

City of  
Wilton Manors, Florida

# Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2019

Prepared by the Finance Department



The newly-renovated Coral Gardens Park

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# City of Wilton Manors, Florida

Comprehensive Annual Financial Report  
Fiscal Year Ended September 30, 2019

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Finance Department

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# City of Wilton Manors, Florida

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# INTRODUCTORY SECTION

Keefe  
McCullough  
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*Life's Just Better Here*

## City of Wilton Manors

2020 Wilton Drive  
Wilton Manors, FL 33305  
www.wiltonmanors.com

Finance Department  
Phone (954) 390-2141

May 19, 2020

To the Honorable Mayor, City Commissioners and Citizens of the City of Wilton Manors:

It is our pleasure to submit the Comprehensive Annual Financial Report of the City of Wilton Manors, Florida (the City) as of and for the fiscal year ended September 30, 2019, pursuant to Section 218.39 of the State of Florida Statutes and the Rules of the Florida Auditor General, Chapter 10.550. This report was prepared by the City's Finance Department. The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (GASB).

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The firm of Keefe McCullough, Certified Public Accountants, has issued an unmodified, ("clean") opinion on the City's financial statements for the fiscal year ended September 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

### **PROFILE OF THE CITY**

The City of Wilton Manors was incorporated as a village in September 1947, and under its legislative authority, became a city in June 1953. The City's development is one of community pride and effort on the part of its residents. The first town meetings were held in a small store building on Wilton Drive. Later, the Wilton Manors Civic Association was organized and a meeting hall was built by volunteer labor from materials given by many of its residents on land donated by the City's first mayor which now houses the Wilton Manors Public Library.

After considering several locations, the city's first City Hall opened for business in 1957 at 524 NE 21<sup>st</sup> Court and was Broward County's oldest city hall when it was demolished in 2010. Construction of the new City Hall and Police Station on Wilton Drive was completed in January 2010. The beautiful and spacious Commission Chambers provide a fitting venue for meetings of the City Commission, various City advisory boards and community organizations.

The City of Wilton Manors has a City Manager-Commission type of government. The five-member non-partisan City Commission consists of four Commissioners elected at large for staggered four-year terms and a mayor elected for a two-year term. The mayor is the head of state for the City and presides at City Commission meetings. The City Commission hires legal counsel, approves Ordinances and Resolutions and sets overall policy for the City. The Commission hires a City Manager who is responsible for the day-to-day operations of the City government, who in turn appoints its department heads.

The City, with an estimated population of 12,773, is physically located in Broward County, on the extreme southeastern coast of Florida between Palm Beach County to the north, and Miami-Dade County to the south. The downtown area of the City of Fort Lauderdale lies 2.5 miles to the south. Since Wilton Manors is surrounded by the waters of the north and south forks of the Middle River, the City is affectionately known by residents as the “Island City.”

Broward County has the second largest county population in the State of Florida with an estimated 1.89 million residents. The County’s total land area is 1,197 square miles of which 787 lie in a conservation area and cannot be developed. The remaining 410 developable square miles have 31 municipalities and 23 miles of beaches.

Although Wilton Manors is continually experiencing redevelopment as is typical in a built-out city like ours, Wilton Manors has maintained its small hometown atmosphere.

In May 1997 the City created the Island City Foundation, a non-profit organization to principally promote and support public purposes benefitting the residents of Wilton Manors. The Foundation is legally separate entity and is governed by a Board of Directors, which is currently composed of the five members of the City Commission. The Foundation is considered a component unit of the City but has not been included in the financial statements of the City since the financial activities of the Foundation for the fiscal year ended September 30, 2019 are not considered material to the financial statements of the City.

In addition, in December 2014 the City created the Wilton Drive Improvement District, a dependent special district consisting of 56 commercial properties bordering Wilton Drive. The District is a legally separate entity and is governed by a Board of Supervisors which consists of seven members appointed by the City Commission. The board held its first organizational meetings in 2016 and levied its first assessment for FY17. The District is considered a component unit of the City and its financial statements are included in the City’s financial statements for the fiscal year ended September 30, 2019.

The City Commission is required to adopt a budget for the fiscal year no later than September 30 preceding the beginning of the fiscal year on October 1. This annual budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may transfer resources within a department, as they see fit, with the approval of the City Manager. Transfers between departments, however, need approval from the City Commission.

## **LOCAL ECONOMY**

The County enjoys a diverse economy reflecting its active tourism, construction, marine and service industries; sea, air, and land transportation facilities; and other industrial sectors. Per capita personal income is higher than the state average. This fiscal year saw the local economy continuing its steady recovery from the Great Recession. As of September 30, 2019 unemployment was 2.8% locally in Broward County, under the 3.3% rate for the state of Florida, and the national rate of 3.5%. The national rate is the lowest in 50 years.

The foundation of the local Wilton Manors economy is its core of residential developments along with small retail and service businesses. Wilton Manors continues to experience commercial and multifamily residential development primarily centered on Wilton Drive in the heart of the City’s Arts and Entertainment District. For the fiscal year 2018-2019 the city processed building permits with total construction value of \$20.03 million. The local real estate market for single-family homes was strong throughout the fiscal year, with sales prices continuing their upward trend. Wilton Manors continues to lead the regional recovery of the housing market, with citywide taxable property values, as determined by the Broward County Property Appraiser, as of January 1, 2019, increased by 7.24% over the values as of January 1, 2018.

## **STRATEGIC PLAN**

On May 19, 2015, the City Commission adopted a 5-year “2020 Strategic Plan.” This Plan guides future policy development, budgeting, and management decisions toward the accomplishment of defined goals and objectives.

An important part of the process of developing the Plan was ensuring community participation. Focus group meetings with the City Commission, members of boards and advisory committees, and members of the business community were held. Participants were asked to assess and discuss the strengths, weaknesses, opportunities, and challenges of the City. A city-wide resident survey was also conducted. Feedback from these and other sources was used by City department leaders to develop vision and mission statements, goals, objectives, and strategies for each of the Plan’s four priority areas:

- Proactive Public Safety
- Sound Governance
- Strategic Growth and Redevelopment
- Innovating and Adapting for the Future

The City is in the process of updating its strategic plan for the next five years.

## **LONG-TERM FINANCIAL PLANNING**

The City Commission annually adopts a five-year Capital Improvement Program (CIP) as a part of the formal budgeting process. The CIP is a roadmap for the City’s future spending on both large and small capital projects. An important adjunct to the CIP is the City’s Capital Replacement Plan (CRP) which was set up to provide funding for future capital expenditures of a recurring nature. Through the CRP the City provides for the replacement of vehicles and equipment that have come to the end of their useful lives.

Another very visible recent example of this policy is the reserve that the City set aside to help fund the City Hall and Police Station building. Construction on this \$7.1 million project began in the fall of 2008 and was completed on time and on budget in January 2010. The project was funded by a combination of \$6 million in General Obligation Bonds and over \$1 million in reserves that were set aside by the City over the several previous years.

The City is a candidate for a future transit rail station along the Florida East Coast Railroad (FEC). In FY15-16 the City began budgeting annual installments toward developing a fund to attract the rail station. This is shown in the financial statements as assigned fund balance in the General Fund.

## **RELEVANT FINANCIAL POLICIES**

The City of Wilton Manors’ financial policies set forth the basic framework for the overall fiscal management of the City. These policies operate independently of changing circumstances and conditions with the exception of when changes in financial policy are necessary to maintain the integrity of the City and its operations, in conformance with Generally Accepted Accounting Principles (GAAP) promulgated by the Governmental Accounting Standards Board (GASB). These policies assist the decision making process of the City Commission and the City Administration and provide guidelines for evaluating both current activities and proposals for future programs.

General Financial Policies include: continuous monitoring and comparison of all revenues and expenditures to budget; the aggressive pursuit of grant revenues; cost sharing of health and life insurance between the City and its employees; limitations to budgeted overtime; scheduled maintenance of infrastructure, vehicles and other assets; and the establishment and regular review of user fees and charges.

Debt Policies include prohibitions on issuance of debt for operating activities; the prohibition of the use of general obligation debt for enterprise activities; the maintenance of sufficient restricted cash, reserves and restricted net assets to cover debt service; and the publication and distribution of official statements for revenue bond issues.

Accounting, Auditing and Financial Reporting Policies include requiring an annual audit by an independent Certified Public Accounting firm; the timely production and issuance of annual financial reports in accordance with GAAP, and the maintenance of financial records.

Additional Budgetary Guidelines include the pursuit of revenue sources that are alternatives to ad valorem taxes, and the periodic review of government structure and consolidation of departments when feasible.

One of the most important of the City's Budgetary Guidelines is to strive to maintain the General Fund's unassigned fund balance at 15% to 20% of the General Fund budget. If the unassigned fund balance falls below the minimum desired level, it is the practice of the City to budget additional contingency funds sufficient to bring the unassigned fund balance back up to the minimum level. This guideline was formally incorporated by the City Commission into the City's Fund Balance Policy which is in compliance with GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions.

## **INTERNAL CONTROLS**

The City's management is responsible for the establishment and maintenance of accounting and other internal controls to ensure compliance with applicable laws and City policies so that financial transactions are properly recorded and documented to provide reliable information for the preparation of the City's financial statements. Because the cost of internal controls should not exceed anticipated benefits, the City's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

In order to create and maintain a climate supportive of a strong system of internal controls, the City's management has instilled and nurtured a culture of integrity among City staff, clearly communicating their high expectations for staff to perform at the highest level of ethical conduct. Toward this end, management has also provided both the budgetary support and the moral support to enable staff to perform at this high level of professionalism.

