July 1, 2020	July 1, 2020
Measurement date	June 30, 2020	June 30, 2020
Inflation	2.40%	2.40%
Salary increases	3.25%, average, includes inflation	3.25%, average, includes inflation
Investment rate of return	6.80%, net of expense, includes inflation	2.21%, Municipal Bond Rate
Mortality tables	PUB2010 base table varies by member and sex, projected generationally with Scale MP-2018	PUB2010 base table varies by member and sex, projected generationally with Scale MP-2018
Discount rate	6.80%	2.21%

The actuarial assumptions that determined the total pension liability as of June 30, 2020, were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

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

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	2.2%	2.2%	1.2%
Fixed Income	19.0%	3.0%	2.9%	3.5%
Global Equity	54.2%	8.0%	6.7%	17.1%
Real Estate	10.3%	6.4%	5.8%	11.7%
Private Equity	11.1%	10.8%	8.1%	25.7%
Strategic Investments	4.4%	5.5%	5.3%	6.9%
Total	100.00%			
Assumed Inflation – Mean			2.4%	1.7%

(1) As outlined in the Pension Plan's Investment Policy

For the year ended June 30, 2020, the annual money-weighted rate of return on FRS pension plan investments, net of pension plan expense was 3.35%.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following table represents the City's proportionate share of the net pension liability calculated at the respective discount rates and the proportionate share using a rate 1% less than and 1% more than the current rate.

<u>FRS component</u>	<u>1% Decrease (5.80%)</u>	<u>Current Discount Rate (6.80%)</u>	<u>1% Increase (7.80%)</u>
City's Proportionate share of the net pension liability	\$ 2,913,178	\$ 1,824,348	\$ 914,953
<u>HIS component</u>	<u>1% Decrease (1.21%)</u>	<u>Current Discount Rate (2.21%)</u>	<u>1% Increase (3.21%)</u>
City's Proportionate share of the net pension liability	\$ 372,294	\$ 322,066	\$ 280,955

Firefighters' Retirement Pension Trust Fund

Plan Description. On July 16, 1996, the City established a pension plan for its firefighters pursuant to Chapter 175, Florida Statutes. The Retirement Plan and Trust for the Firefighters' of the City of Oldsmar (the Plan) is a single-employer, defined benefit pension plan established and administered by the City of Oldsmar and the Board of Trustees of the Plan. The Board of Trustees is composed of five members consisting of two elected firefighters, two city appointees and an appointed 5th member. Florida Statute 175 assigns the authority to establish and amend the benefit provisions of the plans that participate in FMPTF to the respective employer entities; for the City of Oldsmar this is the City Council. The City entered into a Master Trust Agreement with the Florida Municipal Pension Trust Fund (FMPTF) for administration of the plan. The investments of the plan are held by the FMPTF in a trustee capacity and are maintained in pooled trust accounts, which are managed by a professional trustee pursuant to a trust agreement with the City. The Plan provides retirement, disability and death benefits to Plan members and their beneficiaries. The Plan contains early retirement and cost of living increase provisions.

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

The Plan's significant accounting policies are as follows:

Basis of accounting: The Plan'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 the 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 the Plan. Administrative costs are paid by the plan.

Method used to value investments: Investments are reported at fair value. Short-term money market type investments are reported at cost, which is equal to fair value. The FMPTF's plan investment portfolio is valued at fair value based on market quotes of the individual investments in the portfolio.

Deposits: FMPTF periodically holds un-invested cash in its capacity as custodian of the Plan. These funds exist temporarily as cash in the process of collection from the sale of investments.

Investments: The FMPTF investment policy authorizes investment in repurchase agreements, direct obligations of the United States Treasury, the State Board of Administration investment pool, commercial paper rated "A1/P1" with a maximum maturity of 270 days from the time of purchase, banker's acceptances with a long-term debt rating of at least "AA" or short-term debt rating of "P1" with no more than 5% issued by any one depository and a maturity not to exceed 270 days from the time of purchase, certificates of deposit issued by qualified public depositories in the State of Florida and a maximum maturity of 2 years, obligations of federal government agencies or instrumentalities, money market mutual funds, mortgage obligations guaranteed by the U.S. government and sponsored agencies and/or instrumentalities, corporate fixed income securities with any "A" rating with no more than 5% in any one issuing corporation, asset backed securities issued in the United States, U.S. denominated and issued obligations and securities of foreign sovereign states or non-U.S. corporations rated "A" or better, commingled governmental investment trusts, no-load investment funds, or no-load mutual funds, guaranteed investment contracts rated in the highest category by AM Best, investment agreements with other financial institutions, common stock, preferred stock and interest bearing obligations convertible into common stock, and securities lending with approved dealers and custodians. The fair value of investments is measured at quoted market prices. The Plan's investments have been determined to conform to the current investment policy.

Credit Risk: To limit the Plan's credit risks against possible losses, the maximum amount that may be invested in the securities of an individual issuer or trust, not backed by the full faith and credit of the United States Government, its sponsored agencies and/or instrumentalities shall not, at the time of purchase exceed 5% of the assets in the invested portfolio based on cost. Investments in the FMIVT Broad Market High Quality Bond Fund are Fitch rated AAf/S4. Other investments in FMIVT funds are not rated.

Foreign Currency Risk: Investments in the FMIVT International Blend Fund are not subject to foreign currency risk.

Interest Rate Risk: FMPTF manages interest rate risk through portfolio diversification, controlled duration strategies and maturity limitations. The weighted average maturity in years for the FMIVT Broad Market High Quality Bond fund is 6.60 years and for the Core Plus Fixed Income Fund 5.82 years.

Funding policy. The City is required to contribute to the Plan at actuarially determined rates using the aggregate actuarial cost method. The aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities. Plan members contribute 5% of their salary. In accordance with Florida Statute 175, excise taxes on fire insurance policies reduce the required contribution of the City. The contribution rate for the City was 42.69% for the fiscal year 2020, 37.04% for the fiscal year ended 2019 and 34.69% for the fiscal year ended 2018. For fiscal 2020 the City contributed \$183,420, which along with available on behalf payments of state excise tax contributions in the amount of \$67,701 and available Advance Employer Payments in the amount of \$46,671 equaled the actuarially determined minimum contribution rate. The net pension liability is liquidated in the fund that incurs the respective liability, which is the General Fund.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

Membership of the Plan: Membership of the plan consisted of the following at September 30, 2020. The date of the latest actuarial valuation was October 1, 2019.

Retirees and beneficiaries receiving benefits	2
Terminated plan members entitled to but not receiving benefits	5
Vested active plan members	9
Non vested active plan members	1
Total active participants	<u>17</u>

Deferred Outflows and Inflows of Resources

	Deferred Outflows	Deferred Inflows
Beginning balance – October 1, 2019	\$ 1,249,752	\$ 1,005,939
Changes due to:		
Amortization payments	(194,269)	(203,973)
Investment gain (loss)	65,752	-
Demographic gain (loss)	-	22,553
Assumption changes	-	-
Total change	<u>(128,517)</u>	<u>(181,419)</u>
Ending balance – September 30, 2020	<u>\$ 1,121,235</u>	<u>\$ 824,519</u>

Other amounts related to deferred outflows and inflows of resources will be recognized as pension expense as follows:

<u>Fiscal year ending September 30,</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
2021	\$ 194,269	\$ 184,338
2022	194,270	110,755
2023	185,691	110,755
2024	169,247	110,755
2025	156,095	110,755
Thereafter	221,663	197,161

Net Pension (Asset) Liability –

Total Pension Liability	\$ 6,929,325
Plan Fiduciary Net Position	(6,936,386)
Net Pension (Asset) Liability	<u>\$ (7,061)</u>

Plan Fiduciary Net Position as a Percentage of the Total
Net Pension Liability

100.10%

Change in Net Pension (Asset) Liability –

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Beginning balance – October 1, 2019	\$ 6,332,032	\$ (6,240,897)	\$ 91,135
Service Cost	223,740	-	223,740
Expected interest growth	452,433	(447,653)	4,780
Unexpected investment income	-	65,752	65,752
Effect of economic/demographic gain or loss	(22,553)	-	(22,553)
Employer contributions	-	(379,171)	(379,171)
Member contributions	-	(34,805)	(34,805)
Benefit payments & refunds	(56,327)	56,327	-
Administrative expense	-	44,061	44,061
Ending balance – September 30, 2020	<u>\$ 6,929,325</u>	<u>\$ (6,936,386)</u>	<u>\$ (7,061)</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

Net pension liability (asset): The City's net pension liability (asset) for the current year and related information is as follows:

Total pension liability	\$ 6,929,325
Fiduciary net position	\$ 6,936,386
Net pension liability (asset)	\$ (7,061)
Measurement date	September 30, 2020
Actuarial valuation date	October 1, 2019
Employer's reporting date	September 30, 2020
Discount rate	7.00% per annum (2.77% attributed to long-term inflation)
Salary increases	4.50% per annum
Cost of living increases	3.00% per annum
Mortality basis	Sex-distinct rates set forth in the RP-2000 Blue Collar Mortality Table w/full generational improvements in mortality using Scale BB
Retirement	Assumed to occur at the most valuable retirement age
Non-investment expenses	Liabilities have been loaded by 2.75% to account for non-investment expenses
Future contributions	Employer and employee contributions are assumed to be made as legally required
Changes	No assumptions were changed since the prior measurement date.

Comparison of net pension liability (asset) using alternative discount rates:

	Discount rate minus 1%	Discount rate at 7.00%	Discount rate plus 1%
Total pension liability	\$ 8,197,461	\$ 6,929,325	\$ 5,918,739
Less fiduciary net position	(6,936,386)	(6,936,386)	(6,936,386)
Net pension liability	\$ 1,261,075	\$ (7,061)	\$ (1,017,647)

Determination of the long-term expected rate of return:

	Target allocation	Expected long-term real return
Core bonds	15%	1.60% per annum
Core plus	15%	2.10% per annum
U.S. large cap equity	34%	4.60% per annum
U.S. small cap equity	11%	5.50% per annum
Non-U.S. equity	15%	6.70% per annum
Core real estate	10%	5.00% per annum
Weighted arithmetic average	100%	4.23% per annum

In accordance with City Ordinance 2002-07 adopted May 21, 2002, the Firefighters' Pension Plan was amended to increase the disability benefit for a member deemed to be totally and permanently disabled from a service connected injury or disease from 42% to 66% of average monthly salary at the time of disability.

In accordance with City Ordinance 2005-02 adopted April 5, 2005 the Firefighter's Pension Plan was amended to increase the benefit formula multiplier from 3% to 3.25% and increase the member contribution rate from 1% to 1.5%.

In accordance with City Ordinance 2011-05 adopted September 7, 2011 the Firefighter's Pension Plan was amended to increase the member contribution rate from 1.5% to 2%.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE I - RETIREMENT PLANS (continued)

In accordance with City Ordinance 2012-01 adopted May 5, 2012 the Firefighter's Pension Plan was amended to increase the member contribution rate from 2% to 5% and decrease the benefit formula multiplier from 3.25% to 3.125%

In accordance with City Ordinance 2014-09 adopted November 4, 2015 the Firefighter's Pension Plan was closed to new members. Effective October 1, 2015 newly hired firefighters will participate in the Florida Retirement System.

In accordance with City Ordinance 2018-01 adopted January 16, 2018 a defined contribution share plan component was created as an additional benefit for active participants of the Oldsmar Firefighter's Pension Plan as of October 1, 2016. This additional benefit allowed the usage of \$500,000 in frozen excess premium tax monies held by the Plan.

Aggregate total amounts for the City retirement plans are as follows:

	FRS	HIS	Fire	Total
Net Pension Assets	\$ -	\$ -	\$ 7,061	\$ 7,061
Net Pension Liabilities	1,824,348	322,066	-	2,146,414
Deferred Outflows	592,912	69,850	1,121,235	1,783,997
Deferred Inflows	231,974	115,452	824,519	1,171,945
Pension expense/expenditure	347,785	1,556	228,073	577,414

NOTE J – POSTEMPLOYMENT HEALTHCARE PLAN

GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" (OPEB) provides for the determination and disclosure of the Total OPEB Liability and the annual cost of providing other postemployment benefits. The City provides other postemployment benefits in the form of the Retiree Health Care Plan in the form of an implicit rate subsidy.

Plan Description. The City provides a single-employer, defined benefit postemployment health care plan, (the Plan), whereby retired employees are able to purchase health care benefits through the City's health care providers. The Plan is administered by the health care providers and allows employees who retire and meet eligibility requirements under the City's retirement plans to continue medical, dental and vision insurance coverage as a participant in the City's plan.

In accordance with Section 112.0801 of the Florida Statutes, because the City provides a medical, dental and vision plan to active employees of the City and their eligible dependents, the City is required to provide retirees with the opportunity to participate in this Plan. The Plan is currently unfunded. There is no separate trust through which benefits for retirees are funded. No assets are currently accumulated or earmarked for the Plan. Accordingly, for purposes of applying paragraph 4 under GASB Statement 75, the Plan does not meet the requirements for an OPEB plan administered through a trust.

Employees Covered by benefit terms. To be eligible to participate in the plan employees must be a minimum of age 62 with 10 or more years of service.

Inactive plan members or beneficiaries currently receiving benefits	5
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	128
Total plan members	<u>133</u>

Benefits Provided. The benefits provided to eligible retirees are the same as those provided for active employees. Spouses and dependents of eligible retirees are also eligible for medical, dental and vision coverage. All full-time employees of the City are eligible to purchase postemployment health care benefits. All approved benefits are paid from general assets when due.

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE J – POSTEMPLOYMENT HEALTHCARE PLAN (continued)

Contributions. The retired employees (including their eligible dependents) that are eligible to participate in the Plan may enroll in the plan offered by the City through the Florida Municipal Insurance Trust. Retiree Plan participants are required to pay 100% of their respective health care insurance premiums. The City does not contribute toward this payment. The City's overall cost of providing health care benefits is increased as a result of an implicit insurance rate subsidy resulting from retired employees being permitted to pay lower than age-adjusted premiums through the use of blended premium for both retirees and active employees. Medicare eligible retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The City does not issue stand-alone financial statements for the Plan.

Funding Policy. While the City does not contribute directly towards the cost of retiree premiums via an explicit subsidy, the ability of retirees to obtain health insurance coverage at a group rate which includes active employees, constitutes a significant economic benefit to retirees, or an implicit subsidy. This implicit subsidy is considered to be another post-employment benefit (OPEB) obligation of the City. The annual required contribution to fund the incremental cost of the healthcare plan is based on a pay-as you-go funding approach.

Actuarial Assumptions. The Total OPEB Liability was determined by an actuarial valuation as of September 30, 2019 using the following actuarial assumptions:

Inflation: 2.25%

Salary Increases: Salary increase rates used for Regular Class members in the July 1, 2019 actuarial valuation of the Florida Retirement System; 3.6 percent to 8 percent, including inflation. For participants in the Firefighters Plan, 4.5% increases, including inflation. For participants in the General Plan, 5.0% increases, including inflation.

Discount Rate: 2.75%.

Initial Trend Rate: 8.00%.

Ultimate Trend Rate: 3.99% plus 0.51% increase for excise tax.

Mortality tables used for Regular Class and Special Risk Class members in the July 1, 2019 actuarial valuation of the Florida Retirement System. They are based on the results of a statewide experience study covering the period 2013 through 2018.

Discount Rate. For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20 year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this actuarial roll-forward, the municipal bond rate is 2.75 percent, based on the daily rate of Fidelity's 20 year municipal GO AA Index closet to but not later than the measurement date. The discount rate used as of the beginning of the measurement year was 3.83 percent.

Total OPEB Liability. The measurement date for the Total OPEB Liability was September 30, 2019. The measurement date for the OPEB expense was October 1, 2018 to September 30, 2019. The reporting period is October 1, 2019 to September 30, 2020.