## **MAJOR INITIATIVES**

The City progressed with its plan to achieve the goals and objectives of the 2020 Strategic Plan. The City's major projects and initiatives, some of which were started in prior years, are discussed below:

- The renovation of Colohatchee Park was completed with a total cost of approximately \$.361 million. Two parcels of land were also purchased totaling \$1.386 million for future expansion of the park.
- New roof was installed at the Fire Station building.
- The City continued to invest in infrastructure spending for water and sewer improvements to ensure residents receive the best quality and service levels. Approximately \$.653 million was spent to replace two water mains.
- A total of \$84,000 was spent to replace A/C units throughout city buildings.

- The NE 26<sup>th</sup> Street improvement project commenced during the year. A federal funding of \$.967 million, through Florida Department of Transportation was secured for this project. The total project cost is approximately \$1.13 million.
- Non-capital initiatives, which started in FY18, targeted investment in the City's economy to spur future property value growth and private investment in the commercial districts. This included launching marketing campaigns branding the City as a tourism destination, working toward land use changes on the Andrews Avenue and Oakland Park Boulevard corridors that will allow mixed use development and additional housing units.
- Wilton Manors City Hall Property Site Plan Visioning - The City has begun to have a robust public discussion of whether the property should be redeveloped. Over the years, many proposals have been offered for this property, and going forward the City would like to shape any future proposals based on our own collective vision for its best use.
- Another goal was to identify strategies addressing climate change and sea level rise. Wilton Manors partnered with neighbor city, Oakland Park, to develop a joint climate action plan that aims to reduce both cities' greenhouse gas emissions and increase the resiliency of both communities.

## **AWARDS AND ACKNOWLEDGEMENTS**

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 Wilton Manors for its CAFR for the year ended September 30, 2018. This was the twenty-first consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable program requirements, meeting strict reporting guidelines.

A Certificate of Achievement is valid for a period of one year. We believe that our current CAFR 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.

The City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for Fiscal Year 2017-18. To qualify for this award, the City's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

The coronavirus (COVID-19) has resulted in disruption of City operations and caused global, national and local economies to experience significant declines. However, the City of Wilton Manors has taken steps and will continue to make efforts to protect the safety and well-being of our residents. The City has also taken steps that will ensure continued financial stability. With the guidance of our City leadership we are hopeful that we will come out of this pandemic stronger than ever.

The preparation of the CAFR would not have been possible without the skill, effort and dedication of the entire staff of the Finance Department. Appreciation is extended to the members of the City Departments for their assistance in the preparation of the report, and the City's external auditors for their very significant role in the production of the report. Credit is also due to the mayor and city commissioners for their unflinching support for maintaining the highest standards of professionalism in the management of the City's finances.

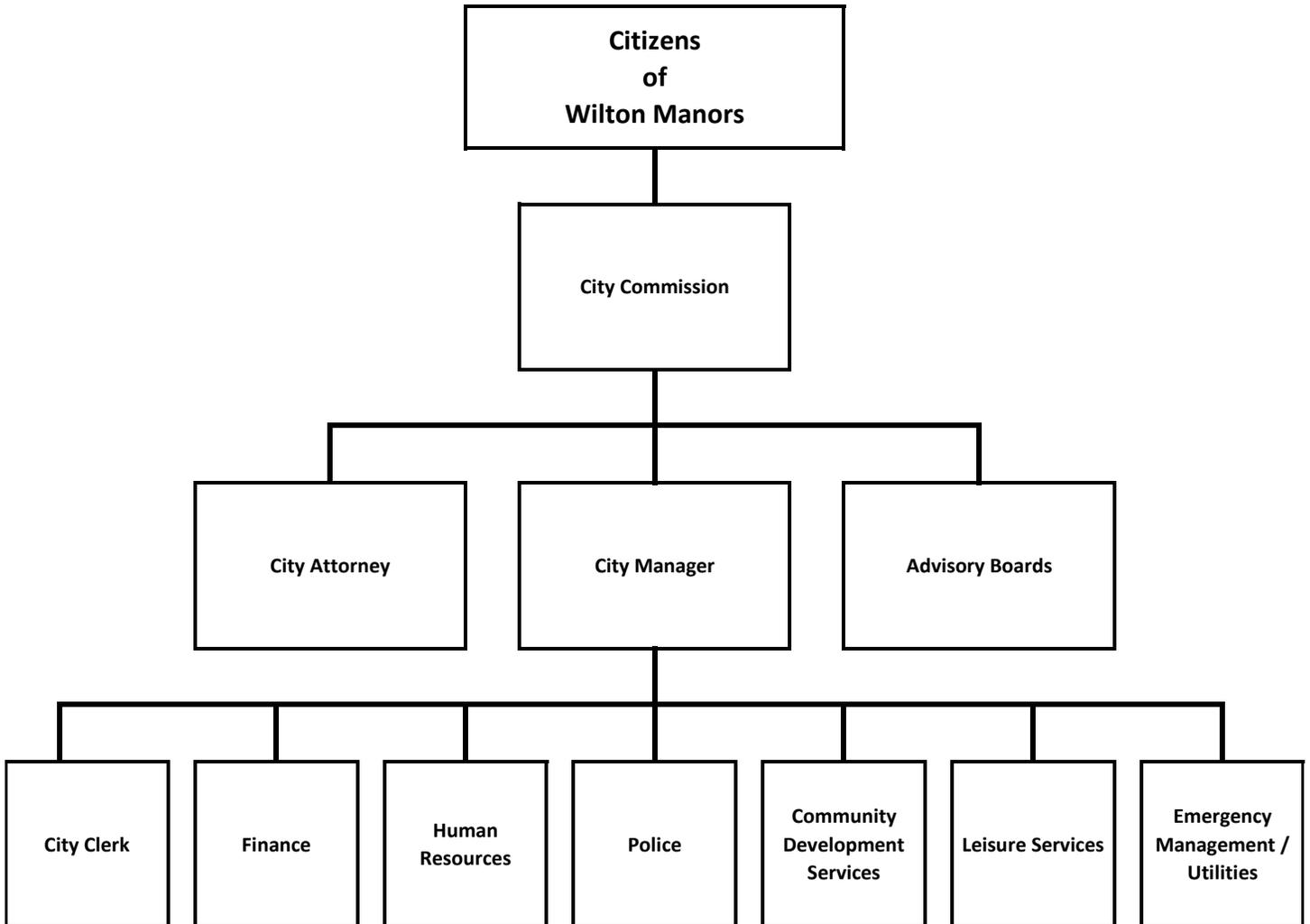
Respectfully,



Pennie Zuercher  
Finance Director

# City of Wilton Manors

## Organization Chart



# City of Wilton Manors, Florida

COMMISSION - MANAGER FORM OF GOVERNMENT

LIST OF PRINCIPAL OFFICIALS

As of September 30, 2019

## CITY COMMISSION

**JUSTIN FLIPPEN**

Mayor

**TOM GREEN**

Vice Mayor

**JULIE CARSON**

Commissioner

**GARY RESNICK**

Commissioner

**PAUL ROLLI**

Commissioner

**CITY MANAGER**

Leigh Ann Henderson

**CITY ATTORNEY**

Kerry Ezrol

**CITY CLERK**

Faith Lombardo

**FINANCE DIRECTOR**

Bob Mays

**HUMAN RESOURCES DIRECTOR**

Dio Sanchez

**LEISURE SERVICES DIRECTOR**

Patrick Cann

**POLICE CHIEF**

Paul O'Connell

**COMMUNITY DEVELOPMENT  
SERVICES DIRECTOR**

Roberta Moore

**EMERGENCY MANAGEMENT /  
UTILITIES DIRECTOR**

David Archacki



Government Finance Officers Association

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

Presented to

**City of Wilton Manors  
Florida**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2018**

*Christopher P. Morrell*

Executive Director/CEO

# FINANCIAL SECTION

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# INDEPENDENT AUDITOR'S REPORT

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CPA's + Trusted Advisors

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## INDEPENDENT AUDITOR'S REPORT

To the Honorable Vice Mayor, City Commissioners and City Manager  
City of Wilton Manors, 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 Wilton Manors, Florida (the "City") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements 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 did not audit the financial statements of the Pension Trust Funds, which represents 100% of the assets, additions, and deductions of the fiduciary funds. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds is based solely on the report of the other auditors. 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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2019, 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.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules related to pensions and other post-employment benefits on pages 4 through 14 and pages 69 through 78, respectively, 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 and the other auditors 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's basic financial statements. The introductory section, budgetary comparison information, 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the schedule of expenditures of federal awards and budgetary comparison information 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, by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the combining and individual nonmajor fund financial statements, the schedule of expenditures of federal awards and budgetary comparison information are fairly stated in all material respects in relation to the basic financial statements as a whole.

City of Wilton Manors, Florida

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 Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2020, on our consideration of the City's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

KEEFE MCCULLOUGH

Fort Lauderdale, Florida  
May 19, 2020

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# MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

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This section of the City's financial statements presents management's analysis of the City's financial activities for the fiscal year ended September 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the beginning of the report, as well as the financial statements and notes to the financial statements which follow.

### **Financial Highlights**

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$ 37,400,172 (net position). Of this amount, unrestricted net position is a deficit of \$9,614,390. The City's net position was negatively impacted due to the recognition of net pension liability in FY14-15 and Other Post-Employment Benefits (OPEB) liability in FY17-18. Net pension liability and OPEB liability were \$24.7 million and \$.64 million, respectively, at the close of the current year.
- The City's total net position increased by \$2,294,675. The net position of the governmental activities increased by \$629,670 and the net position of the business-type activities increased by \$1,665,005.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$5,153,241, a decrease of \$294,906 in comparison with the prior year. Approximately 55.7% of this amount (\$2,871,181) is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, spendable and unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the general fund was \$ 3,344,425, or approximately 17.8% of total general fund expenditures.
- The City's total outstanding long-term debt decreased by \$733,977 during the current fiscal year due to regular debt service payments on the City's obligations.

### **Overview of the Financial Statements**

The discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City of Wilton Manors' basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

#### ***Government-wide statements***

The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Wilton Manor's finances, in a manner similar to a private sector business.