Change in Total OPEB Liability:

	Total OPEB Liability
	<u>Increase (Decrease)</u>
Reporting period ending September 30, 2019	\$ 1,548,149
Changes for the year:	
Service cost	147,326
Interest	63,477
Differences between expected and actual experience	(211,188)
Changes in benefit terms	2,993
Changes of assumptions	(31,113)
Benefit payments	<u>(76,203)</u>
Net changes in total OPEB liability	<u>(104,708)</u>
Reporting period ending September 30, 2020	<u>\$ 1,443,441</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE J – POSTEMPLOYMENT HEALTHCARE PLAN (continued)

Changes in assumptions reflect a change in the discount rate from 3.83% for the reporting period ended September 30, 2019, to 2.75% for the reporting period ended September 30, 2020.

Sensitivity if the Total OPEB Liability to changes in the discount rate: the following presents the Total OPEB Liability of the City, as well as what the City's Total OPEB Liability would be if calculated using a discount rate that is one percentage-point lower or one percentage point higher than the current discount rate.

	1% Decrease (1.75%)	Current Discount Rate (2.75%)	1% Increase (3.75%)
Total OPEB Liability	\$ 1,537,720	\$ 1,443,441	\$ 1,354,327

Sensitivity of the Total OPEB Liability to changes in the Healthcare Cost Trend Rates : The following presents the Total OPEB Liability of the City, as well as what the City's Total OPEB Liability would be if 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 (7.00%)	Current Healthcare Rates (8.00%)	1% Increase (9.00%)
Net OPEB Liability	\$ 1,297,992	\$ 1,443,441	\$ 1,614,815

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB: For the year ended September 30, 2020, the City recognized OPEB expense of \$192,889

On September 30, 2020, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB from the following resources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ -	\$ 197,294
Changes in assumptions	-	92,184
Employer contributions made subsequent to the measurement date	71,582	-
	<u>\$ 71,582</u>	<u>\$ 289,478</u>

The deferred outflows of resources related to employer contributions subsequent to the measurement date of \$71,582 will be recognized as an adjustment to the Total OPEB Liability for the fiscal year ending September 30, 2021 measurement date. Amounts reported as deferred inflows of resources and deferred inflows of resources, other than employer contributions made subsequent to the measurement date, related to OPEB will be recognized in OPEB expense as follows:

Fiscal year ending September 30,	
2021	\$ (20,807)
2022	(20,807)
2023	(20,807)
2024	(20,807)
2025	(20,807)
Thereafter	(185,443)
	<u>\$ (289,478)</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE K – EMPLOYER BENEFITS FROM ON-BEHALF PAYMENTS

The City receives insurance excise tax remittances from the State of Florida on behalf of the Firefighters' Retirement Plan that are restricted in purpose for the benefit of the retirement plans and must be transferred immediately upon receipt to the retirement plan. The amount received from the State of Florida on behalf of the Firefighters' Retirement Plan for the year ended September 30, 2020 was \$67,071. These amounts have been reported as revenues in the General Fund with a corresponding expenditure classified as part of personal services in the Fire department.

NOTE L - DEFERRED COMPENSATION PLAN

The City offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. As of January 1, 1997, as a result of the Small Business Job Protection Act of 1996, the assets of the deferred compensation plan are no longer the property of the City and are not subject to the claims of the City's creditors. The City offers a choice of two plans and has appointed the Plan's Administrators, Nationwide Retirement Solutions and FMPTF, as trustees of the Plan effective January 1, 1997. As a result, the City no longer reflects the plan assets or liabilities in an Agency Fund as the City has no rights to these assets nor does the City act in a fiduciary capacity.

NOTE M - COMMITMENTS AND CONTINGENCIES

Commitment: At September 30, 2020, construction contract commitments in the Governmental Fund Types total \$2,635,640. The uncompleted commitments are included as fund balances committed to capital projects. Construction commitments in the Proprietary Fund Type for 2020 totaled \$1,256,344.

Contingency: The City has been named in various legal actions. In the opinion of management, based on the advice of legal counsel, any ultimate liability to the City resulting from the satisfaction of the various legal actions will have no material effect on the financial condition of the City.

Law Enforcement Services: The City has contracted with the Pinellas County Sheriff's Office to provide law enforcement services from October 1, 2020 through September 30, 2021 in the amount of \$1,822,572. The expenditure for the year ended September 30, 2020 was \$1,751,973.

NOTE N – INTERFUND LOANS AND TRANSFERS

Transfers of \$147,385 and \$300,000 were made from the General Fund during the year to the Public Safety Impact Fund and Capital Improvement Funds, respectively. The transfers were to assist in funding capital outlay projects.

NOTE O - LEASE COMMITMENTS

Operating Leases

The City leases equipment through various operating leases. The total rental expenditures incurred and charged to operating expense amounted to \$22,908. Information relative to the minimum future rentals is as follows:

<u>Year Ending September 30,</u>	<u>Total</u>
2021	\$ 22,826
2022	14,918
2023	5,283
2024	954
2025	-
	<u>\$ 43,981</u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE P - SIGNIFICANT CONCENTRATIONS OF CREDIT RISK

The City provides refuse, water, sewer and stormwater service to businesses and residents of the City. As of September 30, 2020, the refuse accounts receivable was \$94,919 with customer deposits of \$229,695 held as security for payment of the outstanding accounts receivable. The water, sewer and stormwater accounts receivable totaled \$795,478 with customer deposits in the amount of \$504,500 held as security for payments of the outstanding accounts receivable.

NOTE Q - RATE AND DEBT COVENANTS

Pursuant to State Revolving Loan Agreements, the City shall maintain water and sewer system rates which will be sufficient to provide pledged revenues equal to or exceeding 1.30 (State Revolving Loan) and 1.15 (State Revolving Fund Construction Loan) times the annual loan payment after the satisfaction of all yearly payment obligations of superior liens. For the year ended September 30, 2020, these covenants were met.

The State Revolving Loan agreements provide that the City shall establish an account in which to maintain an “annual loan deposit” and the “loan repayment reserve”. The accounts are being maintained at the State Board of Administration and are accounted for in the Water and Sewer Enterprise Fund as a restricted asset.

The required balances and the amount of restricted assets as of September 30, 2020 are as follows:

	State Revolving Fund Construction Loans
Loan repayment reserve	\$ 96,062
Annual loan deposit	159,780
Total restricted assets	<u>\$ 255,842</u>

NOTE R - RISK FINANCING

The City is subject to losses in the normal course of operations resulting from general liability; property and casualty; workers' compensation; employee health and accident; environmental; and antitrust matters. The City has purchased commercial insurance to protect against employee dishonesty and employee health losses. The City participates in the Florida Municipal Liability Self Insurers Program for purposes of protecting against workers' compensation losses; real and personal property losses; automobile damage; and general liability, including malpractice and errors and omissions. To the extent that the City has purchased commercial insurance, all risk of covered loss has been transferred to the insurance underwriter.

The Florida Municipal Insurance Trust is a risk pool that assumes the risk of loss for all participating members. The members are subject to additional premium assessments in the event that the risk pool required additional funding to satisfy all claims. The City has not been assessed any additional insurance premiums during the year ended September 30, 2020, 2019 or 2018 nor is the City aware of any contingent assessments. For the same previous three fiscal years, the City has not decreased its insurance coverage nor have any settlements been in excess of such coverage.

NOTE S – SUBSEQUENT EVENTS

The City has evaluated whether any events have occurred subsequent to September 30, 2020 and before the issuance of the financial statements that would have an impact on the City's financial condition as of September 30, 2020 or would influence the conclusions reached by a reader of the financial statements regarding the City's overall financial condition. Management has evaluated such events through January 29, 2021 which is the date the financial statements were available to be issued and determined there were three events that should be disclosed. On October 20, 2020, City Council approved an early payoff of one of the City's State Revolving Fund loans, in the amount of \$384,975. This payoff reduced available cash, but by retiring the debt 2 years early, saved approximately \$14,000 in interest costs. On January 5, 2021, City Council approved a revised grant with Pinellas County for their Pinellas CARES for Cities. This grant, related to expenses incurred in 2020 for response to the COVID-19 pandemic, will provide reimbursement of up to \$308,751 of eligible expenses to the City. Finally, on January 19, 2021, City Council authorized the issuance of \$5,000,000 of Water

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

NOTE S – SUBSEQUENT EVENTS (continued)

and Sewer System Refunding Revenue notes. The purpose of this note was to refinance the City's remaining outstanding State Revolving Fund loans. In addition to the \$5,000,000 of revenue and expense related to the refinancing, the City also contributed \$521,279 of available unencumbered funds to bring the total debt balance on the loan down to \$5,000,000.

NOTE T – FAIR VALUE OF INVESTMENTS

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles pursuant to *GASB No. 72, Fair Value Measurement and Application*. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted market prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of September 30, 2020:

	Level 1 inputs	Level 2 inputs
FMIVT 1-3 year High Quality Bond Fund	\$ -	\$ 2,031,225
Government Sponsored Enterprises	972,864	-
U.S. Treasury Notes	2,796,349	-
Mutual Funds	5,232,081	-
	<u>\$ 9,001,294</u>	<u>\$ 2,031,225</u>

The Firefighter's Retirement Pension Trust Fund has the following recurring fair value measurements as of September 30, 2020:

	Level 2 inputs	Level 3 inputs
Broad Market HQ Bond Fund	\$ 1,065,556	\$ -
Core Plus Fixed Income Fund	-	1,073,222
Diversified Small to Mid-Cap Fund	781,918	-
International Equity Portfolio	1,218,873	-
Diversified Large Cap Portfolio	2,767,379	-
Core Real Estate Portfolio	-	697,594
	<u>\$ 5,833,726</u>	<u>\$ 1,770,816</u>

Level 2 inputs are valued using market-corroborated data, while the Level 3 inputs are valued based on quarterly real estate appraisals and unobservable inputs.

NOTE U – PRIOR PERIOD ADJUSTMENTS

The Firefighters' Retirement Pension Trust Fund Statement of Changes in Fiduciary Net Position beginning net assets on October 1, 2018 have been restated to recognize the Share Plan balance of \$609,375 and reduce investment earnings by \$32,917 at 9/30/19 for the earnings allocated to the Share Plan as well as to reflect the excess Chapter 175 contributions of \$128,680 not available for defined benefit plan benefit payments.

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REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes a budgetary comparison schedule for the General Fund and Community Redevelopment Special Revenue Fund, along with schedules depicting the funding progress and contributions for the defined benefit plans.

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Over (Under)
RESOURCES (INFLOWS):				
Property Taxes	\$ 5,415,000	\$ 5,415,000	\$ 5,432,056	\$ 17,056
Franchise Fees	1,403,000	1,403,000	1,303,169	(99,831)
Utility Taxes	1,400,000	1,400,000	1,340,421	(59,579)
Fire insurance premium tax	70,000	70,000	67,071	(2,929)
Communications service tax	700,000	700,000	753,897	53,897
Business tax receipts	178,000	178,000	160,885	(17,115)
Licenses, permits and fees	408,000	408,000	175,494	(232,506)
Intergovernmental revenues	2,211,210	2,211,210	2,195,961	(15,249)
Charges for services	461,100	461,100	301,143	(159,957)
Rents and royalties	100,000	100,000	89,389	(10,611)
Fines and forfeitures	115,000	115,000	100,120	(14,880)
Investment income	150,000	150,000	173,995	23,995
Other Miscellaneous	629,425	629,425	588,534	(40,891)
Proceeds from sale of capital assets	50,000	50,000	23,209	(26,791)
AMOUNTS AVAILABLE FOR APPROPRIATION	13,290,735	13,290,735	12,705,344	(585,391)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
General Government				
City Council	154,200	184,200	167,969	(16,231)
City Manager	446,545	446,545	439,117	(7,428)
City Clerk	290,065	305,065	302,021	(3,044)
Legal Counsel	205,355	305,355	269,906	(35,449)
Planning and Redevelopment	1,032,080	1,072,080	820,729	(251,351)
Communication, Mkt and Arts	215,000	257,815	244,941	(12,874)
Administrative Services	1,120,520	1,135,520	1,024,779	(110,741)
Facilities	723,025	906,275	855,937	(50,338)
Total General Government	4,186,790	4,612,855	4,125,399	(487,456)
Public Safety				
Law Enforcement	1,813,920	1,830,485	1,798,984	(31,501)
Fire Rescue	2,331,935	2,405,935	2,324,190	(81,745)
Technical Services	465,900	465,900	374,807	(91,093)
Total Public Safety	4,611,755	4,702,320	4,497,981	(204,339)
Transportation				
Streets and Drainage	998,995	1,053,432	915,410	(138,022)
Fleet Maintenance	182,175	207,170	190,314	(16,856)
Total Transportation	1,181,170	1,260,602	1,105,724	(154,878)
Culture and Recreation				
Library	920,925	920,925	876,532	(44,393)
Parks	1,006,725	1,156,183	986,091	(170,092)
Recreation	823,930	789,130	744,271	(44,859)
Oldsmar Sports Complex	981,070	1,004,805	796,803	(208,002)
Total Culture and Recreation	3,732,650	3,871,043	3,403,697	(467,346)

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Over (Under)
Other Financing Sources (Uses)				
Interfund transfers	\$ 425,000	\$ 450,000	\$ 447,385	\$ (2,615)
Contingency	1,153,370	824,370	-	(824,370)
Total Other Financing Sources (Uses)	1,578,370	1,274,370	447,385	(826,985)
 TOTAL CHARGES TO APPROPRIATIONS	 15,290,735	 15,721,190	 13,580,186	 (2,141,004)
 EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	 (2,000,000)	 (2,430,455)	 (874,842)	 1,555,613
 FUND BALANCE - BEGINNING OF YEAR	 6,996,184	 6,996,184	 6,996,184	 -
 FUND BALANCE - END OF YEAR	 \$ 4,996,184	 \$ 4,565,729	 \$ 6,121,342	 \$ 1,555,613

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES
SOURCES/INFLOWS OF RESOURCESActual amounts (budgetary basis) "available for appropriation" from the
budgetary comparison schedule.

\$ 12,705,344

Differences - budget to GAAP:

Proceeds from the sale of capital assets are inflows of budgetary resources
not revenues for financial reporting purposes.

(23,209)

Total revenues as reported on the statement of revenues, expenditures, and
changes in fund balances - governmental funds.

\$ 12,682,135

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from
the budgetary comparison schedule.

\$ 13,580,186

Differences - budget to GAAP:

Interfund transfers are outflows of budgetary resources
not expenditures for financial reporting purposes.

(447,385)

Total expenditures as reported on the statement of revenues, expenditures,
and changes in fund balances - governmental funds.

\$ 13,132,801

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE

MAJOR GOVERNMENTAL FUND - COMMUNITY REDEVELOPMENT AGENCY -
SPECIAL REVENUE FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Over (Under)
RESOURCES (INFLOWS):				
Ad valorem taxes	\$ 295,000	\$ 295,000	\$ 300,578	\$ 5,578
Intergovernmental revenue	390,000	390,000	399,372	9,372
Impact fees	20,000	20,000	28,784	8,784
Rents and royalties	30,000	30,000	42,401	12,401
Investment income	2,500	2,500	13,104	10,604
AMOUNTS AVAILABLE FOR APPROPRIATION	<u>737,500</u>	<u>737,500</u>	<u>784,239</u>	<u>46,739</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Operating	80,750	80,750	40,605	(40,145)
Capital outlay	635,000	1,467,805	257,607	(1,210,198)
Reserve for improvements	21,750	21,750	-	(21,750)
TOTAL CHARGES TO APPROPRIATION	<u>737,500</u>	<u>1,570,305</u>	<u>298,212</u>	<u>(1,272,093)</u>
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	-	(832,805)	486,027	1,318,832
FUND BALANCE - BEGINNING OF YEAR	<u>1,301,244</u>	<u>1,301,244</u>	<u>1,301,244</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 1,301,244</u>	<u>\$ 468,439</u>	<u>\$ 1,787,271</u>	<u>\$ 1,318,832</u>

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES
SOURCES/INFLOWS OF RESOURCESActual amounts (budgetary basis) "available for appropriation" from the
budgetary comparison schedule.