1. The *Statement of Net Position* presents information on all the City's assets, liabilities, and deferred outflows/inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

2. The *Statement of Activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, economic development, transportation, and culture and recreation. Business -type activities of the City include water & sewer utility, storm water utility, garbage and recycling services and a parking system.

The government-wide financial statements can be found on pages 15 through 17 of this report.

### ***Fund financial statements***

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. City categorizes funds into three basic fund types: governmental funds, proprietary funds, and fiduciary funds.

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

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

The City maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the City's two major governmental funds, the General Fund and the Fire Assessment Fund. Data from the seven other nonmajor governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements section of this report on pages 79 through 82.

The City adopts an annual appropriated budget for its General Fund and special revenue funds. A budgetary comparison statement has been provided for the General Fund and the Fire Fund to demonstrate compliance with this budget, and is presented as required supplementary information. Budgetary comparison for nonmajor special revenue funds is presented in the Combining Fund Statements section of this report.

The basic governmental fund financial statements can be found on pages 18 through 21 of this report.

**Proprietary funds** - Proprietary funds are comprised of the enterprise funds which are the equivalent of business-type activities in the government-wide statements. These include the Utility Fund, the Drainage Fund, the Parking Fund and the Recycling Fund. The Utility Fund, Recycling Fund and Parking Fund are considered to be major funds of the City.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. A statement of cash flows is presented at the fund financial statement level for Proprietary funds, but no equivalent statements are presented in the government-wide financial statements for either governmental activities or business-type activities.

The basic proprietary fund financial statements can be found on pages 22 through 26.

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

The City maintains one fiduciary fund. The pension trust fund is used to report resources held in trust for retirees and beneficiaries covered by two pension plans - the Pension Plan for General Employees and Police and the Volunteer Firefighters Retirement System.

The basic fiduciary fund financial statements can be found on pages 27 and 28.

**Notes to the financial statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29 through 68 of this report.

**Other financial information** - In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension and OPEB benefits to its employees. Required supplementary information can be found on pages 69 through 78 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pension and OPEB. Combining and individual fund statements and schedules can be found on pages 79 through 82 of this report.

**City of Wilton Manors, Florida**  
**Management's Discussion and Analysis**  
**September 30, 2019**

**Government-Wide Overall Financial Analysis**

As stated previously, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Wilton Manors, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$37,400,172 at the close of the most recent fiscal year.

**Table 1 - Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 8,855,201	\$ 6,746,122	\$ 10,319,856	\$ 9,314,550	\$ 19,175,057	\$ 16,060,672
Internal balances	(1,372,994)	-	1,372,994	-	-	-
Capital assets (net)	30,601,490	29,268,395	19,550,308	19,794,469	50,151,798	49,062,864
<b>Total assets</b>	<b>38,083,697</b>	<b>36,014,517</b>	<b>31,243,158</b>	<b>29,109,019</b>	<b>69,326,855</b>	<b>65,123,536</b>
Deferred outflows of resources	6,241,162	8,260,100	309,901	408,602	6,551,063	8,668,702
Current liabilities	3,305,806	1,327,855	3,241,144	2,481,791	6,546,950	3,809,646
Long-term debt and other noncurrent liabilities	27,555,656	29,797,504	2,547,538	2,920,022	30,103,194	32,717,526
<b>Total liabilities</b>	<b>30,861,462</b>	<b>31,125,359</b>	<b>5,788,682</b>	<b>5,401,813</b>	<b>36,650,144</b>	<b>36,527,172</b>
Deferred inflows of resources	1,733,873	2,049,404	93,729	110,165	1,827,602	2,159,569
Net position:						
Net investment in capital assets	26,856,340	24,941,279	18,280,358	18,372,508	45,136,698	43,313,787
Restricted	1,486,874	1,445,958	390,990	298,446	1,877,864	1,744,404
Unrestricted	(16,613,690)	(15,287,383)	6,999,300	5,334,689	(9,614,390)	(9,952,694)
<b>Total net position</b>	<b>\$ 11,729,524</b>	<b>\$ 11,099,854</b>	<b>\$ 25,670,648</b>	<b>\$ 24,005,643</b>	<b>\$ 37,400,172</b>	<b>\$ 35,105,497</b>

The largest portion of the City's net position (\$45,136,698) reflects its investment in capital assets, less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (\$1,877,864) represents resources that are subject to external restrictions on how they may be used.

The remaining portion of total net position (Unrestricted Net Position) represents that portion of net position that can be used to finance the City's daily operations and ongoing obligations to its citizens and creditors without constraints established by debt covenants, enabling legislation, or other legal requirements. The City's Unrestricted Net Position has a deficit balance of (\$ 9,614,390) at year end. The business-type activities have a positive Unrestricted Net Position of \$6,999,300 at year end. This is offset by a deficit of (\$16,613,690) in governmental activities. As noted earlier, the City's unrestricted net position was negatively impacted due to the recognition of net pension liability in FY14-15 and Other Post-Employment Benefits (OPEB) liability in FY17-18.

**City of Wilton Manors, Florida**  
**Management's Discussion and Analysis**  
**September 30, 2019**

It is essential to put this deficit in context, since the deficit results from the implementation of the GASB statements on pension accounting that were mandated starting four years ago (FYE 9/30/15) and the implementation of the GASB statement on OPEB accounting that was adopted in FY17-18. Net pension liability and OPEB liability were \$24.7 million and \$.64 million, respectively, at the close of the current year. A full picture of the City's overall financial condition can only be seen by analyzing the financial statements as a whole. Information that is particularly helpful in the analysis of the City's net position is found in Table 1 of the statistical section of this report. Table 1 provides a ten-year view of the changes in the City's net position. This allows the observer to determine how the City's ongoing operations have affected its net position.

**Table 2 - Changes in Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 5,033,858	\$ 4,790,463	\$ 12,868,396	\$ 13,335,752	\$ 17,902,254	\$ 18,126,215
Operating grants and contributions	772,371	117,852	-	-	772,371	117,852
Capital grants and contributions	178,146	347,045	-	-	178,146	347,045
<b>General revenues:</b>						
Property taxes	8,748,807	8,243,228	-	-	8,748,807	8,243,228
Intergovernmental	1,581,997	1,655,660	-	-	1,581,997	1,655,660
Other taxes and fees	3,528,938	3,017,704	-	-	3,528,938	3,017,704
Other general revenues	437,616	338,794	218,120	141,642	655,736	480,436
<b>Total revenues</b>	<b>20,281,733</b>	<b>18,510,746</b>	<b>13,086,516</b>	<b>13,477,394</b>	<b>33,368,249</b>	<b>31,988,140</b>
<b>Expenses:</b>						
General government	4,892,050	4,314,647	-	-	4,892,050	4,314,647
Economic development	69,970	43,023	-	-	69,970	43,023
Public safety	10,746,206	10,756,793	-	-	10,746,206	10,756,793
Culture and recreation	4,319,295	4,255,566	-	-	4,319,295	4,255,566
Physical environment	14,724	19,262	9,479,314	8,630,998	9,494,038	8,650,260
Transportation	773,807	529,458	573,936	547,531	1,347,743	1,076,989
Interest on long-term debt	160,857	164,830	43,415	40,780	204,272	205,610
<b>Total expenses</b>	<b>20,976,909</b>	<b>20,083,579</b>	<b>10,096,665</b>	<b>9,219,309</b>	<b>31,073,574</b>	<b>29,302,888</b>
<b>Excess (deficiency) in net position before transfers</b>						
	(695,176)	(1,572,833)	2,989,851	4,258,085	2,294,675	2,685,252
Transfers	1,324,846	1,711,939	(1,324,846)	(1,711,939)	-	-
<b>Changes in net position</b>	<b>\$ 629,670</b>	<b>\$ 139,106</b>	<b>\$ 1,665,005</b>	<b>\$ 2,546,146</b>	<b>\$ 2,294,675</b>	<b>\$ 2,685,252</b>
<b>Net position, beginning</b>	<b>11,099,854</b>	<b>10,960,748</b>	<b>24,005,643</b>	<b>21,459,497</b>	<b>35,105,497</b>	<b>32,420,245</b>
<b>Net position, ending</b>	<b>\$ 11,729,524</b>	<b>\$ 11,099,854</b>	<b>\$ 25,670,648</b>	<b>\$ 24,005,643</b>	<b>\$ 37,400,172</b>	<b>\$ 35,105,497</b>

This condensed Statement of Activities shows how the year's revenues, expenses, and transfers have affected the City's net position.

***Governmental Activities:***

During the current fiscal year, net position for governmental activities increased by \$629,670 from the prior fiscal year for an ending balance of \$11,729,524.

Property taxes increased by \$505,579 (6.1%) due to increase in property values. Operating millage rate for the current fiscal year was 5.9587, a decrease from the prior fiscal year of 5.9837. Operating grants and contributions increased by \$654,519 due to grant revenue recognized related to Hurricane Irma. Also contributing to the increase in governmental activities revenue is increased in charges for services (\$243,395) and franchise fees (\$417,862).

Expenses recorded for the governmental activities were \$20,976,909, an increase of \$893,330 (4.4%) when compared to the prior year. The City is predominantly a service provider and therefore its major expenses are salaries and benefits. The salaries are specifically affected by cost of living and merit adjustments, while benefit costs are closely linked to health insurance premium rates and actuarially-determined pension contribution rates. Total budgeted Full Time Equivalents for the fiscal year were 132.775, the same as prior year.

***Business-type Activities:***

The business-type activities increased its net position by \$1,665,005 to reach an ending balance of \$25,670,648. The utility fund increased its net position by \$1,581,632 ending at \$21,623,808. Parking fund and drainage fund increased their net position by \$333,981 and \$84,415, respectively, while recycling fund decreased its net position by \$335,023. Detailed analysis of this change is included in the analysis of the Proprietary Funds.