\$ 784,239

Differences - budget to GAAP:

None

-Total revenues as reported on the statement of revenues, expenditures, and
changes in fund balances - governmental funds.\$ 784,239

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from
the budgetary comparison schedule.

\$ 298,212

Differences - budget to GAAP:

None

-Total expenditures as reported on the statement of revenues, expenditures,
and changes in fund balances - governmental funds.\$ 298,212

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FIREFIGHTERS' PENSION TRUST FUND - PENSION SCHEDULES

September 30, 2020

Net Pension Liability (Asset)

Measurement Date	Total Pension Liability	Fiduciary Net Position	Net Pension Liability (Asset)	Funded Percentage	Covered Payroll	Net Pension Liability as a % of Covered Payroll
10/1/2011	\$ 2,281,958	\$ 1,987,344	\$ 294,614	87.09%	\$ 788,819	37.35%
10/1/2012	3,039,133	2,714,391	324,742	89.31%	807,256	40.23%
9/30/2013	3,043,735	3,490,288	(446,553)	114.67%	753,518	N/A
9/30/2014	3,476,581	4,007,222	(530,641)	115.26%	764,280	N/A
9/30/2015	3,058,624	4,060,837	(1,002,213)	132.77%	663,716	N/A
9/30/2016	4,429,432	4,485,246	(55,814)	101.26%	577,978	N/A
9/30/2017	5,257,263	5,294,935	(37,672)	100.72%	619,479	N/A
9/30/2018	5,608,460	5,731,241	(122,781)	102.19%	622,131	N/A
9/30/2019	6,332,032	6,240,897	91,135	98.56%	656,329	13.89%
9/30/2020	6,929,325	6,936,386	(7,061)	100.10%	623,128	N/A

Schedule of Contributions

Year Ended September 30,	(1) Actuarially Determined Contribution	(2) Contributions Recognized by the Plan	(3) Difference Between (1) and (2)	Covered Payroll	Column (2) as a % of Covered Payroll
2011	\$ 288,316	\$ 288,316	\$ -	\$ 788,819	36.55%
2012	287,212	287,212	-	807,256	35.58%
2013	252,758	382,051	129,293	753,518	50.70%
2014	205,626	203,106	(2,520)	764,280	26.57%
2015	144,198	112,900	(31,298)	663,716	17.01%
2016	144,645	99,574	(45,071)	577,978	17.23%
2017	184,020	184,020	-	619,479	29.71%
2018	217,876	167,472	(50,404)	622,131	26.92%
2019	246,065	246,065	-	656,329	37.49%
2020	297,162	379,171	82,009	623,128	60.85%

Notes to Schedule

Employer's reporting date: September 30, 2020
Measurement date: September 30, 2020
Actuarial valuation date: October 1, 2019

Actuarial assumptions

Discount rate: 7.00% per annum (2.77% per annum is attributable to long-term inflation; this rate was used to discount all future benefit payments).
Salary increases: 4.50% per annum
Cost of living increases: 3.00% per annum
Mortality basis: Sex-distinct rates set forth in the RP-2000 Blue Collar Mortality Table, with full generational improvements in mortality using Scale BB
Retirement: Retirement is assumed to occur at the most valuable retirement age.
Other decrements: None assumed.
Non-investment expenses: Liabilities have been loaded by 2.75% to account for non-investment expenses.
Future contributions: Contributions from the employer and employees are assumed to be made as legally required.
Changes: No assumptions were changed since the prior measurement period.

CITY OF OLDSMAR

FIREFIGHTER'S RETIREMENT PENSION TRUST FUND

SCHEDULE OF CHANGES TO THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

(Seven years of data available for GASB 67 and 68)

September 30, 2020

	9/30/2020	9/30/2019	9/30/2018	9/30/2017
Total Pension Liability	\$ 6,929,325	\$ 6,332,032	\$ 5,608,460	\$ 5,257,263
Plan Fiduciary Net Position	(6,936,386)	(6,240,897)	(5,731,241)	(5,294,935)
Net Pension Liability (Asset)	<u>\$ (7,061)</u>	<u>\$ 91,135</u>	<u>\$ (122,781)</u>	<u>\$ (37,672)</u>
Plan Net Position as a Percentage of Total Net Pension Liability (Asset)	100%	99%	102%	101%
Service cost	\$ 223,740	\$ 241,827	\$ 226,988	\$ 231,334
Expected interest growth	4,780	(376)	4,945	5,777
Effect of economic/demographic gain or loss	(22,553)	129,277	(201,974)	35,655
Changes in assumptions	-	-	-	288,393
Amortization payments	-	-	-	-
Investment gain/loss	65,752	82,238	42,881	(367,915)
Employer contributions	(379,171)	(246,065)	(167,472)	(184,020)
Member contributions	(34,805)	(33,216)	(31,403)	(29,767)
Net investment income	-	-	-	-
Benefit payments and refunds	-	-	-	-
Administrative expense	44,061	40,231	40,926	38,685
Net change in net pension liability (asset)	(98,196)	213,916	(85,109)	18,142
Net pension liability (asset) - beginning	91,135	(122,781)	(37,672)	(55,814)
Net pension liability (asset) - ending	<u>\$ (7,061)</u>	<u>\$ 91,135</u>	<u>\$ (122,781)</u>	<u>\$ (37,672)</u>
Covered payroll	\$ 623,128	\$ 656,329	\$ 622,131	\$ 619,479
Net pension liability (asset) as a percentage of covered payroll	-1%	14%	-20%	-6%

Ten years of historical changes in the net pension liability (asset) are not available but will be presented as the information becomes available.

FIREFIGHTER'S RETIREMENT PENSION TRUST FUND

SCHEDULE OF INVESTMENT RETURNS

(Seven years of data available for GASB 67 and 68)

September 30, 2020

	9/30/2020	9/30/2019	9/30/2018	9/30/2017
Annual money-weighted rate of return	6.630%	5.334%	7.495%	13.273%

Ten years of historical data are not available but will be presented as the information becomes available.

9/30/2016	9/30/2015	9/30/2014
\$ 4,429,432	\$ 3,058,624	\$ 3,476,581
(4,485,246)	(4,060,837)	(4,007,222)
<u>\$ (55,814)</u>	<u>\$ (1,002,213)</u>	<u>\$ (530,641)</u>

101%	133%	115%
\$ 199,534	\$ 139,774	\$ 211,501
(59,790)	(40,079)	(26,889)
(246,786)	(311,266)	-
1,242,240	(585,238)	-
-	3,070	13,704
(98,170)	365,974	(68,519)
(99,574)	(112,900)	(203,106)
(29,640)	(29,561)	(34,887)
-	59,491	(13,704)
-	2,600	(2,894)
38,585	36,563	40,706

946,399	(471,572)	(84,088)
(1,002,213)	(530,641)	(446,553)
<u>\$ (55,814)</u>	<u>\$ (1,002,213)</u>	<u>\$ (530,641)</u>

\$ 577,978	\$ 663,716	\$ 764,280
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-10%	-151%	-69%
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9/30/2016	9/30/2015	9/30/2014
8.225%	0.005%	8.491%

CITY OF OLDSMAR

FLORIDA RETIREMENT SYSTEM - CITY'S PROPORTIONATE SHARE
SCHEDULE OF CHANGES TO THE NET PENSION LIABILITY AND RELATED RATIOS(Seven years of data available for GASB 67 and 68)
September 30, 2020

	9/30/2020	9/30/2019	9/30/2018	9/30/2017
FRS Pension Plan Proportionate Share				
Employer's Proportion for the FRS Pension Plan	0.004209244%	0.004186479%	0.005287895%	0.006050705%
City's Proportionate Share				
Total Pension Liability	\$ 8,625,151	\$ 8,289,745	\$ 10,116,663	\$ 11,111,066
Plan Fiduciary Net Position	(6,800,803)	(6,847,980)	(8,523,922)	(9,321,309)
Net Pension Liability	<u>\$ 1,824,348</u>	<u>\$ 1,441,765</u>	<u>\$ 1,592,741</u>	<u>\$ 1,789,757</u>
Plan Net Position as a Percentage of Total Net Pension Liability	78.85%	82.61%	84.26%	83.89%
Service cost	\$ 111,438	\$ 105,628	\$ 128,178	\$ 125,477
Interest on the total pension liability	566,519	552,402	679,385	755,380
Effect of economic/demographic gain or loss	94,522	(58,265)	52,269	716,736
Employer contributions	(134,056)	(351,710)	(286,717)	(174,232)
Member contributions	(31,504)	(31,516)	(39,467)	(45,068)
Net investment income	(225,205)	(368,334)	(732,346)	(1,144,689)
Administrative expense	908	819	1,067	1,110
Net change in net pension liability	382,622	(150,976)	(197,631)	234,714
Net pension liability - beginning	1,441,765	1,592,741	1,789,757	1,555,043
Restatement - GASB 75 implementation by FRS	(39)	-	615	-
Net pension liability - ending	<u>\$ 1,824,348</u>	<u>\$ 1,441,765</u>	<u>\$ 1,592,741</u>	<u>\$ 1,789,757</u>
Covered payroll	\$ 915,487	\$ 856,327	\$ 1,060,423	\$ 1,181,935
Net pension liability as a percentage of covered payroll	199%	168%	150%	151%
Retiree Health Insurance Subsidy (HIS Plan)				
Employer's Proportion for the HIS Plan	0.002637760%	0.002560549%	0.003252954%	0.003835848%
City's Proportionate Share				
Total Pension Liability	\$ 332,044	\$ 294,234	\$ 351,858	\$ 416,987
Plan Fiduciary Net Position	(9,978)	(7,734)	(7,562)	(6,840)
Net Pension Liability	<u>\$ 322,066</u>	<u>\$ 286,500</u>	<u>\$ 344,296</u>	<u>\$ 410,147</u>
Plan Net Position as a Percentage of Total Net Pension Liability	3.01%	2.63%	2.15%	1.64%
Service cost	\$ 7,004	\$ 5,943	\$ 8,407	\$ 11,682
Interest on the total pension liability	10,622	10,707	12,677	12,945
Effect of economic/demographic gain or loss	25,034	11,815	(10,097)	(44,431)
Employer contributions	(6,955)	(86,059)	(76,694)	(38,026)
Member contributions	(10)	(5)	(8)	-
Net investment income	(134)	(202)	(141)	(65)
Administrative expense	5	5	5	7
Net change in net pension liability	35,566	(57,796)	(65,851)	(57,888)
Net pension liability - beginning	286,500	344,296	410,147	468,035
Net pension liability - ending	<u>\$ 322,066</u>	<u>\$ 286,500</u>	<u>\$ 344,296</u>	<u>\$ 410,147</u>
Covered payroll	\$ 915,487	\$ 856,327	\$ 1,060,423	\$ 1,181,935
Net pension liability as a percentage of covered payroll	35%	33%	32%	35%

Ten years of historical changes in the net pension liability (asset) are not available but will be presented as the information becomes available.

9/30/2016	9/30/2015	9/30/2014
0.006158568%	0.004978129%	0.005098045%
\$ 10,286,718	\$ 8,033,243	\$ 7,958,852
(8,731,674)	(7,390,251)	(7,647,796)
<u>\$ 1,555,044</u>	<u>\$ 642,992</u>	<u>\$ 311,056</u>
84.88%	92.00%	96.09%
\$ 131,356	\$ 105,240	\$ 115,050
745,748	583,515	585,761
314,705	61,166	41,153
(150,187)	(121,371)	(128,501)
(43,770)	(34,762)	(34,795)
(86,942)	(262,752)	(1,162,982)
1,142	900	936
912,052	331,936	(583,378)
642,992	311,056	894,434
-	-	-
<u>\$ 1,555,044</u>	<u>\$ 642,992</u>	<u>\$ 311,056</u>
\$ 1,239,730	\$ 1,067,711	\$ 1,092,777
125%	60%	28%
.004015891%	.003658693%	.003678199%
\$ 472,608	\$ 374,987	\$ 347,355
(4,572)	(1,858)	(3,435)
<u>\$ 468,036</u>	<u>\$ 373,129</u>	<u>\$ 343,920</u>
0.97%	0.50%	0.99%
\$ 10,309	\$ 7,958	\$ 7,002
15,692	14,834	15,077
89,484	22,234	14,212
(20,584)	(15,809)	(83,654)
-	-	-
(3)	(15)	(8)
9	7	2
94,907	29,209	(47,369)
373,129	343,920	391,289
<u>\$ 468,036</u>	<u>\$ 373,129</u>	<u>\$ 343,920</u>
\$ 1,239,730	\$ 1,067,711	\$ 1,092,777
38%	35%	31%

CITY OF OLDSMAR

FLORIDA RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS

* (Seven years of data available for GASB 67 and 68)
September 30, 2020

	9/30/2020	9/30/2019	9/30/2018	9/30/2017
FRS Pension Plan				
Contractually required contribution	\$ 155,503	\$ 130,341	\$ 140,445	\$ 164,508
Contributions in relation to the contractually required contribution	(155,503)	(130,341)	(140,445)	(164,508)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 962,256	\$ 852,813	\$ 970,979	\$ 1,182,168
Contributions as a percentage of covered-employee payroll	16.16%	15.28%	14.46%	13.92%
Retiree Health Insurance Subsidy (HIS Plan)				
Contractually required contribution	\$ 15,973	\$ 14,157	\$ 16,118	\$ 19,624
Contributions in relation to the contractually required contribution	(15,973)	(14,157)	(16,118)	(19,624)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 962,256	\$ 852,813	\$ 970,979	\$ 1,182,168
Contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.66%

* GASB 68 requires information for 10 years. Information is only available for the prior five years. Additional years info will be reflected as the information becomes available.

<u>9/30/2016</u>	<u>9/30/2015</u>	<u>9/30/2014</u>
\$ 156,309 <u>(156,309)</u>	\$ 129,545 <u>(129,545)</u>	\$ 113,804 <u>(113,804)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 1,285,583</u>	<u>\$ 1,092,785</u>	<u>\$ 1,077,366</u>
12.16%	11.85%	10.56%
\$ 21,341 <u>(21,341)</u>	\$ 14,862 <u>(14,862)</u>	\$ 13,090 <u>(13,090)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 1,285,583</u>	<u>\$ 1,092,785</u>	<u>\$ 1,077,366</u>
1.66%	1.36%	1.22%

CITY OF OLDSMAR, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
 RETIREE HEALTH CARE PLAN
 SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY

Period ending: Measurement date:	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017
Total OPEB Liability			
Service cost	\$ 147,326	\$ 152,133	\$ 156,642
Interest	63,477	54,481	44,779
Change in benefit terms	2,993	-	-
Differences between expected and actual experience	(211,188)	-	-
Change of assumptions	(31,113)	(35,635)	(39,782)
Benefit payments, including refunds of employee contributions	(76,203)	(54,619)	(35,396)
Net change in OPEB liability	(104,708)	116,360	126,243
Total OPEB liability - beginning	1,548,149	1,431,789	1,305,546
Total OPEB liability - ending	<u>\$ 1,443,441</u>	<u>\$ 1,548,149</u>	<u>\$ 1,431,789</u>
Covered Employee Payroll	\$ 6,680,781	\$ 6,754,432	\$ 6,059,989
Total OPEB liability as a percentage of covered employee payroll	21.61%	22.92%	23.63%

Notes to Schedule:

Changes in assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period.

Fiscal year 2020	2.75%
Fiscal year 2019	3.83%
Fiscal year 2018	3.50%
Fiscal year 2017	3.10%

There were no benefit changes during the year.

NOTE: GASB 75 requires 10 years of information. Information is only available for three years. Additional years of information will be added as the information becomes available.

COMBINING FINANCIAL STATEMENTS

These financial statements provide a more detailed view of the nonmajor funds that were combined for the governmental activities in the fund financial statements.

Also, budgetary comparison schedules are presented for the major Capital Improvement Fund and each nonmajor governmental fund.