**Financial Analysis of Governmental Funds**

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

***Governmental Funds:***

The focus of the City's *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 discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City Commission.

As of September 30, 2019, the City of Wilton Manors' governmental funds reported a combined ending fund balances of \$ 5,153,241, a decrease of \$294,906 (5.4%) from the prior fiscal year. Approximately 55.7% of this amount (\$2,871,181) constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is non-spendable, restricted, committed, or assigned to indicate that it is 1) not in spendable form (\$301,289), 2) restricted for particular purposes (\$1,486,874), 3) committed for particular purposes (\$310,987), or 4) assigned for particular purposes (\$183,000).

**General Fund** - The General Fund is the chief operating fund of the City of Wilton Manors. At the end of the current fiscal year, unassigned fund balance of the general fund was \$2,897,028, while total fund balance decreased to \$4,145,760. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. *Unassigned fund balance* represents approximately 15.4% of total general fund expenditures, while *total fund balance* represents approximately 22.0% of that same amount.

Unassigned fund balance at year end represents approximately 16.6% of the total budgeted general fund operating expenditures for the subsequent fiscal year (FY19-20, \$ 17,486,398). The amount of unassigned fund balance is within the target in the City's adopted fund balance policy of maintaining a minimum unassigned fund balance in the General Fund of from 15% to 20% of the subsequent fiscal year's budgeted operating expenditures. The general fund's fund balance decreased by \$317,240 mainly due to the use/appropriation of fund balance in the current fiscal year 2018-2019.

**Fire Assessment Fund** - The Fire Assessment Fund, a major special revenue fund, accounts for the revenues and expenditures associated with fire prevention and fire protection activities in the City. The Fire Assessment Fund employs a full-time Fire Marshal and Fire Inspector, and shares administrative staff with the General Fund's Community Development Services Department. The City contracts with the neighboring City of Fort Lauderdale to provide first responder services for both fire and emergency medical services. Emergency medical services are funded through the General Fund, but fire services are funded through the Fire Assessment Fund, whose primary revenue source is a Fire Assessment Fee levied as a non-ad valorem assessment and billed to property owners on their property tax bills.

As of September 30, 2019, the fire fund's fund balance increased by \$137,469 to end the year at \$363,323. The increase is mainly due to actual expenditures were lesser than budgeted amounts. All of the Fire Assessment Fund's fund balance is either restricted or committed to be used for fire operations.

**Nonmajor Governmental Funds** - Information for the City's nonmajor governmental funds are reported in the Combining Statements on pages 79 through 82.

***Proprietary Funds:***

The City of Wilton Manors' proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

**Parking Fund** – Parking fund increased its net position by 333,981 for the current year. Charges for services decreased by \$86,520 due to the suspension of parking fee enforcement along Wilton Drive (for the second half of the fiscal year) during the lane reduction construction project. Operating expenses increased by \$26,405.

**Utility Fund** - Utility fund increased its net position by \$1,581,632 for the current year. Charges for services decreased by \$103,223 while operating expenses increased by \$727,294. The decrease in revenue is mainly due to a combined 2.4% net decrease in water and sewer rate charges set by the city for the current year. Increase in operating expenses of the water/sewer operations is due to the increase in water rates and cost of sewer treatment charges of 5% and 29%, respectively, from the City of Fort Lauderdale.

Recycling Fund – Recycling fund ended the year with a net deficit of \$285,018. As noted last year, FY17-18 was the first year that the Recycling Fund was accounted for as an enterprise fund. It is expected that this fund will experience some losses at least through FY18-19 due to the set pricing in place on the primary contract controlling expenditures for this fund. The contract was extended late in FY18-19, and it is expected that revenues from garbage fees will increase during FY19-20.

### **General Fund Budgetary Highlights**

#### ***Original budget compared to Final budget:***

During the year there was a need to increase the original budgeted appropriations by \$ 2,892,369. The main components of the increase were:

- a. \$401,174 to fund current Colohatchee Park renovations.
- b. \$ 1,380,000 to purchase two parcels of land for future improvement of the Colohatchee Park.
- c. \$ 488,038 in the Community Development Services Department to cover increase in contractual services as a result of increase in actual building permits revenue; and to carry-over unspent funds for comprehensive plan amendments, code re-write project and economic development activities.
- d. \$ 196,127 for Capital Outlay related primarily to Information Technology, Police projects and Community Development services.

#### ***Final budget compared to actual results:***

Revenues – Actual revenues were \$968,595 or 6% greater than the final budget. The more significant variances between budgeted and actual amounts in the General Fund are as follows:

- Revenues from Fines and Forfeitures came in \$375,217 (+120.5%) over budget largely due to an increase in the collection of code enforcement fines during the year.
- Intergovernmental Revenues were over budget by \$621,355 (+43.7%) due to the recognition of grant revenue related to Hurricane Irma.

Expenditures – Actual expenditures, excluding transfers to other funds, were \$1,673,538 or 8.2% below budget due to unspent appropriations/budget savings in the following:

- \$107,384 savings/unspent appropriations in the City Manager's office of which \$71,314 for economic development were carried over to FY19-20.
- \$326,625 savings/unspent appropriation in the Community Development Services of which \$130,000 for comprehensive plan updates were carried over to FY19-20.
- \$723,184 unspent appropriation in capital budget, of which \$481,000 were carried over to FY20-21.

**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, 2019, amounts to \$50,151,798 (net of accumulated depreciation). This investment in capital assets includes land, building, infrastructure, vehicles and machinery and equipment. The total net increase in capital assets for the current fiscal year was \$1,088,934 or 2.2%.

**Table 3 - Capital Assets**

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land	\$ 9,387,477	\$ 8,000,521	\$ 2,432,452	\$ 2,432,452	\$ 11,819,929	\$ 10,432,973
Construction in progress	258,967	99,586	748,405	37,634	1,007,372	137,220
Intangibles	74,672	42,070	-	-	74,672	42,070
Infrastructure, buildings and improvements	18,573,206	18,785,123	15,369,552	16,069,881	33,942,758	34,855,004
Machinery and equipment	2,307,168	2,341,095	999,899	1,254,502	3,307,067	3,595,597
<b>Total</b>	<b>\$ 30,601,490</b>	<b>\$ 29,268,395</b>	<b>\$ 19,550,308</b>	<b>\$ 19,794,469</b>	<b>\$ 50,151,798</b>	<b>\$ 49,062,864</b>

This year's major additions included:

**Governmental Activities:**

Information Technology Equipment	\$ 75,025
Police Vehicles and Equipment	228,613
Purchase of land for future parks projects	1,386,956
Parks Improvements & Equipment	702,855
Fire Station Renovations and Equipment	149,208

**Business-Type Activities:**

NE 6th Avenue Water Main Replacement	141,323
NE 26th Avenue Water Main Replacement	511,392
	<u>\$ 3,195,372</u>

Additional information on the City's capital assets can be found in Note 6 on pages 45 and 46.

**Long-term Debt:**

The City had debt totaling \$5,015,100 at September 30, 2019. Of this amount, \$3,268,150 is general obligation debt. The net decrease in total debt from prior year of \$ 733,977 (+12.8%) is due to regular debt service payments on the City's debt made during the year.

**Table 4 - Outstanding Debt**

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Notes payable	\$ 3,745,150	\$ 4,327,116	\$ 1,269,950	\$ 1,421,961	\$ 5,015,100	\$ 5,749,077
<b>Total</b>	<b>\$ 3,745,150</b>	<b>\$ 4,327,116</b>	<b>\$ 1,269,950</b>	<b>\$ 1,421,961</b>	<b>\$ 5,015,100</b>	<b>\$ 5,749,077</b>

During fiscal year 2018-19, the amount of the City's general obligation debt decreased by \$511,966 due to scheduled debt service payments on the existing debt. The City's 2011 Parks General Obligation Note was fully paid during the current fiscal.

Two bank notes, the Utility and Parking Note and Mickel Park Note have year-end indebtedness of \$ 1.27 million and \$ 477,000, respectively. The proceeds of the Utility and Parking Note, were used to finance construction of the replacement of the City's main sewer lift station, and for the construction of surface parking lots in the Arts & Entertainment District. The smaller bank note financed the repurposing of the City's Mickel Park.

Additional information on the City's long-term debt can be found in Note 8 on pages 47 through 49 of this report.

### **Economic Factors and Next Year's Budget and Rates**

The City's primary sources of revenue are property and utility taxes, franchises and regulatory fees, and utility charges for services. State shared revenues, which include telecommunications taxes, are another large source of revenue. All of these revenue sources are affected to a greater or lesser extent by general economic factors.

The local economy improved upon the recovery that began in the four prior fiscal years. The local recovery is due primarily to increased sales of residential real estate, increased tourism, and increased retail activity. The City's property values as of January 1, 2019 increased 7.24%, the seventh year in a row of increases after a five-year cycle of declining property values related to the national recession.

For Fiscal Year 2019-2020, the City Commission retained the operating millage rate from FY18-19 of 5.9587. Despite the retained millage rate, due to the increase in property values, the budgeted property tax revenue increased by \$ 309,550 from the prior year. The debt service millage rate decreased from 0.4711 in FY18-19 to 0.2949 in FY19-20. The decrease is due to the 1999 Parks Bond that was fully paid in FY19.

The fire assessment fees for FY2019-2020 decreased from \$ 219.24 to \$ 216.09 for single family homeowners. Water and sewer rates decreased slightly for most customers due to the decreased debt service from retirement of the 2007 Water & Sewer bonds. Monthly base rates decreased, but consumption rates increased to cover increasing costs passed through from the City of Fort Lauderdale. The storm water fee also increased 5%. The City's garbage and recycling fees increased 18% after three years of unchanged rates.

On March 1, 2020, the Governor of the State of Florida declared a Public Health Emergency as a result of the Novel Coronavirus Disease 2019 (COVID-19), and signed an Executive Order declaring State of Emergency on March 9, 2020. On March 12, 2020 a State of Emergency was declared in the City of Wilton Manors followed by issuance of several executive orders by the City Manager. These orders are designed to protect the health and well-being of the community, to create social distancing, and to minimize contact in an effort to limit community spread of COVID-19. On April 9, 2020 Broward County Government issued an Emergency Order restricting public access to businesses and facilities deemed nonessential.

The COVID-19 coronavirus outbreak has resulted in disruption of the City operations. Global and local economies are experiencing significant declines. The impact of COVID-19 to the City's operational and financial performance is unknown at this time.

### **Requests for Information**

This financial report is designed to provide general overview of the City of Wilton Manors finances for all those with interest in the City's finances. Questions concerning any of the information provided in this report or request for additional information are welcome and may be directed to the Finance Department by phone at (954) 390-2144, by email to [ap@wiltonmanors.com](mailto:ap@wiltonmanors.com), or by mail to the City of Wilton Manors, Finance Department, 2020 Wilton Drive, Wilton Manors, FL 33305.

The City publishes this report and much more financial information on its website: [www.wiltonmanors.com](http://www.wiltonmanors.com) > Departments > Finance.

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# BASIC FINANCIAL STATEMENTS

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**City of Wilton Manors, Florida**  
**Statement of Net Position**  
**September 30, 2019**

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business- type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash, cash equivalents and investments	\$ 6,782,640	\$ 8,982,389	\$ 15,765,029
Accounts receivables, net	209,327	763,661	972,988
Note receivable	50,000	-	50,000
Due from other governments	1,080,369	-	1,080,369
Inventories	28,885	39,652	68,537
Prepayments and other assets	222,404	56,255	278,659
Restricted cash, cash equivalents and investments	377,337	477,899	855,236
Internal balances	(1,372,994)	1,372,994	-
Capital assets, non-depreciable	9,721,116	3,180,857	12,901,973
Capital assets, depreciable (net)	20,880,374	16,369,451	37,249,825
Net pension asset	104,239	-	104,239
<b>Total assets</b>	<b>38,083,697</b>	<b>31,243,158</b>	<b>69,326,855</b>
<b>Deferred Outflows of Resources:</b>			
Deferred outflows related to OPEB	11,460	540	12,000
Deferred outflows related to pensions	6,229,702	309,361	6,539,063
<b>Total deferred outflows of resources</b>	<b>6,241,162</b>	<b>309,901</b>	<b>6,551,063</b>
<b>Total assets and deferred outflows of resources</b>	<b>\$ 44,324,859</b>	<b>\$ 31,553,059</b>	<b>\$ 75,877,918</b>
<b>Liabilities:</b>			
Accounts payable	\$ 1,621,311	\$ 2,466,004	\$ 4,087,315
Accrued liabilities	454,546	96,345	550,891
Customer deposits	-	477,899	477,899
Unearned revenues	148,870	-	148,870
Accrued interest payable	26,116	12,965	39,081
Due within one year:			
Compensated absences	669,583	32,065	701,648
Notes payable	385,380	155,866	541,246
Due in more than one year:			
Compensated absences	228,146	40,079	268,225
Notes payable	3,359,770	1,114,084	4,473,854
Net pension liability	23,352,682	1,368,433	24,721,115
OPEB liability	615,058	24,942	640,000
<b>Total liabilities</b>	<b>30,861,462</b>	<b>5,788,682</b>	<b>36,650,144</b>

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

**City of Wilton Manors, Florida**  
**Statement of Net Position**  
**(continued)**  
**September 30, 2019**

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total</u>
<b>Deferred Inflows of Resources:</b>			
Deferred inflows related to OPEB	5,730	270	6,000
Deferred inflows related to pension	1,728,143	93,459	1,821,602
<b>Total deferred inflows of resources</b>	<u>1,733,873</u>	<u>93,729</u>	<u>1,827,602</u>
<b>Net Position:</b>			
Net investment in capital assets	26,856,340	18,280,358	45,136,698
Restricted for:			
Sewer impact fees	-	390,990	390,990
Public safety impact fees	23,755	-	23,755
Public safety	422,471	-	422,471
Fire operations	359,334	-	359,334
EMS rescue unit	133,399	-	133,399
Transportation	85,219	-	85,219
Culture and recreation impact fees	100,265	-	100,265
Affordable housing impact fees	254,911	-	254,911
Jenada Isle neighborhood improvements	7,373	-	7,373
Wilton Drive improvements	100,147	-	100,147
Unrestricted (deficit)	<u>(16,613,690)</u>	<u>6,999,300</u>	<u>(9,614,390)</u>
<b>Total net position</b>	<u>11,729,524</u>	<u>25,670,648</u>	<u>37,400,172</u>
<b>Total liabilities, deferred inflows of resources and net position</b>	<u>\$ 44,324,859</u>	<u>\$ 31,553,059</u>	<u>\$ 75,877,918</u>

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

**City of Wilton Manors, Florida**  
**Statement of Activities**  
**For the Year Ended September 30, 2019**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	
<b>Primary Government:</b>							
<b>Governmental activities:</b>							
General government	\$ 4,892,050	\$ 263,790	\$ -	\$ -	\$ (4,628,260)	\$ -	\$ (4,628,260)
Economic development	69,970	109,855	-	-	39,885	-	39,885
Public safety	10,746,206	4,008,112	731,806	-	(6,006,288)	-	(6,006,288)
Culture and recreation	4,319,295	610,172	40,565	116,186	(3,552,372)	-	(3,552,372)
Physical environment	14,724	7,709	-	-	(7,015)	-	(7,015)
Transportation	773,807	34,220	-	61,960	(677,627)	-	(677,627)
Interest expense	160,857	-	-	-	(160,857)	-	(160,857)
Total governmental activities	<u>20,976,909</u>	<u>5,033,858</u>	<u>772,371</u>	<u>178,146</u>	<u>(14,992,534)</u>	<u>-</u>	<u>(14,992,534)</u>
<b>Business-type activities:</b>							
Utility	5,828,081	8,360,405	-	-	-	2,532,324	2,532,324
Parking	599,594	931,458	-	-	-	331,864	331,864
Recycling	3,226,478	3,081,132	-	-	-	(145,346)	(145,346)
Drainage	442,512	495,401	-	-	-	52,889	52,889
Total business-type activities	<u>10,096,665</u>	<u>12,868,396</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,771,731</u>	<u>2,771,731</u>
Total Primary Government	<u>\$ 31,073,574</u>	<u>\$ 17,902,254</u>	<u>\$ 772,371</u>	<u>\$ 178,146</u>	<u>(14,992,534)</u>	<u>2,771,731</u>	<u>(12,220,803)</u>
General revenues:							
Taxes:							
Property					8,748,807	-	8,748,807
Franchise					1,251,266	-	1,251,266
Utility					2,079,275	-	2,079,275
Other					198,397	-	198,397
Intergovernmental revenue, not restricted to specific functions					1,581,997	-	1,581,997
Interest income					231,260	218,120	449,380
Miscellaneous					173,633	-	173,633
Gain on sale of capital assets					32,723	-	32,723
Transfers in (out)					1,324,846	(1,324,846)	-
Total general revenues and transfers					<u>15,622,204</u>	<u>(1,106,726)</u>	<u>14,515,478</u>
Change in net position					629,670	1,665,005	2,294,675
Net position, beginning					11,099,854	24,005,643	35,105,497
Net position, ending					<u>\$ 11,729,524</u>	<u>\$ 25,670,648</u>	<u>\$ 37,400,172</u>

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

**City of Wilton Manors, Florida**  
**Balance Sheet**  
**Governmental Funds**  
**September 30, 2019**

	<u>General Fund</u>	<u>Fire Assessment Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Assets:</b>				
Cash, cash equivalents and investments	\$ 5,137,388	\$ 613,576	\$ 1,031,676	\$ 6,782,640
Receivables, net:				
Accounts receivable	209,327	-	-	209,327
Due from other governments	947,110	99	133,160	1,080,369
Note receivable	50,000	-	-	50,000
Due from other funds	63,929	-	-	63,929
Inventories	24,096	-	4,789	28,885
Prepayments	214,909	3,989	3,506	222,404
Restricted cash, cash equivalents and investments	133,399	243,813	125	377,337
<b>Total assets</b>	<u>\$ 6,780,158</u>	<u>\$ 861,477</u>	<u>\$ 1,173,256</u>	<u>\$ 8,814,891</u>
<b>Liabilities:</b>				
Accounts payable	\$ 749,484	\$ 424,285	\$ 447,542	\$ 1,621,311
Accrued liabilities	446,099	6,344	2,103	454,546
Due to other funds	-	-	63,929	63,929
Advances due to other funds	1,372,994	-	-	1,372,994
Unearned revenues	65,821	67,525	15,524	148,870
<b>Total liabilities</b>	<u>2,634,398</u>	<u>498,154</u>	<u>529,098</u>	<u>3,661,650</u>
<b>Fund Balances:</b>				
Nonspendable:				
Inventories and prepayments	239,005	3,989	8,295	251,289
Note receivable	50,000	-	-	50,000
Restricted for:				
Public safety impact fees	23,755	-	-	23,755
Public safety	-	-	422,471	422,471
Fire operations	-	359,334	-	359,334
EMS rescue unit	133,399	-	-	133,399
Transportation	-	-	85,219	85,219
Culture and recreation impact fees	100,265	-	-	100,265
Affordable housing impact fees	254,911	-	-	254,911
Jenada Isle neighborhood improvements	-	-	7,373	7,373
Wilton Drive improvements	-	-	100,147	100,147
Committed to:				
Capital assets replacement	264,397	-	46,500	310,897
Assigned to:				
Future train station	119,000	-	-	119,000
Future funding for clay court	64,000	-	-	64,000
Unassigned (deficit)	2,897,028	-	(25,847)	2,871,181
<b>Total fund balances</b>	<u>4,145,760</u>	<u>363,323</u>	<u>644,158</u>	<u>5,153,241</u>
<b>Total liabilities and fund balances</b>	<u>\$ 6,780,158</u>	<u>\$ 861,477</u>	<u>\$ 1,173,256</u>	<u>\$ 8,814,891</u>