CITY OF OLDSMAR, FLORIDA

COMBINING BALANCE SHEET - OTHER GOVERNMENTAL FUNDS

September 30, 2020

	Special Revenue Funds			Debt Service Fund	Total Other Governmental Funds
	Public Safety	Parkland Dedication	Multimodal Impact	Veteran's Park	
ASSETS					
Cash, pooled cash and cash equivalents	\$ 1,075,731	\$ 133,349	\$ 213,034	\$ 147,277	\$ 1,569,391
TOTAL ASSETS	<u>\$ 1,075,731</u>	<u>\$ 133,349</u>	<u>\$ 213,034</u>	<u>\$ 147,277</u>	<u>\$ 1,569,391</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 1,327	\$ -	\$ -	\$ -	\$ 1,327
Due to Other Governments	-	-	22,529	-	22,529
TOTAL LIABILITIES	1,327	-	22,529	-	23,856
FUND BALANCES					
Restricted for:					
Fire Suppression	1,063,049	-	-	-	1,063,049
Capital Projects	-	133,349	-	-	133,349
Debt Service	-	-	-	147,277	147,277
Transportation	-	-	190,505	-	190,505
COMMITTED TO:					
Capital Projects	11,355	-	-	-	11,355
TOTAL FUND BALANCES	<u>1,074,404</u>	<u>133,349</u>	<u>190,505</u>	<u>147,277</u>	<u>1,545,535</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,075,731</u>	<u>\$ 133,349</u>	<u>\$ 213,034</u>	<u>\$ 147,277</u>	<u>\$ 1,569,391</u>

CITY OF OLDSMAR, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS

For the year ended September 30, 2020

	Special Revenue Funds			Debt Service Fund	
	Public Safety	Parkland Dedication	Multimodal Impact	Veteran's Park	Total Other Governmental Funds
REVENUES					
Utility taxes	\$ -	\$ -	\$ -	\$ 171,208	\$ 171,208
Investment Income	10,508	497	418	-	11,423
Impact fees	6,924	2,800	24,033	-	33,757
TOTAL REVENUES	17,432	3,297	24,451	171,208	216,388
EXPENDITURES					
Capital outlay	248,662	-	-	-	248,662
Debt service					
Principal retirement	-	-	-	161,000	161,000
Interest and other charges	-	-	-	10,208	10,208
TOTAL EXPENDITURES	248,662	-	-	171,208	419,870
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(231,230)	3,297	24,451	-	(203,482)
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	15,585	-	-	-	15,585
Transfers in (out)	147,385	-	-	-	147,385
TOTAL OTHER FINANCING SOURCES (USES)	162,970	-	-	-	162,970
NET CHANGE IN FUND BALANCES	(68,260)	3,297	24,451	-	(40,512)
FUND BALANCES BEGINNING	1,142,664	130,052	166,054	147,277	1,586,047
FUND BALANCES ENDING	\$ 1,074,404	\$ 133,349	\$ 190,505	\$ 147,277	\$ 1,545,535

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUND - CAPITAL IMPROVEMENT FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Over (Under)
RESOURCES (INFLOWS):				
Sales tax	\$ 1,195,000	\$ 1,195,000	\$ 1,154,619	\$ (40,381)
Intergovernmental revenues	3,500,000	3,500,000	88	(3,499,912)
Interfund transfers	300,000	300,000	300,000	-
Investment income	70,000	70,000	84,885	14,885
Charges for services	-	-	3,150	3,150
Issuance of debt	1,650,000	1,650,000	1,268,050	(381,950)
AMOUNTS AVAILABLE FOR APPROPRIATION	6,715,000	6,715,000	2,810,792	(3,904,208)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Capital outlay	6,780,000	9,570,305	2,558,243	(7,012,062)
Debt service				
Interest and other charges	100,000	100,000	15,839	(84,161)
Reserve for infrastructure	915,000	915,000	-	(915,000)
TOTAL CHARGES TO APPROPRIATIONS	7,795,000	10,585,305	2,574,082	(8,011,223)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	(1,080,000)	(3,870,305)	236,710	4,107,015
FUND BALANCE - BEGINNING OF YEAR	5,714,341	5,714,341	5,714,341	-
FUND BALANCE - END OF YEAR	\$ 4,634,341	\$ 1,844,036	\$ 5,951,051	\$ 4,107,015

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

SOURCES/INFLOWS OF RESOURCES

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 2,810,792
Differences - budget to GAAP:	
Interfund Transfers	(300,000)
Issuance of debt	(1,268,050)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 1,242,742

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 2,574,082
Differences - budget to GAAP:	
None	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 2,574,082

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE

NON MAJOR GOVERNMENTAL FUND - VETERANS MEMORIAL PARK - DEBT SERVICE FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
	Original	Final		
RESOURCES (INFLOWS):				
Utility taxes	\$ 171,215	\$ 171,215	\$ 171,208	\$ (7)
AMOUNTS AVAILABLE FOR APPROPRIATION	171,215	171,215	171,208	(7)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Debt Service				
Principal Retirement	161,000	161,000	161,000	-
Interest and other charges	10,215	10,215	10,208	(7)
TOTAL CHARGES TO APPROPRIATIONS	171,215	171,215	171,208	(7)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	-	-	-	-
FUND BALANCE - BEGINNING OF YEAR	147,277	147,277	147,277	-
FUND BALANCE - END OF YEAR	\$ 147,277	\$ 147,277	\$ 147,277	\$ -

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

SOURCES/INFLOWS OF RESOURCES

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 171,208
Differences - budget to GAAP:	
None	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 171,208

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 171,208
Differences - budget to GAAP:	
None	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 171,208

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE

NON-MAJOR GOVERNMENTAL FUND - PUBLIC SAFETY IMPACT - SPECIAL REVENUE FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Over (Under)
RESOURCES (INFLOWS):				
Impact fees	\$ 37,000	\$ 37,000	\$ 6,924	\$ (30,076)
Interfund Transfers	125,000	150,000	147,385	(2,615)
Investment income	7,000	7,000	10,508	3,508
Proceeds from sale of capital assets	-	-	15,585	15,585
AMOUNTS AVAILABLE FOR APPROPRIATION	169,000	194,000	180,402	(13,598)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Capital Outlay	150,000	365,580	248,662	(116,918)
Reserve for equipment	19,000	44,000	-	(44,000)
TOTAL CHARGES TO APPROPRIATIONS	169,000	409,580	248,662	(160,918)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	-	(215,580)	(68,260)	147,320
FUND BALANCE - BEGINNING OF YEAR	1,142,664	1,142,664	1,142,664	-
FUND BALANCE - END OF YEAR	<u>\$ 1,142,664</u>	<u>\$ 927,084</u>	<u>\$ 1,074,404</u>	<u>\$ 147,320</u>

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

SOURCES/INFLOWS OF RESOURCES

Actual amounts (budgetary basis) "available for appropriation" from the
budgetary comparison schedule.

\$ 180,402

Differences - budget to GAAP:

Proceeds from the sale of capital assets are inflows of budgetary resources
not revenues for financial reporting purposes.

(15,585)

Interfund Transfers

(147,385)

Total revenues as reported on the statement of revenues, expenditures, and
changes in fund balances - governmental funds.\$ 17,432

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from
the budgetary comparison schedule.

\$ 248,662

Differences - budget to GAAP:

None

-Total expenditures as reported on the statement of revenues, expenditures,
and changes in fund balances - governmental funds.\$ 248,662

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE

NON-MAJOR GOVERNMENTAL FUND - PARKLAND DEDICATION - SPECIAL REVENUE FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Over
				(Under)
RESOURCES (INFLOWS):				
Land dedication fees	\$ 70,000	\$ 70,000	\$ 2,800	\$ (67,200)
Investment income	500	500	497	(3)
AMOUNTS AVAILABLE FOR APPROPRIATION	70,500	70,500	3,297	(67,203)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Reserve for Improvements	70,500	70,500	-	(70,500)
TOTAL CHARGES TO APPROPRIATIONS	70,500	70,500	-	(70,500)
EXCESS (DEFICIENCY) OF RESOURCES OVER				
CHARGES TO APPROPRIATIONS	-	-	3,297	3,297
FUND BALANCE - BEGINNING OF YEAR	130,052	130,052	130,052	-
FUND BALANCE - END OF YEAR	\$ 130,052	\$ 130,052	\$ 133,349	\$ 3,297

EXPLANATION OF DIFFERENCES BETWEEN BUDUGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES
SOURCES/INFLOWS OF RESOURCESActual amounts (budgetary basis) "available for appropriation" from the
budgetary comparison schedule.

\$ 3,297

Differences - budget to GAAP:

None

-

Total revenues as reported on the statement of revenues, expenditures, and
changes in fund balances - governmental funds.

\$ 3,297

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from
the budgetary comparison schedule.

\$ -

Differences - budget to GAAP:

None

-

Total expenditures as reported on the statement of revenues, expenditures,
and changes in fund balances - governmental funds.

\$ -

CITY OF OLDSMAR, FLORIDA

BUDGETARY COMPARISON SCHEDULE

NON-MAJOR GOVERNMENTAL FUND - MULTIMODAL IMPACT - SPECIAL REVENUE FUND

For the year ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Over
				(Under)
RESOURCES (INFLOWS):				
Impact fees	\$ 70,000	\$ 70,000	\$ 24,033	\$ (45,967)
Investment income	500	500	418	(82)
AMOUNTS AVAILABLE FOR APPROPRIATION	70,500	70,500	24,451	(46,049)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Reserve for street improvements	70,500	70,500	-	(70,500)
TOTAL CHARGES TO APPROPRIATIONS	70,500	70,500	-	(70,500)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	-	-	24,451	24,451
FUND BALANCE - BEGINNING OF YEAR	166,054	166,054	166,054	-
FUND BALANCE - END OF YEAR	<u>\$ 166,054</u>	<u>\$ 166,054</u>	<u>\$ 190,505</u>	<u>\$ 24,451</u>

EXPLANATION OF DIFFERENCES BETWEEN BUDUGETARY INFLOWS AND
OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

SOURCES/INFLOWS OF RESOURCES

Actual amounts (budgetary basis) "available for appropriation" from the
budgetary comparison schedule.

\$ 24,451

Differences - budget to GAAP:

None

-

Total revenues as reported on the statement of revenues, expenditures, and
changes in fund balances - governmental funds.\$ 24,451

USES/OUTFLOWS OF RESOURCES

Actual amounts (budgetary basis) "total charges to appropriations" from
the budgetary comparison schedule.

\$ -

Differences - budget to GAAP:

None

-

Total expenditures as reported on the statement of revenues, expenditures,
and changes in fund balances - governmental funds.\$ -

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OTHER SUPPLEMENTARY INFORMATION

This information is presented to provide greater detailed information than reported in the preceding financial statements. This information is not necessary for fair presentation in conformity with Generally Accepted Accounting Principles.

CITY OF OLDSMAR, FLORIDA

SCHEDULE OF OPERATIONS - ACTUAL AND BUDGET
WATER AND SEWER FUND

For the year ended September 30, 2020

	Budgetary Basis Actual	Budget	Variance Over (Under)
OPERATING REVENUES			
User charges	\$ 8,209,463	\$ 7,675,000	\$ 534,463
Fees	211,748	225,500	(13,752)
Other income	25,442	46,500	(21,058)
TOTAL OPERATING REVENUES	8,446,653	7,947,000	499,653
EXPENSES			
Salaries, wages and benefits	2,874,094	3,011,810	(137,716)
Contract services	489,424	659,930	(170,506)
Utilities	393,071	447,800	(54,729)
Operating supplies	369,714	508,090	(138,376)
Repairs and maintenance	199,983	293,320	(93,337)
Other expense	255,670	304,105	(48,435)
Expense allocation	284,800	284,800	-
Capital outlay	1,890,389	5,410,585	(3,520,196)
Reserve for renewal and replacement	-	405,440	(405,440)
TOTAL EXPENSES	6,757,145	11,325,880	(4,568,735)
OPERATING INCOME/(LOSS)	1,689,508	(3,378,880)	5,068,388
NONOPERATING REVENUES (EXPENSES)			
Investment income	284,638	102,000	182,638
Intergovernmental revenue	532,294	532,500	(206)
Gain (loss) on disposal of capital assets	17,786	10,000	7,786
Miscellaneous income	11,557	3,000	8,557
Debt service principal retirement	(532,067)	(532,075)	8
Interest expense and fiscal charges	(157,595)	(161,790)	4,195
TOTAL NONOPERATING REVENUES (EXPENSES)	156,613	(46,365)	202,978
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	1,846,121	(3,425,245)	5,271,366
CONTRIBUTIONS AND TRANSFERS			
Capital contributions	99,850	180,000	(80,150)
Net assets allocation	-	3,245,245	(3,245,245)
EXCESS (DEFICIT) OF REVENUES OVER EXPENSES PER BUDGET RESOLUTIONS	\$ 1,945,971	\$ -	\$ 1,945,971
ADJUSTMENTS TO RECONCILE TO STATEMENT OF REVENUES AND EXPENSES - GAAP BASIS			
Depreciation	(1,858,021)		
Debt service principal retirement	532,067		
Capital Outlay	1,890,389		
CHANGE IN NET POSITION - GAAP BASIS	\$ 2,510,406		

CITY OF OLDSMAR, FLORIDA

SCHEDULE OF OPERATIONS - ACTUAL AND BUDGET
STORMWATER UTILITY FUND

For the year ended September 30, 2020

	Budgetary Basis Actual	Budget	Variance Over (Under)
OPERATING REVENUES			
Fees	\$ 939,601	\$ 895,000	\$ 44,601
Other income	2,535	4,000	(1,465)
TOTAL OPERATING REVENUES	942,136	899,000	43,136
EXPENSES			
Salaries, wages and benefits	341,662	311,995	29,667
Contract services	47,199	55,350	(8,151)
Operating supplies	25,198	37,550	(12,352)
Repairs and maintenance	20,188	21,500	(1,312)
Other expense	43,395	49,760	(6,365)
Capital outlay	1,189,173	1,768,505	(579,332)
Expense allocation	42,200	42,200	-
Reserve for infrastructure	-	325,645	(325,645)
TOTAL EXPENSES	1,709,015	2,612,505	(903,490)
OPERATING INCOME/(LOSS)	(766,879)	(1,713,505)	946,626
NONOPERATING REVENUES (EXPENSES)			
Investment income	7,635	10,000	(2,365)
Issuance of debt	-	700,000	(700,000)
Gain (loss) on disposal of capital assets	5,152	10,000	(4,848)
Interest expense and fiscal charges	(11,667)	(60,000)	48,333
TOTAL NONOPERATING REVENUES (EXPENSES)	1,120	660,000	(658,880)
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(765,759)	(1,053,505)	287,746
CONTRIBUTIONS AND TRANSFERS			
Net assets allocation	-	1,053,505	(1,053,505)
EXCESS (DEFICIT) OF REVENUES OVER EXPENSES PER BUDGET RESOLUTIONS	\$ (765,759)	\$ -	\$ (765,759)
ADJUSTMENTS TO RECONCILE TO STATEMENT OF REVENUES AND EXPENSES - GAAP BASIS			
Depreciation	(287,910)		
Capital outlay	1,189,173		
CHANGE IN NET POSITION - GAAP BASIS	\$ 135,504		

CITY OF OLDSMAR, FLORIDA

SCHEDULE OF OPERATIONS - ACTUAL AND BUDGET
SOLID WASTE FUND

For the year ended September 30, 2020

	Budgetary Basis Actual	Budget	Variance Over (Under)
OPERATING REVENUES			
User charges	\$ 2,935,645	\$ 2,935,000	\$ 645
TOTAL REVENUES	\$ 2,935,645	\$ 2,935,000	\$ 645
EXPENDITURES			
Solid waste disposal	2,460,256	2,600,000	(139,744)
Other expense	52,192	61,235	(9,043)
Expense allocation	148,290	148,290	-
Reserve for infrastructure	-	156,265	(156,265)
TOTAL EXPENSES	2,660,738	2,965,790	(305,052)
OPERATING INCOME/(LOSS)	274,907	(30,790)	305,697
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental revenue	10,440	10,500	(60)
Investment income	10,635	12,000	(1,365)
TOTAL NONOPERATING REVENUES (EXPENSES)	21,075	22,500	(1,425)
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	295,982	(8,290)	304,272
CONTRIBUTIONS AND TRANSFERS			
Net assets allocation	-	8,290	(8,290)
EXCESS (DEFICIT) OF REVENUES OVER EXPENSES PER BUDGET RESOLUTIONS	\$ 295,982	\$ -	\$ 295,982
ADJUSTMENTS TO RECONCILE TO STATEMENT OF REVENUES AND EXPENSES - GAAP BASIS			
None	-		
CHANGE IN NET POSITION - GAAP BASIS	\$ 295,982		

CITY OF OLDSMAR, FLORIDA

RECONCILIATION OF TOTAL FUND BALANCE FOR THE GOVERNMENTAL FUNDS
TO TOTAL NET POSITION FOR GOVERNMENTAL ACTIVITIES

September 30, 2020

	Total Governmental Funds	Long-term Assets, Liabilities	Reclasses and Eliminations	Statement of Net Position Totals
ASSETS				
Cash, pooled cash and cash equivalents	\$ 12,792,260	\$ -	\$ -	\$ 12,792,260
Investments	3,267,696	-	(2,458,719)	808,977
Receivables				
Accounts and other	43,945	-	-	43,945
Due from other governments	89,266	-	-	89,266
Inventories	15,691	-	-	15,691
Prepaid items	679,736	-	-	679,736
Capital assets	-	84,662,343	-	84,662,343
Accumulated depreciation	-	(33,236,548)	-	(33,236,548)
Net pension asset	-	7,061	-	7,061
Investments, noncurrent	-	-	2,458,719	2,458,719
TOTAL ASSETS	16,888,594	51,432,856	-	68,321,450
DEFERRED OUTFLOWS OF RESOURCES				
OPEB	\$ -	\$ 1,603,202	\$ -	\$ 1,603,202
Defined benefit pension plans	-	56,561	-	56,561
TOTAL ASSETS and DEFERRED OUTFLOWS	\$ 16,888,594	\$ 53,092,619	\$ -	\$ 69,981,213
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 796,573	\$ -	\$ -	\$ 796,573
Retainage payable	190,968	-	-	190,968
Accrued items	346,004	(82,730)	-	263,274
Due to other governments	22,529	-	-	22,529
Current portion of long-term obligations	-	476,130	-	476,130
Compensated absences, long term	-	491,302	(491,302)	-
Other post employment benefits	-	1,140,536	-	1,140,536
Net pension liability	-	1,648,573	-	1,648,573
Noncurrent portion of long term debt	-	1,467,650	491,302	1,958,952
TOTAL LIABILITIES	1,356,074	5,141,461	-	6,497,535
DEFERRED INFLOWS OF RESOURCES				
Defined benefit pension plans	-	1,106,386	-	1,106,386
Local business tax receipts / Deferred revenue	127,321	-	-	127,321
OPEB plans	-	227,644	-	227,644
Unamortized bond refunding premium	-	10,970	-	10,970
TOTAL DEFERRED INFLOWS	127,321	1,345,000	-	1,472,321
TOTAL LIABILITIES AND DEF INFLOWS	1,483,395	6,486,461	-	7,969,856
TOTAL FUND BALANCES / NET POSITION	15,405,199	46,606,158	-	62,011,357
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES / NET POSITION	\$ 16,888,594	\$ 53,092,619	\$ -	\$ 69,981,213

CITY OF OLDSMAR, FLORIDA

RECONCILIATION OF NET CHANGE IN FUND BALANCES FOR THE GOVERNMENTAL FUNDS
TO CHANGE IN NET POSITION FOR GOVERNMENTAL ACTIVITIES

For the year ended September 30, 2020

	Total Governmental Funds	Capital Related Items	Long-term Pension, Debt Transactions	Rounding, Reclasses and Eliminations	Statement of Activities Totals
REVENUES					
Taxes					
Property taxes	\$ 5,732,634	\$ -	\$ -	\$ -	\$ 5,732,634
Sales taxes	1,154,619	-	-	-	1,154,619
Franchise fees	1,303,169	-	-	-	1,303,169
Utility taxes	1,511,629	-	-	-	1,511,629
Fire insurance premium tax	67,071	-	-	(67,071)	-
Communications services tax	753,897	-	-	-	753,897
Business tax receipts	160,885	-	-	(160,885)	-
Licenses, permits and fees	175,494	-	-	(175,494)	-
Intergovernmental revenue/State revenue sharing	2,595,421	-	-	(1,102,527)	1,492,894
Charges for services	304,293	-	-	1,597,870	1,902,163
Rents and royalties	131,790	-	-	(131,790)	-
Operating grants and contributions	-	-	-	297,437	297,437
Capital grants and contributions	-	-	-	399,460	399,460
Fines and forfeitures	100,120	-	-	(100,120)	-
Investment income	283,407	-	-	-	283,407
Impact fees	62,541	-	-	(62,541)	-
Gain from sale of capital asset	-	37,100	-	-	37,100
Miscellaneous revenues	588,534	-	-	(494,339)	94,195
TOTAL REVENUES	14,925,504	37,100	-	-	14,962,604
EXPENDITURES					
Current					
General Government	3,815,048	406,571	158,501	-	4,380,120
Law Enforcement	1,782,419	3,634	-	-	1,786,053
Fire Protection	2,313,617	221,560	(21,695)	-	2,513,482
Technical Services	374,807	3,273	8,315	-	386,395
Transportation and Drainage	935,967	576,076	33,703	-	1,545,746
Library	871,058	114,450	18,846	-	1,004,354
Parks and Recreation	2,158,175	926,381	12,597	-	3,097,153
Planning and Redevelopment	40,605	152,752	-	-	193,357
Capital Outlay	3,946,222	(3,946,222)	-	-	-
Debt Service					
Principal Retirement	161,000	-	(161,000)	-	-
Interest and other fiscal charges	26,047	-	(5,486)	-	20,561
TOTAL EXPENDITURES	16,424,965	(1,541,525)	43,781	-	14,927,221
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	38,794	(38,794)	-	-	-
Issuance of debt	1,268,050	-	(1,268,050)	-	-
Transfers In	447,385	-	-	(447,385)	-
Transfers out	(447,385)	-	-	447,385	-
TOTAL OTHER FINANCING SOURCES	1,306,844	(38,794)	(1,268,050)	-	-
NET CHANGE IN FUND BALANCES	\$ (192,617)	\$ 1,539,831	\$ (1,311,831)	\$ -	\$ 35,383

CITY OF OLDSMAR

SCHEDULE OF EMS ALLOWABLE COSTS - ACTUAL AND BUDGET

For the year ended September 30, 2020

	Budgetary Basis Actual	Budget	Variance Over (Under)
REVENUES			
EMS reimbursement	\$ 491,751	\$ 491,751	\$ -
Reflected in the Statement of Activities on page 18 as:			
Fire Protection - charges for services	\$ 530,259		
Composed of:			
EMS reimbursement	\$ 487,151		
Allowable overhead and station cost FY 093019	4,600		
Fire protection service	31,584		
Public safety impact fees	6,924		
Total Fire Protection - charges for services	\$ 530,259		
EXPENSES			
Salaries, wages and employee benefits	\$ 458,388	\$ 456,701	\$ 1,687
Medical services	1,509	1,150	359
Accounting and auditing	3,100	2,200	900
Insurance	5,778	5,000	778
Repairs and maintenance	12,011	12,250	(239)
Fuel	4,442	6,850	(2,408)
Uniforms	1,750	2,000	(250)
Licenses, permits and certifications	1,458	1,000	458
Station/overhead	4,600	4,600	-
	\$ 493,036	\$ 491,751	\$ 1,285
Reflected in the Statement of Activities on page 18 as:			
Fire Protection - expenses	\$ 2,513,482		
Composed of:			
EMS expenses	\$ 493,036		
Fire expenses	2,020,446		
Total Fire Protection - Expenses	\$ 2,513,482		

STATISTICAL SECTION

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends and the fiscal activities of the government.

SCHEDULE OF FINANCIAL TRENDS INFORMATION

These schedules contain trend information to help the reader understand how the City's financial performance has changed over time.

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City of Oldsmar
Schedule 1
Net Position by Component
Last Ten Fiscal Years

	2011	2012	2013	2014
Governmental activities				
Net investment in capital assets	\$ 44,918,527	\$ 44,789,124	\$ 47,442,048	\$ 48,951,705
Restricted	1,838,919	2,103,146	1,115,915	2,101,705
Unrestricted	5,488,222	6,067,486	5,843,262	5,840,837
Total governmental activities net position	<u>\$ 52,245,668</u>	<u>\$ 52,959,756</u>	<u>\$ 54,401,225</u>	<u>\$ 56,894,247</u>
Business-type activities				
Net investment in capital assets	\$ 24,746,198	\$ 36,368,932	\$ 34,576,558	\$ 34,804,657
Restricted	4,231,692	1,418,506	1,512,571	1,493,037
Unrestricted	3,836,700	97,146	2,882,636	3,582,913
Total business-type activities net position	<u>\$ 32,814,590</u>	<u>\$ 37,884,584</u>	<u>\$ 38,971,765</u>	<u>\$ 39,880,607</u>
Primary Government				
Net investment in capital assets	\$ 69,664,725	\$ 81,158,056	\$ 82,018,606	\$ 83,756,362
Restricted	6,070,611	3,521,652	2,628,486	3,594,742
Unrestricted	9,324,922	6,164,632	8,725,898	9,423,750
Total primary government activities net position	<u>\$ 85,060,258</u>	<u>\$ 90,844,340</u>	<u>\$ 93,372,990</u>	<u>\$ 96,774,854</u>

2015	2016	2017	2018	2019	2020
\$ 55,250,819	\$ 48,802,822	\$ 48,333,907	\$ 48,394,854	\$ 49,115,508	\$ 49,553,775
3,270,470	4,342,120	5,735,950	8,324,860	8,601,632	9,283,857
709,616	6,347,706	5,640,247	3,698,222	4,258,834	3,173,725
<u>\$ 59,230,905</u>	<u>\$ 59,492,648</u>	<u>\$ 59,710,104</u>	<u>\$ 60,417,936</u>	<u>\$ 61,975,974</u>	<u>\$ 62,011,357</u>
\$ 33,912,721	\$ 33,805,583	\$ 33,758,439	\$ 33,898,285	\$ 35,266,543	\$ 35,792,806
1,644,321	1,774,330	1,917,231	1,205,209	1,360,222	1,468,141
5,216,989	6,556,423	8,519,015	11,158,737	12,264,227	14,571,937
<u>\$ 40,774,031</u>	<u>\$ 42,136,336</u>	<u>\$ 44,194,685</u>	<u>\$ 46,262,231</u>	<u>\$ 48,890,992</u>	<u>\$ 51,832,884</u>
\$ 89,163,540	\$ 82,608,405	\$ 82,092,346	\$ 82,293,139	\$ 84,382,051	\$ 85,346,581
4,914,791	6,116,450	7,653,181	9,530,069	9,961,854	10,751,998
5,926,605	12,904,129	14,159,262	14,856,959	16,523,061	17,745,662
<u>\$ 100,004,936</u>	<u>\$ 101,628,984</u>	<u>\$ 103,904,789</u>	<u>\$ 106,680,167</u>	<u>\$ 110,866,966</u>	<u>\$ 113,844,241</u>

City of Oldsmar
Schedule 2
Changes in Net Position
Last Ten Fiscal Years

	2011	2012	2013	2014	2015
Expenses					
Governmental activities:					
General Government	\$ 3,046,763	\$ 3,162,820	\$ 3,254,536	\$ 3,370,916	\$ 3,595,857
Law Enforcement	1,534,252	1,566,145	1,767,674	1,764,468	1,809,188
Fire Protection	2,460,618	2,251,609	2,184,053	2,021,776	1,909,404
Technical Services/Community Redevelopment	348,023	286,762	363,053	346,331	372,674
Public Works/Transportation	1,690,844	1,608,024	1,569,245	1,646,974	1,675,173
Culture and Recreation/Library, Parks and Rec	3,188,818	3,209,888	3,281,618	3,364,435	3,468,799
Interest and fiscal charges on long-term debt	87,649	82,745	103,112	20,849	18,322
Total governmental activities expenses	<u>12,356,967</u>	<u>12,167,993</u>	<u>12,523,291</u>	<u>12,535,749</u>	<u>12,849,417</u>
Business-type activities:					
Water/Distribution and Collection	3,390,235	3,503,772	-	-	-
Sewer/Water Reclamation	2,710,024	2,471,037	3,575,192	3,461,871	3,501,209
Reclaimed water/Reverse Osmosis water plant	209,758	287,949	3,087,764	2,995,966	3,117,614
Stormwater utility	578,322	640,495	674,956	742,922	694,281
Solid waste	2,240,027	2,308,691	2,297,004	2,381,572	2,571,553
Total business-type activities expenses	<u>9,128,366</u>	<u>9,211,944</u>	<u>9,634,916</u>	<u>9,582,331</u>	<u>9,884,657</u>
Total primary government expenses	<u>\$ 21,485,333</u>	<u>\$ 21,379,937</u>	<u>\$ 22,158,207</u>	<u>\$ 22,118,080</u>	<u>\$ 22,734,074</u>
Program Revenues					
Governmental activities:					
Charges for services	\$ 1,551,116	\$ 1,809,498	\$ 2,244,671	\$ 2,197,517	\$ 2,092,515
Operating grants and contributions	317,553	349,696	328,608	302,852	335,320
Capital grants and contributions	505,400	487,144	1,286,131	1,664,180	1,931,041
Total governmental activities program revenues	<u>\$ 2,374,069</u>	<u>\$ 2,646,338</u>	<u>\$ 3,859,410</u>	<u>\$ 4,164,549</u>	<u>\$ 4,358,876</u>
Business-type activities:					
Charges for services	\$ 9,389,910	\$ 9,612,355	\$ 9,666,398	\$ 9,779,848	\$ 10,337,154
Operating grants and contributions	23,167	35,827	23,113	23,136	21,036
Capital grants and contributions	2,726,800	3,824,234	425,020	161,321	61,203
Total business-type activities program revenues	<u>12,139,877</u>	<u>13,472,416</u>	<u>10,114,531</u>	<u>9,964,305</u>	<u>10,419,393</u>
Total primary government program revenues	<u>\$ 14,513,946</u>	<u>\$ 16,118,754</u>	<u>\$ 13,973,941</u>	<u>\$ 14,128,854</u>	<u>\$ 14,778,269</u>
Net (Expense)/Revenue					
Governmental activities net expense	\$ (9,982,898)	\$ (9,521,655)	\$ (8,663,881)	\$ (8,371,200)	\$ (8,490,541)
Business-type activities net expense	3,011,511	4,260,472	479,615	381,974	534,736
Total primary government net expense	<u>\$ (6,971,387)</u>	<u>\$ (5,261,183)</u>	<u>\$ (8,184,266)</u>	<u>\$ (7,989,226)</u>	<u>\$ (7,955,805)</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes	\$ 4,500,720	\$ 4,287,547	\$ 4,236,658	\$ 4,355,617	\$ 4,669,724
Franchise fees	1,477,506	1,420,070	1,376,347	1,432,786	1,456,699
Utility taxes	1,438,663	1,394,453	1,396,466	1,458,828	1,472,143
Communication services tax	1,415,554	1,304,078	1,242,248	1,149,968	1,093,287
Sales and use taxes	403,112	459,997	518,172	877,289	910,282
State revenue sharing	1,073,065	1,116,138	1,138,481	1,275,061	1,356,324
Investment income	73,015	110,911	37,258	14,241	123,499
Miscellaneous and transfers	110,360	142,549	189,719	300,432	149,860
Total governmental activities	<u>10,491,995</u>	<u>10,235,743</u>	<u>10,135,349</u>	<u>10,864,222</u>	<u>11,231,818</u>
Business-type activities					
State and local revenue sharing	750,000	750,000	750,000	467,495	532,500
Investment income	59,584	53,927	16,672	48,588	92,977
Miscellaneous	18,593	5,595	17,147	10,785	26,693
Total business-type activities	<u>828,177</u>	<u>809,522</u>	<u>783,819</u>	<u>526,868</u>	<u>652,170</u>
Total primary government	<u>\$ 11,320,172</u>	<u>\$ 11,045,265</u>	<u>\$ 10,919,168</u>	<u>\$ 11,391,090</u>	<u>\$ 11,883,988</u>
Change in Net Position					
Governmental activities	\$ 509,097	\$ 714,088	\$ 1,471,468	\$ 2,493,022	\$ 2,741,277
Business-type activities	3,839,688	5,069,994	1,263,434	908,842	1,186,906
Total primary government	<u>\$ 4,348,785</u>	<u>\$ 5,784,082</u>	<u>\$ 2,734,902</u>	<u>\$ 3,401,864</u>	<u>\$ 3,928,183</u>

Note:

Beginning in 2013 Reclaimed water is shown as a component of Sewer/Water Reclamation. Water distribution and collection costs are allocated between Water reclamation and Reverse osmosis water plant.