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

**City of Wilton Manors, Florida**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
**September 30, 2019**

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**Fund Balances - Total Governmental Funds** \$ 5,153,241

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

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

Governmental capital assets	\$ 67,775,884	
Less: accumulated depreciation	<u>(37,174,394)</u>	30,601,490

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

Note and loans payable	(3,745,150)	
Net pension liability	(23,352,682)	
Net pension asset	104,239	
Other post employment benefits (OPEB)	(615,058)	
Compensated absences	<u>(897,729)</u>	(28,506,380)

Accrued interest payable is not reported in the governmental funds. (26,116)

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources	6,241,162	
Deferred inflows of resources	<u>(1,733,873)</u>	<u>4,507,289</u>

**Net Position of Governmental Activities** \$ 11,729,524

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

City of Wilton Manors, Florida  
Statement of Revenues, Expenditures and Changes in Fund Balances -  
Governmental Funds  
For the Year Ended September 30, 2019

	<u>General Fund</u>	<u>Fire Assessment Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Revenues:</b>				
Taxes:				
Property	\$ 8,748,807	\$ -	\$ -	\$ 8,748,807
Franchise	1,251,266	-	-	1,251,266
Utility	2,079,275	-	-	2,079,275
Insurance premium	-	87,830	-	87,830
Intergovernmental	2,041,801	1,920	488,793	2,532,514
Special assessments	-	2,229,472	103,878	2,333,350
Charges for services	520,449	104,202	34,220	658,871
Licenses and permits	1,119,356	-	-	1,119,356
Fines and forfeitures	686,717	-	32,518	719,235
Interest income	177,611	31,339	22,310	231,260
Miscellaneous	498,989	19,979	1,001	519,969
<b>Total revenues</b>	<u>17,124,271</u>	<u>2,474,742</u>	<u>682,720</u>	<u>20,281,733</u>
<b>Expenditures:</b>				
Current:				
General government	4,266,986	-	-	4,266,986
Economic development	-	-	69,970	69,970
Public safety	7,638,403	2,108,245	69,888	9,816,536
Culture and recreation	3,541,604	-	32,960	3,574,564
Physical environment	-	-	3,646	3,646
Transportation	175,921	-	313,275	489,196
Debt service:				
Principal	581,966	-	-	581,966
Interest	164,621	-	-	164,621
Capital outlay	2,451,676	149,208	333,116	2,934,000
<b>Total expenditures</b>	<u>18,821,177</u>	<u>2,257,453</u>	<u>822,855</u>	<u>21,901,485</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,696,906)</u>	<u>217,289</u>	<u>(140,135)</u>	<u>(1,619,752)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	1,404,666	-	25,000	1,429,666
Transfers out	(25,000)	(79,820)	-	(104,820)
<b>Total other financing sources (uses)</b>	<u>1,379,666</u>	<u>(79,820)</u>	<u>25,000</u>	<u>1,324,846</u>
<b>Net change in fund balances</b>	(317,240)	137,469	(115,135)	(294,906)
<b>Fund Balances, beginning</b>	<u>4,463,000</u>	<u>225,854</u>	<u>759,293</u>	<u>5,448,147</u>
<b>Fund Balances, ending</b>	<u>\$ 4,145,760</u>	<u>\$ 363,323</u>	<u>\$ 644,158</u>	<u>\$ 5,153,241</u>

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

**City of Wilton Manors, Florida**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended September 30, 2019**

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**Net Change in Fund Balances - Total Governmental Funds** \$ (294,906)

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 are depreciated over their estimated useful lives and reported as depreciation expense:

Expenditures for capital assets	\$ 2,934,000	
Less: Current year provision for depreciation	(1,600,620)	
Loss on disposal of capital assets	<u>(285)</u>	1,333,095

Repayment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 581,966

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

Change in accrued compensated absences	(90,959)	
Change in other post employment benefits (OPEB)	2,865	
Change in net pension liability	693,013	
Change in net pension asset	104,239	
Change in the accrued interest payable on governmental debts	<u>3,764</u>	712,922

Certain changes related to pension and other post employment benefits (OPEB) assets and liabilities are not reported in the net change in the governmental funds:

Change in deferred outflows	(2,018,938)	
Change in deferred inflows	<u>315,531</u>	<u>(1,703,407)</u>

**Change in Net Position of Governmental Activities** \$ 629,670

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

**City of Wilton Manors, Florida**  
**Statement of Net Position**  
**Proprietary Funds**  
**September 30, 2019**

	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Recycling Fund</u>	<u>Nonmajor Drainage Fund</u>	<u>Total</u>
<b>Assets:</b>					
<b>Current assets:</b>					
Cash, cash equivalents and investments	\$ 5,963,178	\$ 1,438,615	\$ 97,865	\$ 1,482,731	\$ 8,982,389
Accounts receivable, net	629,867	67	93,059	40,668	763,661
Inventories	39,652	-	-	-	39,652
Prepayments and other assets	19,920	31,376	2,877	2,082	56,255
Restricted cash, cash equivalents and investments	<u>477,899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>477,899</u>
<b>Total current assets</b>	<u>7,130,516</u>	<u>1,470,058</u>	<u>193,801</u>	<u>1,525,481</u>	<u>10,319,856</u>
<b>Non-current assets:</b>					
Advance to other funds	1,372,994	-	-	-	1,372,994
Capital assets, non-depreciable	2,251,328	929,529	-	-	3,180,857
Capital assets, depreciable (net)	<u>14,632,443</u>	<u>818,074</u>	<u>131,167</u>	<u>787,767</u>	<u>16,369,451</u>
<b>Total non-current assets</b>	<u>18,256,765</u>	<u>1,747,603</u>	<u>131,167</u>	<u>787,767</u>	<u>20,923,302</u>
<b>Total assets</b>	<u>25,387,281</u>	<u>3,217,661</u>	<u>324,968</u>	<u>2,313,248</u>	<u>31,243,158</u>
<b>Deferred Outflows of Resources:</b>					
Deferred outflows related to OPEB	404	16	58	62	540
Deferred outflows related to pensions	<u>221,023</u>	<u>9,497</u>	<u>30,455</u>	<u>48,386</u>	<u>309,361</u>
<b>Total deferred outflows of resources</b>	<u>221,427</u>	<u>9,513</u>	<u>30,513</u>	<u>48,448</u>	<u>309,901</u>
<b>Total assets and deferred outflows of resources</b>	<u>\$ 25,608,708</u>	<u>\$ 3,227,174</u>	<u>\$ 355,481</u>	<u>\$ 2,361,696</u>	<u>\$ 31,553,059</u>
<b>Liabilities:</b>					
<b>Current liabilities (payable from unrestricted assets):</b>					
Accounts payable	\$ 1,746,638	\$ 145,155	\$ 493,749	\$ 80,462	\$ 2,466,004
Accrued liabilities	88,232	2,850	2,588	2,675	96,345
Accrued interest payable	5,303	7,662	-	-	12,965
Compensated absences payable	23,619	-	6,074	2,372	32,065
Note payable	63,749	92,117	-	-	155,866
Current liabilities (payable from restricted assets):					
Customer deposits	<u>477,899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>477,899</u>
<b>Total current liabilities</b>	<u>2,405,440</u>	<u>247,784</u>	<u>502,411</u>	<u>85,509</u>	<u>3,241,144</u>

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

**City of Wilton Manors, Florida**  
**Statement of Net Position**  
**Proprietary Funds**  
**(continued)**  
**September 30, 2019**

	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Recycling Fund</u>	<u>Nonmajor Drainage Fund</u>	<u>Total</u>
<b>Noncurrent liabilities:</b>					
Compensated absences	32,944	-	3,744	3,391	40,079
Note payable	451,578	662,506	-	-	1,114,084
Net pension liability	1,008,210	60,092	123,409	176,722	1,368,433
OPEB liability	17,967	768	2,622	3,585	24,942
<b>Total noncurrent liabilities</b>	<u>1,510,699</u>	<u>723,366</u>	<u>129,775</u>	<u>183,698</u>	<u>2,547,538</u>
<b>Total liabilities</b>	<u>3,916,139</u>	<u>971,150</u>	<u>632,186</u>	<u>269,207</u>	<u>5,788,682</u>
<b>Deferred Inflows of Resources:</b>					
Deferred inflows related to OPEB	202	8	29	31	270
Deferred inflows related to pensions	68,559	6,201	8,284	10,415	93,459
<b>Total deferred inflows of resources</b>	<u>68,761</u>	<u>6,209</u>	<u>8,313</u>	<u>10,446</u>	<u>93,729</u>
<b>Net Position:</b>					
Net investment in capital assets	16,368,444	992,980	131,167	787,767	18,280,358
Restricted for sewer impact fees	390,990	-	-	-	390,990
Unrestricted	4,864,374	1,256,835	(416,185)	1,294,276	6,999,300
<b>Total net position</b>	<u>21,623,808</u>	<u>2,249,815</u>	<u>(285,018)</u>	<u>2,082,043</u>	<u>25,670,648</u>
<b>Total liabilities, deferred inflows of resources and net position</b>	<u>\$ 25,608,708</u>	<u>\$ 3,227,174</u>	<u>\$ 355,481</u>	<u>\$ 2,361,696</u>	<u>\$ 31,553,059</u>

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

**City of Wilton Manors, Florida**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended September 30, 2019**

	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Recycling Fund</u>	<u>Nonmajor Drainage Fund</u>	<u>Total</u>
<b>Operating Revenues:</b>					
Charges for services	\$ 8,187,024	\$ 927,616	\$ 3,053,206	\$ 495,140	\$ 12,662,986
Impact fees	92,544	-	-	-	92,544
Licenses and permits	6,313	-	-	-	6,313
Other services	74,524	3,842	27,926	261	106,553
<b>Total operating revenues</b>	<u>8,360,405</u>	<u>931,458</u>	<u>3,081,132</u>	<u>495,401</u>	<u>12,868,396</u>
<b>Operating Expenses:</b>					
Water/sewer system operations	3,287,324	-	-	-	3,287,324
Recycling operations	-	-	2,959,603	-	2,959,603
Personnel services	757,322	17,266	112,837	129,661	1,017,086
General and administrative expenses	786,543	505,243	134,982	95,838	1,522,606
Maintenance and repair	158,642	5,340	1,022	93,522	258,526
Depreciation	820,493	46,087	18,034	123,491	1,008,105
<b>Total operating expenses</b>	<u>5,810,324</u>	<u>573,936</u>	<u>3,226,478</u>	<u>442,512</u>	<u>10,053,250</u>
<b>Operating income (loss)</b>	<u>2,550,081</u>	<u>357,522</u>	<u>(145,346)</u>	<u>52,889</u>	<u>2,815,146</u>
<b>Nonoperating Revenues (Expenses):</b>					
Interest income	152,830	27,117	6,647	31,526	218,120
Interest expense	(17,757)	(25,658)	-	-	(43,415)
<b>Total nonoperating revenues (expenses)</b>	<u>135,073</u>	<u>1,459</u>	<u>6,647</u>	<u>31,526</u>	<u>174,705</u>
<b>Income before transfers</b>	<u>2,685,154</u>	<u>358,981</u>	<u>(138,699)</u>	<u>84,415</u>	<u>2,989,851</u>
<b>Transfers:</b>					
Transfers out	(1,103,522)	(25,000)	(196,324)	-	(1,324,846)
<b>Total transfers</b>	<u>(1,103,522)</u>	<u>(25,000)</u>	<u>(196,324)</u>	<u>-</u>	<u>(1,324,846)</u>
<b>Change in net position</b>	1,581,632	333,981	(335,023)	84,415	1,665,005
<b>Net Position, beginning</b>	<u>20,042,176</u>	<u>1,915,834</u>	<u>50,005</u>	<u>1,997,628</u>	<u>24,005,643</u>
<b>Net Position (deficit), ending</b>	<u>\$ 21,623,808</u>	<u>\$ 2,249,815</u>	<u>\$ (285,018)</u>	<u>\$ 2,082,043</u>	<u>\$ 25,670,648</u>

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

**City of Wilton Manors, Florida**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended September 30, 2019**

	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Recycling Fund</u>	<u>Nonmajor Drainage Fund</u>	<u>Total</u>
<b>Cash Flows from Operating Activities:</b>					
Receipts from customers, users and other	\$ 7,194,774	\$ 931,391	\$ 3,102,574	\$ 502,764	\$ 11,731,503
Payments to suppliers for goods and services	(3,703,205)	(454,088)	(3,203,997)	(110,906)	(7,472,196)
Payments to employees	(708,836)	(14,239)	(106,756)	(123,047)	(952,878)
<b>Net cash provided by (used in) operating activities</b>	<u>2,782,733</u>	<u>463,064</u>	<u>(208,179)</u>	<u>268,811</u>	<u>3,306,429</u>
<b>Cash Flows from Noncapital Financing Activities:</b>					
Transfer out to other funds	(1,103,522)	(25,000)	(196,324)	-	(1,324,846)
<b>Net cash provided by (used in) noncapital financing activities</b>	<u>(1,103,522)</u>	<u>(25,000)</u>	<u>(196,324)</u>	<u>-</u>	<u>(1,324,846)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Acquisition and construction of capital assets	(757,731)	-	(5,655)	(558)	(763,944)
Principal paid on capital debt	(62,173)	(89,838)	-	-	(152,011)
Interest paid on capital debt	(17,339)	(25,055)	-	-	(42,394)
<b>Net cash provided by (used in) capital and related financing activities</b>	<u>(837,243)</u>	<u>(114,893)</u>	<u>(5,655)</u>	<u>(558)</u>	<u>(958,349)</u>
<b>Cash Flows from Investing Activities:</b>					
Interest received	152,830	27,117	6,647	31,526	218,120
<b>Net cash provided by (used in) investing activities</b>	<u>152,830</u>	<u>27,117</u>	<u>6,647</u>	<u>31,526</u>	<u>218,120</u>
<b>Net increase (decrease) in cash, cash equivalents and investments</b>	994,798	350,288	(403,511)	299,779	1,241,354
<b>Cash, Cash Equivalents and Investments, beginning</b>	<u>5,446,279</u>	<u>1,088,327</u>	<u>501,376</u>	<u>1,182,952</u>	<u>8,218,934</u>
<b>Cash, Cash Equivalents and Investments, ending</b>	<u>\$ 6,441,077</u>	<u>\$ 1,438,615</u>	<u>\$ 97,865</u>	<u>\$ 1,482,731</u>	<u>\$ 9,460,288</u>
<b>Reconciliation to Statement of Net Position:</b>					
Unrestricted	\$ 5,963,178	\$ 1,438,615	\$ 97,865	\$ 1,482,731	\$ 8,982,389
Restricted	477,899	-	-	-	477,899
<b>Cash, Cash Equivalents and Investments</b>	<u>\$ 6,441,077</u>	<u>\$ 1,438,615</u>	<u>\$ 97,865</u>	<u>\$ 1,482,731</u>	<u>\$ 9,460,288</u>

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

City of Wilton Manors, Florida  
Statement of Cash Flows  
Proprietary Funds  
(continued)  
For the Year Ended September 30, 2019

	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Recycling Fund</u>	<u>Nonmajor Drainage Fund</u>	<u>Total</u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>					
Operating income (loss)	\$ 2,550,081	\$ 357,522	\$ (145,346)	\$ 52,889	\$ 2,815,146
<b>Adjustments to reconcile operating income to net cash provided by operating activities:</b>					
Depreciation	820,493	46,087	18,034	123,491	1,008,105
<b>Decrease (increase) in assets and deferred outflows of resources:</b>					
Accounts receivable	207,363	(67)	21,442	7,363	236,101
Inventories	(585)	-	-	-	(585)
Prepayments and other assets	(263)	44	(713)	1,464	532
Advance to other funds	(1,372,994)	-	-	-	(1,372,994)
Deferred outflows relating to OPEB	(404)	(16)	(58)	(62)	(540)
Deferred outflows relating to pensions	74,877	1,895	10,501	11,968	99,241
<b>Increase (decrease) in liabilities and deferred inflows of resources:</b>					
Accounts payable	465,537	56,451	(107,260)	77,510	492,238
Accrued liabilities	69,002	2,706	644	511	72,863
Compensated absences	10,759	(1,486)	907	1,559	11,739
Net pension liability	(33,927)	239	(4,578)	(5,880)	(44,146)
OPEB liability	(101)	(4)	(14)	(16)	(135)
Customer deposits	5,300	-	-	-	5,300
Deferred inflows relating to OPEB	202	8	29	31	270
Deferred inflows relating to pensions	(12,607)	(315)	(1,767)	(2,017)	(16,706)
<b>Total adjustments</b>	<u>232,652</u>	<u>105,542</u>	<u>(62,833)</u>	<u>215,922</u>	<u>491,283</u>
<b>Net cash provided by (used in) operating activities</b>	<u>\$ 2,782,733</u>	<u>\$ 463,064</u>	<u>\$ (208,179)</u>	<u>\$ 268,811</u>	<u>\$ 3,306,429</u>

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

**City of Wilton Manors, Florida**  
**Statement of Net Position**  
**Fiduciary Funds**  
**September 30, 2019**

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**Assets:**

Cash and cash equivalents	\$ <u>272,248</u>
Receivables:	
State contributions receivable	83,904
Accrued investment income	<u>49,761</u>
Total receivables	<u>133,665</u>
Investments, at fair value:	
Equity securities	18,694,114
Government securities	3,636,629
Corporate bonds	5,214,195
Fixed income mutual funds	<u>1,056,647</u>
Total investments	<u>28,601,585</u>
<b>Total assets</b>	<u><u>29,007,498</u></u>

**Liabilities:**

Accounts payable	14,676
Deferred revenue	<u>10,776</u>
<b>Total liabilities</b>	25,452

**Net Position:**

Net position restricted for DROP benefits	61,561
Net position restricted for defined benefits	28,356,424
Net positions restricted for share benefits	55,126
Net position restricted for funding standard account	<u>508,935</u>
<b>Total net position</b>	\$ <u><u>28,982,046</u></u>

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

**City of Wilton Manors, Florida**  
**Statement of Changes in Net Position**  
**Fiduciary Funds**  
**For the Year Ended September 30, 2019**

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**Additions:**

Contributions:

State	\$ 83,904
Employer	1,674,468
Employee	<u>44,771</u>

Total contributions	<u>1,803,143</u>
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Investment income:

Net appreciation in fair value of investments	672,029
Interest and dividends	<u>811,141</u>

Total investment income	<u>1,483,170</u>
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Less: investment expenses	<u>47,698</u>
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Net investment income	<u>1,435,472</u>
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<b>Total additions</b>	<u>3,238,615</u>
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**Deductions:**

Benefit payments	2,720,098
Share distributions	30,741
Administrative expenses	<u>126,303</u>

<b>Total deductions</b>	<u>2,877,142</u>
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<b>Changes in net position</b>	361,473
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<b>Net position, beginning</b>	<u>28,620,573</u>
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<b>Net position, ending</b>	<u>\$ 28,982,046</u>
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The accompanying notes to the financial statements are an integral part of these statements.