2016	2017	2018	2019	2020
\$ 3,630,907	\$ 4,119,934	\$ 4,248,085	\$ 4,259,706	\$ 4,380,120
1,619,201	1,643,239	1,694,673	1,750,645	1,786,053
2,112,052	2,239,771	2,396,878	2,485,517	2,513,482
546,533	525,158	571,933	616,396	579,752
1,677,230	1,695,784	1,556,622	1,459,704	1,545,746
3,900,977	3,927,298	3,947,069	4,007,853	4,101,507
15,714	13,044	10,320	71,382	20,561
13,502,614	14,164,228	14,425,580	14,651,203	14,927,221
-	-	-	-	-
3,559,372	3,336,571	3,319,181	3,327,698	3,337,521
2,989,204	3,218,103	3,187,687	3,572,030	3,544,851
682,700	721,802	719,270	772,762	819,419
2,603,487	2,681,736	2,781,091	2,636,579	2,660,738
9,834,763	9,958,212	10,007,229	10,309,069	10,362,529
\$ 23,337,377	\$ 24,122,440	\$ 24,432,809	\$ 24,960,272	\$ 25,289,750
\$ 1,929,184	\$ 2,197,295	\$ 2,309,072	\$ 2,482,267	\$ 1,902,163
326,871	544,793	813,703	558,099	297,437
482,718	320,747	386,789	618,763	399,460
\$ 2,738,773	\$ 3,062,835	\$ 3,509,564	\$ 3,659,129	\$ 2,599,060
\$ 10,536,367	\$ 11,063,579	\$ 11,393,875	\$ 11,782,487	\$ 12,324,434
10,485	10,435	10,486	34,067	10,440
28,109	305,757	312,594	145,339	99,850
10,574,961	11,379,771	11,716,955	11,961,893	12,434,724
\$ 13,313,734	\$ 14,442,606	\$ 15,226,519	\$ 15,621,022	\$ 15,033,784
\$ (10,763,841)	\$ (11,101,393)	\$ (10,916,016)	\$ (10,992,074)	\$ (12,328,161)
740,198	1,421,559	1,709,726	1,652,824	2,072,195
\$ (10,023,643)	\$ (9,679,834)	\$ (9,206,290)	\$ (9,339,250)	\$ (10,255,966)
\$ 4,545,289	\$ 4,861,168	\$ 5,024,275	\$ 5,289,111	\$ 5,732,634
1,454,907	1,388,566	1,403,988	1,416,607	1,303,169
1,492,720	1,520,236	1,568,462	1,578,341	1,511,629
998,257	827,924	799,160	754,187	753,897
984,964	1,026,437	1,095,543	1,175,756	1,154,619
1,410,558	1,458,450	1,518,745	1,562,537	1,492,894
139,540	82,447	100,823	441,221	283,407
131,571	153,621	392,516	332,352	131,295
11,157,806	11,318,849	11,903,512	12,550,112	12,363,544
532,397	532,500	532,500	532,500	532,294
78,732	67,897	118,263	432,486	302,908
10,978	36,393	(206,928)	10,951	34,495
622,107	636,790	443,835	975,937	869,697
\$ 11,779,913	\$ 11,955,639	\$ 12,347,347	\$ 13,526,049	\$ 13,233,241
\$ 393,965	\$ 217,456	\$ 987,496	\$ 1,558,038	\$ 35,383
1,362,305	2,058,349	2,153,561	2,628,761	2,941,892
\$ 1,756,270	\$ 2,275,805	\$ 3,141,057	\$ 4,186,799	\$ 2,977,275

City of Oldsmar
Schedule 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2011	2012	2013	2014
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	95,476	144,977	1,159,871	853,292
Committed to capital projects	109,856	222,907	983,342	942,740
Assigned to:				
CERT	15,000	7,000	-	-
Insurance	511,630	529,345	539,294	525,293
Art improvements	-	-	-	-
Disaster Recovery	-	-	-	-
Appropriated reserve	1,556,549	1,506,006	1,500,000	1,500,000
Unassigned	3,585,464	4,130,595	2,291,170	3,130,890
Total general fund	<u>\$ 5,873,975</u>	<u>\$ 6,540,830</u>	<u>\$ 6,473,677</u>	<u>\$ 6,952,215</u>
All Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted for:				
Capital projects	469,339	786,855	807,745	1,394,859
CRA	5,049	378,478	-	-
Debt service	43,296	139,715	139,864	141,549
Fire suppression	230,344	165,637	170,998	55,589
Transportation improvements	-	-	70,200	96,785
Committed to:				
Capital projects	708,500	155,715	448,083	45,423
Assigned to:				
Transportation improvements	245,577	285,676	-	-
Appropriated reserve	136,815	191,070	148,000	367,500
Unassigned	-	-	(668,975)	(414,247)
Total all other governmental funds	<u>\$ 1,838,920</u>	<u>\$ 2,103,146</u>	<u>\$ 1,115,915</u>	<u>\$ 1,687,458</u>

2015	2016	2017	2018	2019	2020
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
619,069	370,083	127,089	114,441	102,606	122,391
57,371	170,092	106,019	434,891	430,452	147,727
-	-	-	-	-	-
541,489	563,127	565,542	556,862	579,159	604,873
-	-	25,674	29,551	2,185	4,622
-	-	-	-	117,742	212,545
1,500,000	1,500,000	2,000,000	2,000,000	2,000,000	2,000,000
4,411,817	5,157,235	4,599,096	2,952,028	3,764,040	3,029,184
<u>\$ 7,129,746</u>	<u>\$ 7,760,537</u>	<u>\$ 7,423,420</u>	<u>\$ 6,087,773</u>	<u>\$ 6,996,184</u>	<u>\$ 6,121,342</u>
\$ -	\$ 435,846	\$ 396,394	\$ 376,630	\$ 329,826	\$ 573,036
2,144,636	2,825,670	4,087,124	4,649,888	1,644,271	5,306,949
24,058	165,487	892,814	597,098	968,440	1,669,012
147,276	147,276	142,276	147,277	147,277	147,277
134,857	44,322	36,624	758,240	927,086	1,063,049
46,947	30,521	37,174	111,641	166,054	190,505
527,254	148,698	92,544	140,086	3,338,678	2,123,721
-	-	-	-	-	-
269,500	544,300	46,000	1,544,000	1,080,000	-
-	-	-	-	-	(1,789,692)
<u>\$ 3,294,528</u>	<u>\$ 4,342,120</u>	<u>\$ 5,730,950</u>	<u>\$ 8,324,860</u>	<u>\$ 8,601,632</u>	<u>\$ 9,283,857</u>

City of Oldsmar
Schedule 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2011	2012	2013	2014
Revenues				
Taxes	\$ 9,345,265	\$ 8,976,565	\$ 8,616,629	\$ 9,391,492
Licenses, permits and charges for services	592,741	707,290	734,139	903,538
Intergovernmental revenue	2,128,755	2,189,075	3,276,563	3,383,897
Fines and forfeitures	183,928	267,524	601,194	436,436
Miscellaneous revenue	626,737	754,863	733,500	763,864
Total revenues	<u>12,877,426</u>	<u>12,895,317</u>	<u>13,962,025</u>	<u>14,879,227</u>
Expenditures				
General Government	2,703,988	2,726,600	2,110,427	2,931,858
Public Safety	3,844,218	3,693,101	3,831,140	3,622,629
Physical Environment	1,293,887	1,175,027	1,860,695	1,235,254
Culture and Recreation	2,518,328	2,528,643	2,584,740	2,679,704
Capital outlay	3,410,447	1,656,716	4,516,543	3,727,798
Debt service				
Principal retirement	100,000	110,000	-	141,000
Interest and fiscal charges	91,550	86,645	63,663	26,335
Total expenditures	<u>13,962,418</u>	<u>11,976,732</u>	<u>14,967,208</u>	<u>14,364,578</u>
Excess of revenues over (under) expenditures	(1,084,992)	918,585	(1,005,183)	514,649
Other Financing Sources (Uses)				
Refunding bonds proceeds	-	-	1,550,000	-
Payment to refunded bond escrow agent	-	-	(1,649,735)	-
Issuance of debt	-	-	-	-
Proceeds from sale of capital assets	7,992	12,496	50,534	535,432
Transfers in	35,000	-	-	100,000
Transfers out	(35,000)	-	-	(100,000)
Total other financing sources (uses)	<u>7,992</u>	<u>12,496</u>	<u>(49,201)</u>	<u>535,432</u>
Net change in fund balances	(1,077,000)	931,081	(1,054,384)	1,050,081
Fund balances - beginning of year	<u>-</u>	<u>7,712,895</u>	<u>8,643,976</u>	<u>7,589,592</u>
Fund balances - end of year	<u>\$ (1,077,000)</u>	<u>\$ 8,643,976</u>	<u>\$ 7,589,592</u>	<u>\$ 8,639,673</u>
Debt service as a percentage of noncapital expenditures	1.8%	1.9%	0.6%	1.6%

2015	2016	2017	2018	2019	2020
\$ 9,449,002	\$ 9,575,711	\$ 9,705,954	\$ 9,961,606	\$ 10,283,607	\$ 10,523,019
809,964	815,767	981,833	1,050,674	1,049,513	640,672
4,166,542	2,497,424	2,593,855	2,933,900	2,983,453	2,595,421
192,056	143,321	153,596	126,929	145,245	100,120
966,163	860,484	910,348	1,057,082	1,728,111	1,066,272
15,583,727	13,892,707	14,345,586	15,130,191	16,189,929	14,925,504
3,153,244	3,115,252	3,536,679	3,735,150	3,733,765	3,815,048
3,586,594	3,578,333	3,561,122	3,785,804	3,907,630	4,096,036
1,274,888	1,329,238	1,437,968	1,394,076	1,317,643	1,351,379
2,712,822	2,955,570	2,979,454	2,955,708	2,955,931	3,029,233
3,409,149	1,405,954	1,895,343	2,128,012	2,985,680	3,946,222
143,000	150,000	150,000	156,000	156,000	161,000
23,808	21,200	18,530	15,806	76,868	26,047
14,303,505	12,555,547	13,579,096	14,170,556	15,133,517	16,424,965
1,280,222	1,337,160	766,490	959,635	1,056,412	(1,499,461)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	100,000	1,268,050
504,379	341,223	290,223	43,627	28,771	38,794
740,000	325,000	745,000	1,250,000	-	447,385
(740,000)	(325,000)	(745,000)	(1,000,000)	-	(447,385)
504,379	341,223	290,223	293,627	128,771	1,306,844
1,784,601	1,678,383	1,056,713	1,253,262	1,185,183	(192,617)
8,639,673	10,424,274	12,102,657	13,159,371	14,412,633	15,597,816
\$ 10,424,274	\$ 12,102,657	\$ 13,159,371	\$ 14,412,633	\$ 15,597,816	\$ 15,405,199
1.5%	1.5%	1.4%	1.4%	1.9%	1.5%

City of Oldsmar
Schedule 5
Program Revenue by Function / Program
Last Ten Fiscal Years

	2011	2012	2013
Function / Program			
Governmental activities:			
Charges for services			
General Government	\$ 713,598	\$ 717,813	\$ 1,476,041
Law Enforcement	-	85,295	-
Fire Protection	401,944	427,134	447,356
Technical Services/Community Redevelopment	91,474	149,035	26,977
Public Works/Transportation and Drainage	94,943	140,356	45,857
Culture and Recreation	249,157	289,865	248,440
Total charges for services	<u>1,551,116</u>	<u>1,809,498</u>	<u>2,244,671</u>
Operating grants and contributions			
General Government	500	15,115	3,400
Fire Protection	115,945	120,106	122,786
Culture and Recreation	201,108	214,475	202,422
Total operating grants and contributions	<u>317,553</u>	<u>349,696</u>	<u>328,608</u>
Capital grants and contributions			
General Government	-	-	-
Law Enforcement	5,248	3,841	2,684
Fire Protection	-	-	-
Public Works/Transportation	90,921	369,211	3,199
Community Redevelopment	-	-	-
Culture and Recreation	409,231	114,092	1,280,248
Total capital grants and contributions	<u>505,400</u>	<u>487,144</u>	<u>1,286,131</u>
Sub-total governmental activities	<u>2,374,069</u>	<u>2,646,338</u>	<u>3,859,410</u>
Business-type activities:			
Charges for services			
Water/Distribution and Collection	3,423,459	3,832,550	-
Sewer/Water Reclamation	2,823,148	2,960,689	3,124,453
Reclaimed/Reverse Osmosis water plant	367,302	-	3,778,087
Stormwater Utility	490,027	578,122	513,380
Solid Waste	2,285,974	2,240,994	2,250,478
Total charges for services	<u>9,389,910</u>	<u>9,612,355</u>	<u>9,666,398</u>
Operating grants and contributions			
Water Reclamation	-	12,640	-
Stormwater Utility	12,667	12,667	12,667
Solid Waste	10,500	10,520	10,446
Total operating grants and contributions	<u>23,167</u>	<u>35,827</u>	<u>23,113</u>
Capital grants and contributions			
Water/Reverse Osmosis water plant	2,685,122	3,824,234	199,171
Water Reclamation	-	-	225,849
Stormwater Utility	41,678	-	-
Total capital grants and contributions	<u>2,726,800</u>	<u>3,824,234</u>	<u>425,020</u>
Sub-total business-type activities	<u>12,139,877</u>	<u>13,472,416</u>	<u>10,114,531</u>
Total primary government revenues	<u>\$ 14,513,946</u>	<u>\$ 16,118,754</u>	<u>\$ 13,973,941</u>

Note: In 2013 Water revenues are now shown as a part of Reverse osmosis water plant and Reclaimed revenues are shown as a part of water reclamation.

In 2016 Community Redevelopment Agency Fund ad valorem taxes from Pinellas County are reflected as a capital grant.

2014	2015	2016	2017	2018	2019	2020
\$ 1,339,577	\$ 1,129,586	\$ 1,041,029	\$ 1,239,965	\$ 1,305,549	\$ 1,429,524	\$ 1,063,353
-	-	-	-	-	-	-
483,145	474,678	471,643	466,427	525,409	520,752	530,259
71,506	77,886	36,623	48,163	38,501	101,843	42,401
33,446	71,075	58,789	72,734	88,751	78,622	81,248
269,843	339,290	321,100	370,006	350,862	351,526	184,902
2,197,517	2,092,515	1,929,184	2,197,295	2,309,072	2,482,267	1,902,163
3,178	26,135	10,170	224,698	509,408	257,633	1,700
125,441	120,970	107,153	91,256	75,236	73,925	77,945
174,233	188,215	209,548	228,839	229,059	226,541	217,792
302,852	335,320	326,871	544,793	813,703	558,099	297,437
143,102	-	-	-	-	-	-
2,699	2,343	2,748	-	-	-	-
-	8,238	-	-	-	-	-
172,812	84,921	193,417	665	40,273	135,000	88
-	-	282,784	311,373	346,516	373,763	399,372
1,345,567	1,835,539	3,769	8,709	-	110,000	-
1,664,180	1,931,041	482,718	320,747	386,789	618,763	399,460
4,164,549	4,358,876	2,738,773	3,062,835	3,509,564	3,659,129	2,599,060
-	-	-	-	-	-	-
3,222,036	3,478,925	3,522,312	3,659,091	3,751,385	3,956,929	4,031,552
3,673,009	3,662,741	3,719,559	4,006,076	4,092,202	4,249,309	4,415,101
516,084	654,263	673,829	733,971	731,360	739,309	942,136
2,368,719	2,541,225	2,620,667	2,664,441	2,818,928	2,836,940	2,935,645
9,779,848	10,337,154	10,536,367	11,063,579	11,393,875	11,782,487	12,324,434
-	-	-	-	-	8,605	-
12,667	10,556	-	-	-	1,893	-
10,469	10,480	10,485	10,435	10,486	23,569	10,440
23,136	21,036	10,485	10,435	10,486	34,067	10,440
-	-	-	102,621	95,619	59,856	41,387
156,507	31,588	2,228	179,228	176,086	85,483	58,463
4,814	29,615	25,881	23,908	40,889	-	-
161,321	61,203	28,109	305,757	312,594	145,339	99,850
9,964,305	10,419,393	10,574,961	11,379,771	11,716,955	11,961,893	12,434,724
\$ 14,128,854	\$ 14,778,269	\$ 13,313,734	\$ 14,442,606	\$ 15,226,519	\$ 15,621,022	\$ 15,033,784

City of Oldsmar
Schedule 6
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Ad Valorem	Franchise Fees	Sales and Use Taxes (2)	Utility Taxes	Communications Service Tax	Fire Insurance Premium Tax (1)	Total
2020	\$5,732,634	\$ 1,303,169	\$ 1,154,619	\$ 1,511,629	\$ 753,897	\$ 67,071	\$ 10,523,019
2019	5,289,111	1,416,607	1,175,756	1,578,341	754,187	69,605	10,283,606
2018	5,024,275	1,403,988	1,095,543	1,568,462	799,160	70,178	9,961,606
2017	4,861,168	1,388,566	1,026,437	1,520,236	827,924	81,623	9,705,954
2016	4,545,289	1,454,907	984,964	1,492,720	998,257	99,574	9,575,711
2015	4,403,691	1,456,699	910,282	1,472,143	1,093,287	112,900	9,449,002
2014	4,355,617	1,432,786	877,289	1,458,827	1,149,968	117,005	9,391,492
2013	4,167,447	1,376,347	318,172	1,396,466	1,242,248	115,949	8,616,629
2012	4,287,547	1,420,070	459,997	1,394,453	1,304,078	110,420	8,976,565
2011	4,500,720	1,477,506	403,112	1,438,663	1,415,554	109,710	9,345,265

(1) Fire Insurance Premium Taxes represent on behalf payments from the State of Florida that are earmarked for Firefighter's pension contributions.

(2) Infrastructure Sales Surtax are budgeted and expended in the Enterprise Funds/Business-Type Activities in accordance with the following approved budget amounts:

2020	\$ 532,294
2019	532,500
2018	532,500
2017	532,500
2016	532,397
2015	532,500
2014	467,495
2013	750,000
2012	750,000
2011	750,000

SCHEDULE OF REVENUE CAPACITY INFORMATION

These schedules contain information to help the reader assess the City's most significant local revenue source – the property tax.

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City of Oldsmar
Schedule 7
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Residential Property	Commercial Property	Governmental Property	Institutional Property	Misc & Personal Property
2020	\$ 1,167,607,364	\$ 574,472,878	\$ 101,486,151	\$ 18,155,778	\$ 214,837,436
2019	1,074,368,444	536,148,184	96,998,087	17,483,217	196,405,944
2018	963,352,986	504,443,802	93,667,964	16,498,270	197,199,865
2017	867,785,422	487,635,384	91,136,361	16,627,300	207,605,184
2016	811,291,853	468,286,783	90,184,907	15,781,777	195,596,019
2015	738,199,233	452,915,793	89,810,363	15,476,261	199,277,455
2014	622,688,900	432,268,296	85,652,709	15,031,206	187,541,939
2013	684,645,788	424,200,752	81,415,678	15,025,531	86,544,489
2012	641,812,478	425,366,273	80,634,986	11,113,039	171,457,125
2011	621,192,729	458,296,409	84,137,808	12,516,069	221,553,791

	Percentages				
2020	56.23%	27.66%	4.89%	0.87%	10.35%
2019	55.92%	27.90%	5.05%	0.91%	10.22%
2018	54.27%	28.42%	5.28%	0.93%	11.11%
2017	51.94%	29.19%	5.45%	1.00%	12.43%
2016	51.31%	29.62%	5.70%	1.00%	12.37%
2015	49.36%	30.28%	6.00%	1.03%	13.32%
2014	46.36%	32.18%	6.38%	1.12%	13.96%
2013	53.00%	32.84%	6.30%	1.16%	6.70%
2012	48.24%	31.97%	6.06%	0.84%	12.89%
2011	44.44%	32.79%	6.02%	0.90%	15.85%

Source: Pinellas County Property Appraiser

Total Assessed Value	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
\$ 2,076,559,607	\$ 602,710,863	\$ 1,473,848,744	4.0500
1,921,403,876	559,264,403	1,362,139,473	4.0500
1,775,162,887	489,643,979	1,285,518,908	4.0500
1,670,789,651	435,747,519	1,235,042,132	4.0500
1,581,141,339	419,180,025	1,161,961,314	4.0500
1,495,679,105	373,109,335	1,122,569,770	4.0500
1,343,183,050	298,770,983	1,044,412,067	4.0500
1,291,832,238	281,089,742	1,010,742,496	4.0500
1,330,383,901	302,764,054	1,027,619,847	4.0500
1,397,696,805	314,091,885	1,083,604,920	4.0500

100.00%	29.02%	70.98%
100.00%	29.11%	70.89%
100.00%	27.58%	72.42%
100.00%	26.08%	73.92%
100.00%	26.51%	73.49%
100.00%	24.95%	75.05%
100.00%	22.24%	77.76%
100.00%	21.76%	78.24%
100.00%	22.76%	77.24%
100.00%	22.47%	77.53%

City of Oldsmar
Schedule 8
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rates per \$1,000 of assessed value)

Fiscal Year	Direct City	County Operating			Transit District	Emergency Medical Services
		General Fund	Health Department	Total County Operating		
2020	4.0500	5.2755	0.0835	5.3590	0.7500	0.9158
2019	4.0500	5.2755	0.0835	5.3590	0.7500	0.9158
2018	4.0500	5.2755	0.0835	5.3590	0.7500	0.9158
2017	4.0500	5.2755	0.0622	5.3377	0.7500	0.9158
2016	4.0500	5.2755	0.0622	5.3377	0.7305	0.9158
2015	4.0500	5.2755	0.0622	5.3377	0.7305	0.9158
2014	4.0500	5.2755	0.0622	5.3377	0.7305	0.9158
2013	4.0500	5.0105	0.0622	5.0727	0.7305	0.9158
2012	4.0500	4.8108	0.0622	4.8730	0.7305	0.8506
2011	4.0500	4.8108	0.0622	4.8730	0.5601	0.5832

Note:

The Ad Valorem tax rate for the City of Oldsmar pertains to operating expenditures only, and therefore no further breakdown of the direct rate can be show.

Source: Pinellas County Tax Collector

School Board			Southwest Florida Water Management District	Juvenile Welfare Board	Pinellas Anclote River Basin	Pinellas County Planning Council	Total
School State	Pinellas County School Board Required Local Effort	Total School Board					
3.8360	2.7480	6.5840	0.2801	0.8981	-	0.0150	18.8520
3.9790	2.7480	6.7270	0.2955	0.8981	-	0.0150	19.0104
4.2610	2.7480	7.0090	0.3131	0.8981	-	0.0150	19.3100
4.5700	2.7480	7.3180	0.3317	0.8981	-	0.0150	19.6163
5.0220	2.7480	7.7700	0.3488	0.8981	-	0.0160	20.0669
5.0930	2.7480	7.8410	0.3658	0.8981	-	0.0160	20.1549
5.3120	2.7480	8.0600	0.3818	0.8981	-	0.0160	20.3899
5.5540	2.7480	8.3020	0.3928	0.8981	-	0.0125	20.3744
5.6370	2.7480	8.3850	0.3928	0.8337	-	0.0125	20.1281
5.3420	2.9980	8.3400	0.3770	0.7915	0.2600	0.0125	19.8473

City of Oldsmar
Schedule 9
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Rainer Woodlands Square Acquisitions LLC	\$ 45,663,000	1	3.10%	\$ 30,360,000	4	2.80%
MT (2002) Statutory Trust	40,693,023	2	2.76%	43,465,931	2	4.01%
TNC (US) Holdings INC	39,907,570	3	2.71%	62,656,173	1	5.78%
Pacifica Forest Lakes LLC	34,075,000	4	2.31%	-		0.00%
The Nielsen Company (US) LLC	26,546,320	5	1.80%	43,449,978	3	4.01%
Breit Florida Property Owner LLC	20,900,000	6	1.42%	-		0.00%
580 Center LLC	20,796,615	7	1.41%	-		0.00%
Wal-Mart Stores East LP	16,600,000	8	1.13%	15,433,149	8	1.42%
MT (2003) Statutory Trust	15,110,000	9	1.03%	15,754,558	7	1.45%
Tampa Electric Company	14,007,443	10	0.95%			0.00%
KTR Central Florida LLC	-		-	19,150,000	5	1.77%
ICS Village	-		-	16,400,000	6	1.51%
TWC 79, LTD	-		-	11,400,000	9	1.05%
Metal Industries, Inc.	-		-	7,950,000	10	0.73%
Total Principal Taxpayers	274,298,971		18.61%	266,019,789		24.55%
All Other Taxpayers	1,199,549,773		81.39%	817,585,131		75.45%
Total	<u>\$ 1,473,848,744</u>		<u>100.00%</u>	<u>\$ 1,083,604,920</u>		<u>100.00%</u>

Note:

Source: Pinellas County Property Appraiser's Office & 2011 City of Oldsmar Comprehensive Annual Financial Report

City of Oldsmar
Schedule 10
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Subsequent Year Collections (2)	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2020	\$ 5,969,223	\$ 5,585,750	93.58%	\$ 146,884	\$ 5,732,634	96.04%
2019	5,518,078	5,236,485	94.90%	52,627	5,289,112	95.85%
2018	5,215,309	4,936,256	94.65%	88,019	5,024,275	96.34%
2017	5,001,834	4,775,220	95.47%	85,948	4,861,168	97.19%
2016	4,788,526	4,491,523	93.80%	53,766	4,545,289	94.92%
2015	4,559,970	4,305,187	94.41%	98,504	4,403,691	96.57%
2014	4,246,624	4,092,047	96.36%	6,351	4,098,398	96.51%
2013	4,088,025	3,733,218	91.32%	111,898	3,845,116	94.06%
2012	4,161,956	3,883,440	93.31%	150,106	4,033,546	96.91%
2011	4,388,600	4,073,483	92.82%	163,351	4,236,834	96.54%

Notes:

Sources:

- (1) Florida Department of Revenue
- (2) Pinellas County Property Appraiser

The Pinellas County Property Appraiser does not provide information on subsequent year collections by year. Therefore, this column represents collections for prior year tax levies that were received in the year indicated.

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SCHEDULE OF DEBT CAPACITY INFORMATION

These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.

The City Charter makes no provision for a general obligation debt margin. There has been no general obligation bonded debt outstanding for the prior ten fiscal years.

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City of Oldsmar
Schedule 11
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-type Activities		
	2002 Revenue Bonds	2012 Refunding Revenue Note	2019 Revenue Note	Water/Sewer Revenue Bonds - 1990	SRF Loan Water Booster Station	SRF Loan Alternate Water Supply
2020	\$ -	\$ 493,000	\$ 1,368,050	\$ -	\$ 380,901	\$ 2,069,056
2019	-	654,000	100,000	-	525,372	2,220,530
2018	-	810,000	-	-	665,535	2,367,988
2017	-	966,000	-	1,439,392	801,519	2,511,535
2016	-	1,116,000	-	1,854,469	933,449	2,651,277
2015	-	1,266,000	-	2,242,536	1,061,445	2,787,315
2014	-	1,409,000	-	2,602,645	1,185,624	2,919,748
2013	-	1,550,000	-	2,937,351	1,306,101	3,048,672
2012	1,590,000	-	-	3,248,720	1,422,986	2,125,942
2011	1,700,000	-	-	3,538,396	1,536,386	1,459,045

Notes:

The City has had no general obligation bonded debt in the last ten years.

The Constitution of the State of Florida, Florida Statute 200.181 and the Charter of the City of Oldsmar, Florida set no legal debt margin.

Water Revenue Bond - 2010	SRF Water Supply 2012	2019 Revenue Note	Total	Percentage of Personal Income	Per Capita
\$ -	\$ 3,329,740	\$ 939,435	\$ 8,580,182	1.23%	\$ 572
-	3,565,862	-	7,065,764	1.08%	478
-	3,796,318	-	7,639,841	1.22%	528
-	4,021,245	-	9,739,691	1.55%	680
-	4,240,773	-	10,795,968	1.76%	759
-	4,455,035	-	11,812,331	2.04%	844
-	4,664,154	-	12,781,171	2.28%	922
-	4,868,255	-	13,710,379	2.44%	999
-	4,609,353	-	12,997,001	2.44%	957
5,563,935	1,002,854	-	14,800,616	2.88%	1,089

City of Oldsmar
Schedule 12
Direct and Overlapping Governmental Activities Debt
As of September 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping debt:			
Pinellas County School Board	\$ 14,000		
Capital leases	4,488,977		
Pinellas County Governmental Activities Bonds	<u>12,691,808</u>		
Total overlapping debt (1)	\$ 17,194,785	1.724%	\$ 296,512
City direct debt			<u>1,861,050</u>
Total direct and overlapping debt			<u><u>\$ 2,157,562</u></u>

Notes:

Source: Pinellas County and Pinellas County School Board.

(1) The City's share is calculated based on the ratio of the 2019 City Taxable Value of \$1,473,848,744 to the County's Taxable Value of \$85,468,863,997

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City of Oldsmar
Schedule 13
Pledged-Revenue Coverage
Last Ten Fiscal Years

Year	Public Services Tax	Revenue Bonds Series 2002		
		Principal	Interest	Coverage
2020	\$ 171,208	\$ -	\$ -	\$ -
2019	169,030	-	-	-
2018	171,806	-	-	-
2017	168,530	-	-	-
2016	171,200	-	-	-
2015	172,535	-	-	-
2014	169,020	-	-	-
2013	163,547	1,590,000	44,935	0.10
2012	195,670	110,000	86,645	1.00
2011	191,550	100,000	91,550	1.00

Note:

Pledged revenue amounts include interest earned on sinking fund accounts.

Interest expense includes other fiscal charges such as bond agent fees.

The Revenue Bonds, Series 2002 were refunded with proceeds from the Refunding Revenue Note, Series 2012.

Proceeds from the Series 2012 Note were used to cover refunding the 2002 series, bond issue costs and interest not covered by the pledged revenues.

(continued)

Refunding Revenue Note Series 2012

Principal		Interest		Coverage
\$	161,000	\$	10,208	1.00
	156,000		13,030	1.00
	156,000		15,806	1.00
	150,000		18,530	1.00
	150,000		21,200	1.00
	143,000		23,808	1.03
	141,000		26,355	1.01
	-		14,791	0.84
	-		-	-
	-		-	-

City of Oldsmar
Schedule 13
Pledged-Revenue Coverage (continued)
Last Ten Fiscal Years

Year	Water and Sewer Fund		Net Available Revenue	Refunding and Improvement Revenue Bonds Series 1990		State Revolving Fund Construction Loan #2	
	Revenues	Expenses		Principal	Interest	Principal	Interest
2020	\$8,726,892	\$4,866,756	\$3,860,136	\$ -	\$ -	\$ 144,471	\$ 13,639
2019	8,603,362	4,943,142	3,660,220	-	-	140,163	19,239
2018	7,919,865	4,255,337	3,664,528	71,405	474,618	135,984	23,417
2017	7,719,522	4,323,946	3,395,576	76,983	470,407	131,930	27,472
2016	7,188,596	4,274,110	2,914,486	83,120	466,499	127,996	31,405
2015	7,054,590	4,300,952	2,753,638	89,256	459,589	124,180	34,112
2014	6,863,407	4,125,647	2,737,760	95,950	452,761	120,477	37,906
2013	6,789,235	4,324,976	2,464,259	103,202	445,600	116,885	41,477
2012	6,661,133	4,966,734	1,694,399	111,012	437,871	113,400	44,993
2011	6,622,146	4,973,567	1,648,579	118,822	427,526	110,019	48,404

Note:

Revenues include operating revenues of the Water and Sewer fund and investment income.
Expenses do not include interest or depreciation expenses.

State Revolving Fund Construction Loan #3		State Revolving Fund Construction Loan #4		Total		
Principal	Interest	Principal	Interest	Principal	Interest	Coverage
\$ 151,474	\$ 58,976	\$ 236,122	\$ 84,980	\$ 532,067	\$ 157,595	5.60
147,460	63,165	230,456	91,373	518,079	173,777	5.29
143,547	67,072	224,926	96,903	575,862	662,010	2.96
139,742	70,877	219,529	102,301	568,184	671,057	2.74
136,038	74,581	214,261	107,569	561,415	680,054	2.35
132,433	78,039	209,120	112,066	554,989	683,806	2.22
128,924	81,504	204,101	117,222	549,452	689,393	2.21
138,711	80,184	349,717	130,865	708,515	698,126	1.75
84,054	49,129	-	-	308,466	531,993	2.02
-	-	-	-	228,841	475,930	2.34

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SCHEDULE OF DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

City of Oldsmar
Schedule 14
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Median Age (4)	School Enrollment (5)	Unemployment Rate (6)
2020	14,998	\$ 733,522,184	\$ 48,908	42.0	1,215	5.5%
2019	14,800	699,152,000	47,240	39.8	1,353	2.7%
2018	14,489	652,975,763	45,067	39.3	1,256	2.7%
2017	14,321	627,360,047	43,807	39.1	1,209	3.1%
2016	14,230	612,003,840	43,008	37.5	1,264	4.4%
2015	13,993	577,854,928	41,296	35.7	1,282	4.7%
2014	13,859	560,250,075	40,425	37.2	1,267	5.8%
2013	13,725	560,830,950	40,862	37.9	1,310	6.5%
2012	13,583	533,282,163	39,261	39.3	1,373	8.4%
2011	13,597	514,782,420	37,860	39.5	1,406	10.9%

Note:

Sources:

- (1) State of Florida Office of Economic and Demographic Research - Estimate for April 1, 2019
- (2) Extrapolated from Per Capita info, times the population
- (3) U.S. Dept. of Commerce - Bureau of Economic Analysis
Table CA1-3 Personal Income Summary for Tampa-St. Petersburg-Clearwater Metropolitan
Statistical Area - Updated November 14, 2019
- (4) U.S. Census Bureau, American Community Survey for Oldsmar, FL
(2014-2018 American Community Survey 5-Year Estimates)
- (5) Enrollment figures acquired by contacting each of three schools in the Community
- (6) Florida Department of Economic Opportunity Local Area Unemployment Statistics Program
September 2017 Unemployment Rate for Pinellas County, FL

City of Oldsmar
Schedule 15
Principal Employers
Current Year and Nine Years Ago

Employer	2020			2011		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage Total City Employment
Nielsen Media Research (5)	1,500	#1	N/A	2,000	#1	N/A
United Health Care (5)	501	#2	N/A	645	#2	N/A
Walmart	365	#3	N/A	-		N/A
City of Oldsmar	136	#4	N/A	145	#4	N/A
Osgood Industries	125	#5	N/A	-		N/A
Knight Dental Group	118	#6	N/A	-		N/A
Micon Packaging	110	#7	N/A	70	#6	N/A
S&S Electrical Company (4)	104	#8	N/A	-		N/A
MI Metals	86	#9	N/A	65	#7	N/A
IC Intracom	25	#10	N/A	52	#8	N/A
Baycare Health Systems (3)	15	#11	N/A	290	#3	N/A
Goodrich Lighting Systems (1,2)	N/A	N/A	N/A	95	#5	N/A
	<u>3,085</u>		<u>-</u>	<u>3,362</u>		<u>-</u>

N/A - Total employment within the City is not available.

(1) Formerly Goodrich-Hella Aero.

(2) Goodrich Lighting Systems has moved outside of Oldsmar City limits.

(3) Baycare Health Systems has temporarily relocated outside of Oldsmar City Limits, but is repurposing the facility for use in 2017.

(4) Formerly S&S Air Conditioning.

(5) Pinellas County Economic Development - Largest Target Industry Employers: https://www.pced.org/page/Pinellas_Employers

SCHEDULE OF OPERATING INFORMATION

These schedules offer detailed operations information to help the reader understand the services provided by the City.

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OTHER REPORTS

City of Oldsmar
Schedule 16
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of September 30					
	2020	2019	2018	2017	2016	2015
General government						
City Manager	2.5	2.5	2.5	1.5	1.5	1.5
Administrative Services	19.0	18.5	18.5	18.0	18.0	18.0
City Clerk	3.0	3.0	5.0	5.0	5.0	5.0
Public Safety						
Fire	21.0	20.0	20.0	20.0	20.0	20.0
Police	*	*	*	*	*	*
Protective Inspections/Planning	7.0	7.0	7.0	7.0	7.0	7.0
Public Works						
Technical Services/Building	5.0	5.0	5.0	3.5	2.5	2.5
Road and Street Facilities	9.5	9.0	10.0	11.0	11.0	10.0
Utilities Maintenance	4.0	3.0	3.0	3.0	4.0	4.0
Water Distribution	12.0	12.0	12.0	12.0	12.0	11.0
Water Reclamation	8.0	8.0	9.0	9.0	9.0	9.0
Reclaimed Water	-	-	-	-	-	-
RO Water Treatment Plant	7.0	7.0	7.0	7.0	7.0	7.0
Environmental Management	2.0	2.0	-	-	-	-
Solid Waste	-	-	0.5	1.0	1.0	1.0
Stormwater	5.0	5.0	4.0	4.0	4.0	4.0
Culture and recreation						
Library	11.5	11.5	12.0	12.0	12.0	12.0
Parks	12.4	12.4	12.4	15.4	22.9	19.9
Recreation	8.8	9.3	9.3	8.8	7.8	7.8
Oldsmar Sports Complex	10.0	8.0	8.0	6.5	-	-
Comms., Marketing and the Arts	2.5	2.5	-	-	-	-
Facilities	6.0	6.0	6.0	5.0	5.0	5.0
	<u>156.2</u>	<u>151.7</u>	<u>151.2</u>	<u>149.7</u>	<u>149.7</u>	<u>144.7</u>

* Note: The City contracts for Law Enforcement Services through a contract with the Pinellas County Sheriff's Office.

Source: City of Oldsmar Budget

2014	2013	2012	2011
1.5	2.0	2.0	2.0
17.5	17.0	17.5	17.5
4.5	4.5	4.5	4.5
20.0	22.0	23.0	23.0
*	*	*	*
8.0	6.0	7.0	7.0
2.5	2.0	2.0	2.0
10.0	10.0	10.0	10.0
4.0	4.0	5.0	-
11.0	12.0	12.0	17.0
9.0	9.0	9.0	14.0
-	-	-	1.0
7.0	6.0	6.0	-
-	-	-	-
1.0	1.0	2.0	2.0
4.0	4.0	4.0	4.0
11.5	11.5	12.0	12.0
18.4	16.9	15.9	15.9
7.8	8.3	8.3	8.3
-	-	-	-
-	-	-	-
5.0	5.0	5.0	5.0
142.7	141.2	145.2	145.2

City of Oldsmar
Schedule 17
Operating Indicators by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Police (1)					
Physical arrests	245	373	456	492	501
Parking violations	2	7	20	39	117
Traffic violations	5,899	7,362	6,699	7,876	5,801
Fire (2)					
Total Responses	1,805	1,765	1,819	1,962	1,681
EMS Responses	1,576	1,479	1,546	1,618	1,415
Fire Responses	229	286	273	344	266
Inspections	595	1,038	621	617	314
Recreation (3)					
Memberships	489	1,546	1,846	1,674	1,171
Library (4)					
Volumes in collection	63,981	65,063	63,793	62,363	61,643
Water (5)					
Number of connections	5,406	5,394	5,396	5,385	5,384
Average daily consumption (mgd)	1.346	1.373	1.328	1.324	1.253
Sewer (6)					
Number of connections	5,237	5,225	5,221	5,207	5,211
Average daily flow (mgd)	1.503	1.599	1.625	1.518	1.520
Reclaimed water (7)					
Number of connections	1,879	1,846	1,838	1,819	1,791

Notes:

N/A = not available

Sources:

- (1) Pinellas County Sheriff's Office
- (2) City of Oldsmar Fire Department
- (3) City of Oldsmar Recreation Division
- (4) City of Oldsmar Library Department
- (5) City of Oldsmar Public Works Department
- (6) City of Oldsmar Public Works Department
- (7) City of Oldsmar Public Works Department

2015	2014	2013	2012	2011
448	601	633	219	552
228	307	565	895	751
6,432	7,355	6,835	7,214	5,049
1,619	1,531	1,526	1,562	1,656
1,385	1,316	1,315	1,323	1,387
234	215	211	239	269
300	562	564	1,032	1,401
1,744	1,456	1,957	2,038	1,779
60,613	59,398	61,155	68,410	60,450
5,372	5,359	5,332	5,305	5,334
1.202	1.236	1,221	1.327	1.296
5,213	5,214	5,215	5,215	5,251
1.471	1.524	1,460	1.672	1.274
1,770	1,726	1,701	1,656	1,641

City of Oldsmar
Schedule 18
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Police (1)						
Stations	1	1	1	1	1	1
Fire (2)						
Stations	1	1	1	1	1	1
Public works (3)						
Streets (miles)	50.30	50.30	50.30	49.70	49.70	50.30
Recreation (4)						
Number of parks	11	11	11	11	11	9
Playgrounds	8	8	8	8	8	8
Recreation Centers	1	1	1	1	1	1
Community Centers	1	1	1	1	1	1
Baseball Fields	6	6	8	8	8	7
Softball Fields	3	3	3	3	3	3
Tennis Courts	4	4	4	4	4	4
Basketball Courts	3	3	3	3	3	3
Soccer and Football fields	3	3	3	3	3	3
Picnic Areas	25	25	25	25	25	25
Boat Ramps	3	3	3	3	3	2
Fishing Areas	4	4	4	4	4	4
BMX Track	1	1	1	1	1	1
Sprayground	1	1	1	1	1	1
Preserve	1	1	1	1	1	1
Outdoor Hockey Rink	1	1	-	-	-	-
Pickleball Court	3	3	-	-	-	-
Bocce Ball Court	2	2	-	-	-	-
Shuffleboard Court	1	1	-	-	-	-

Sources:

- (1) Pinellas County Sheriff's Office
- (2) City of Oldsmar Fire Department
- (3) City of Oldsmar Administrative Services Department
- (4) City of Oldsmar Leisure Services Department

2014	2013	2012	2011
-	-	-	-
1	1	1	1
49.21	51.63	51.63	51.63
9	9	9	8
8	8	8	8
1	1	1	1
1	1	1	1
7	8	8	9
3	3	3	3
4	4	4	4
3	3	3	3
3	3	3	3
25	25	25	25
2	2	2	2
4	4	4	4
1	1	1	1
1	1	1	1
1	1	1	1
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-

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CITY OF OLDSMAR
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the fiscal year ended September 30, 2020

Federal/State Agency Pass-through entity Federal Program/State Project	CFDA/ CSFA No.	Contract or grant number	Expenditures
FEDERAL AWARDS			
U.S. Department of Interior National Park Service Florida Department of Environmental Protection Cypress Forest Park Renovation (LWCF)	15.916	LW960	\$ 16,978
Department of Homeland Security Federal Emergency Management Agency Florida Division of Emergency Management COVID-19	97.036	Z2011	10,677
U.S. Department of Treasury Pinellas County Office of Management & Budget CARES Act - Coronavirus Relief Fund	21.019		308,751
U.S. Department of Justice Florida Department of Law Enforcement Office of Criminal Justice Grants Coronavirus Emergency Supplemental Funding Program	16.034	2021-CESF-PINE-4-C9-124	15,902
TOTAL FEDERAL AWARDS			<u><u>\$ 352,308</u></u>
STATE FINANCIAL ASSISTANCE			
Florida Department of Transportation Economic Development Transportation Projects - Road Fund Douglas/Burbank Road Improvements (Extension)	55.032	G0I43	\$ 87,525
Florida Department of Environmental Protection Florida's Resilient Coastline Program Resiliency Plan Phase 2	37.098	R2134	866
TOTAL STATE FINANCIAL ASSISTANCE			<u><u>\$ 88,391</u></u>

CITY OF OLDSMAR, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2020

CITY OF OLDSMAR, FLORIDA

NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

September 30, 2020

Basis of Accounting: Federal awards and State financial assistance programs for the City of Oldsmar, Florida (the City) are accounted for in the Statement of Net Position as increases in long-term debt; in the Statement of Activities as operating and capital grants; in the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds as intergovernmental revenues; and in the Statement of Revenues, Expenses and Changes in Net Position – Business Type Activities – Enterprise Funds as intergovernmental revenue, as applicable. The accompanying schedule of expenditures of federal awards and state financial assistance has been prepared on the same basis of accounting as the financial statements of the City of Oldsmar.

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

The Honorable Mayor
and City Council Members
City of Oldsmar, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oldsmar, Florida (the City) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 29, 2021.

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) to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

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



Wells, Houser & Schatzel, P.A.
St. Petersburg, FL
January 29, 2021

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and
City Council Members
City of Oldsmar, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Oldsmar, Florida, as of and for the fiscal year ended September 30, 2020 and have issued our report thereon dated January 29, 2021.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Reports on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated January 29, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial report. There were no such items disclosed in the preceding annual 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 City of Oldsmar, Florida, a municipal corporation, operates under Chapter 51-27687, Laws of Florida. The City of Oldsmar, Florida included the following component unit: the Community Redevelopment Agency (CRA) was created pursuant to Florida Statute 163.356 and City Resolution 95-25. The CRA is the only component unit identified by the City and is appropriately blended in the financial statements as a special revenue fund.

Financial Condition and Management

Section 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 of Oldsmar, Florida has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City of Oldsmar, Florida, 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 for the City of Oldsmar, Florida. It is management's responsibility to monitor the City of Oldsmar, Florida's

financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by the same.

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

Special District Component Units


Section 10.554(1)(i)5.c. Rules of the Auditor General, requires that we determine, 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 with the audited financial statements of the county, municipality, or special district 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.

Additional Matters

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

Purpose of this Letter

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



Wells, Houser & Schatzel, P.A.
St. Petersburg, Florida
January 29, 2021

INDEPENDENT ACCOUNTANT'S REPORT
REGARDING COMPLIANCE REQUIREMENTS IN RULES
OF THE AUDITOR GENERAL 10.556(10)

Honorable Mayor and
City Council Members
City of Oldsmar, Florida

We have examined the City of Oldsmar, Florida's (the City's) compliance with the requirements of Section 218.415, Florida Statutes during the year ended September 30, 2020. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

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



Wells, Houser & Schatzel, P.A.
St. Petersburg, Florida
January 29, 2021

Fiscal Year Ended SEPTEMBER 30, 2020

COMPREHENSIVE ANNUAL FINANCIAL STATEMENT