# NOTES TO BASIC FINANCIAL STATEMENTS

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## Note 1 - Summary of Significant Accounting Policies

### A. Reporting Entity

The City of Wilton Manors, in Broward County, was incorporated in 1947, and was created as a municipality under Chapter 165, Florida Statutes and named the Village of Wilton Manors. The Laws of Florida, 1953, Chapter 29609 established the present municipality, designated it the City of Wilton Manors and enacted its Charter. The City operates under the Commission/City Manager form of government and provides the following services as authorized by its Charter; general government, economic development, public safety, transportation, culture and recreation, and physical environment. The City also provides water distribution, sewer collection, parking, recycling and drainage services.

**The Island City Foundation** (the "Foundation") - The City passed Resolution No. 1979 on May 27, 1997 creating a non-profit organization to principally promote and support public purposes benefitting the residents of Wilton Manors, Florida, including but not limited to activities in the arts; various social services, construction, development, restoration or improvement of public facilities, improvement and expansion of programs in law enforcement, education, economic development, establish endowment fund for the purpose of generating a permanent dedicated revenue to complement other sources available to the City, and so forth. The Foundation is a legally separate entity and is governed by a Board of Directors, which is composed of five members of the City Commission. The Foundation is considered a component unit but has not been included in the financial statements of the City since the financial activities of the Foundation as of and for the fiscal year ended September 30, 2019, are not considered material to the financial statements of the City.

**The Wilton Drive Improvement District** (the "District") - The City passed Ordinance No. 2014-0011 on December 9, 2014 creating a dependent special district for the purpose of creating a cleaner, safer, and more attractive district; ensuring the stable and predictable resource base to fund supplemental services and programs; to respond quickly to market changes and community needs; assisting in improving the sales and occupancy rates; funding physical improvements; providing for pedestrian safety; marketing the district; increasing parking opportunities for visitors and shoppers; fielding special events and street celebrations; and including paying the costs necessary and incidental thereto through non-ad valorem assessments. The District has been included in the financial statements of the City as a blended component unit because the City, through the appointed Board members, approves the budget, funds the operations and has operational responsibility of the District. The District is designated as a Special Revenue Fund.

**The General Employees and Police Pension Plan and the Volunteer Firefighters Retirement System** are separate (closed) pension plans for general employees and police personnel, and volunteer firefighters, respectively. Each plan is administered by its own board of trustees. The pension plans are reported as fiduciary funds in the basic financial statements of this report, but are not included in the government-wide statements. Each of these pension plans issues a publicly available financial report which can be found on the City's website, [www.wiltonmanors.com](http://www.wiltonmanors.com).

### B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. All interfund activities, except interfund services provided and used, have been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities of the reporting entity, which rely to a significant extent on fees and charges for support.

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those expenses that are clearly identifiable with a specific function or segment. Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and, therefore, cannot be used to support the government's own programs. Fiduciary funds include the two single-employer pension trust funds mentioned in Section A.

Effective for the fiscal year ended September 30, 2019, the City implemented one new GASB statement of financial accounting standards.

*Statement No. 88, Certain Disclosures Related to Debt, Including Indirect Borrowings and Direct Placements*, was issued in April 2018. This Statement will improve the information that is disclosed in notes to financial statements related to debt, including direct borrowings and direct placements. It will also clarify which liabilities should be included when disclosing information related to debt. The provisions for this Statement are effective for fiscal year ending September 30, 2019. All required disclosures were added.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within one (1) year of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements with the exception of administrative expenses between the Proprietary Funds and the General Fund. Elimination of these charges would distort the direct costs and program revenues for the various functions concerned.

Amounts reported as program revenue include: 1) charges to customers or applicants for goods, services, or privileges provided, rental income, licenses and permits, and fines and forfeitures, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. The City recognizes as operating revenue the portion of impact fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the costs of sales and services, administration expenses, and provision for depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City reports the following major governmental funds:

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

The *Fire Assessment Fund* accounts for the revenues and expenditures associated with fire prevention, suppression, and emergency medical services.

The City reports the following major proprietary funds:

The *Utility Fund* accounts for maintaining the financial operation of the City's water and wastewater transmission lines.

The *Parking Fund* accounts for parking fees collected for maintenance and capital improvement of the City's parking system.

The *Recycling Fund* accounts for solid waste fees, franchise and recycling revenue, as well as related contractual costs associated with waste disposal and recycling.

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

Additionally, the City reports the following fund types:

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are restricted legally to expenditures for specified purposes other than debt service or capital projects.

The *Drainage Fund* is used to account for fees collected to maintain the City's drainage system.

The *Pension Trust Funds* include the Pension Plan for General Employees and Police and Volunteer Firefighters Retirement System which accounts for the accumulation of resources to be used for pension benefit payments to qualifying City employees, police officers and volunteer firefighters, and consequently, are not reflected in the government-wide statements because the resources are not available to support the City's own programs.

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Fund Balance/Net Position**

**1. Cash, Cash Equivalents, and Investments**

The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is included in the financial statements. Cash, cash equivalents, and investments are defined to include cash on hand, demand deposits and short-term investments with a state agency with original maturities of three months or less. Interest earned on pooled cash and investments is allocated monthly to the respective funds based on average monthly balances.

**2. Receivables**

Receivables include amounts due from other governments and for other services provided by the City. Receivables are recorded and revenues are recognized as earned or as specific program expenditures/expenses are incurred based on the accounting basis required for that fund.

All trade receivables are shown net of an allowance for uncollectible accounts. An allowance for uncollectible accounts is provided for all trade receivables aging more than 60 days.

**3. Interfund Receivables and Payables**

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" or "advances to/from other funds." Any residual balances outstanding between the governmental activities and business activities are reported in the government-wide financial statements as "internal balances".

**4. Inventories and Prepayments**

Inventories are composed of materials and supplies for roads and utility system maintenance and are based on year-end physical counts. Inventories are valued at cost, using the weighted average cost method. Fuel is recognized as expenditure when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments both in government-wide and fund financial statements. The cost of prepayments is recorded as expenditures/expenses when consumed rather than when purchased.

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

**5. Capital Assets**

Capital assets, which include land, intangibles, construction in progress, infrastructure, buildings and improvements, and machinery and equipment, are reported in the governmental or business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$ 500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Contributed capital assets are recorded at acquisition value at date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Infrastructure	40 years
Buildings and improvements	10-40 years
Machinery and equipment	5-15 years

**6. Long-Term Debt**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using effective interest method. Bonds payable are reported net of the applicable premiums or discounts.

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

**7. Unearned Revenue**

Unearned revenue arises when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures.

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

**8. Compensated Absences**

It is the City's policy to permit eligible employees to accumulate earned but unused vacation and sick pay benefits. Upon separation from service, employees receive payment for a portion of unused vacation time and sick leave subject to length of service and contract classification. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Liability for accrued compensated absences of the governmental activities is not reported in the balance sheet of the governmental funds and, accordingly, represents a reconciling item between the fund and government-wide presentations.

**9. Fund Balance/Net Position**

In the fund financial statements, governmental funds report fund balance in categories as nonspendable, restricted, committed, assigned and unassigned. These categories are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund balances can be spent.

The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, as well as property acquired for resale.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: This classification includes amounts that can be used only for specific purposes determined by a formal action of the government's highest level of decision-making authority. The City Commission is the highest level of decision-making authority for the government that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Assigned: This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Commission or through resolution by the Commission authorizing this responsibility to the City Manager.

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

The City Commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's budget. Unlike commitments, assignments generally can only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned: This classification includes the residual fund balance for the General Fund. This classification represents fund balance that has not been assigned to other purposes within the General Fund. Unassigned Fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

When an expenditure is incurred for the purpose for which both restricted and unrestricted fund balance is available, the City considers restricted fund balance to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Commission or City Manager has provided otherwise in its commitment or assigned actions.

Net position of the government-wide and proprietary funds are categorized as net investment in capital assets, restricted and unrestricted. The first category represents net position related to property, plant, equipment and infrastructure reduced by the depreciation and outstanding debt used to construct or purchase capital assets, and deferred inflow/outflow or resources that are attributed to the acquisition of those assets or related debt are included in this component of net position. The restricted category represents the balance of assets restricted by requirements of revenue bonds and other externally imposed constraints or by enabling legislation in excess of the related liabilities payable from restricted assets. All remaining amounts are considered to be unrestricted.

It is the City's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

**10. Minimum Fund Balance Policy**

The City's policy is to maintain a minimum unassigned fund balance in the General Fund, at each fiscal year end, ranging from 15% to 20% of the following year's projected budgeted expenditures and outgoing transfers. In any fiscal year where the City is unable to maintain a 15% minimum level of fund balance, the Fund Balance Policy calls for the City Manager to prepare and submit in conjunction with the proposed budget a plan for expenditure reductions and/or revenue increases necessary to restore the minimum requirements.

**11. Pensions**

For purposes of measuring net pension liability, deferred outflows of resources, and deferred inflows relating to pensions and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS), and additions to/deductions from FRS' fiduciary net position have been determined on the same basis as they are reported by FRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

**12. Deferred Outflows/Deferred Inflows of Resources**

In addition to assets, the statement of financial position will periodically report a separate section for deferred outflows of resources. This separate financial statement section represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. These items are the deferred outflows of resources related to pensions and OPEB and are discussed further in Notes 9 and 10.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category. These items are the deferred inflows of resources related to pensions and OPEB and are discussed further in Notes 9 and 10.

**13. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts of assets, liabilities, and deferred inflows/outflows of resources; and disclosures of contingent assets, liabilities, and deferred inflows/outflows at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reported period in the accompanying financial statements. Actual results could differ from those estimates.

**Note 2 - Property Taxes**

Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1. Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws for the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$ 10 per \$ 1,000 of assessed taxable valuation). The operating millage rate assessed by the City for the year ended September 30, 2019 was 5.9587 mills.

The tax levy of the City is established by the Commission prior to October 1 of each year, and the County Property Appraiser incorporates the millage into the local tax levy, which includes Broward County, Broward County School Board and special taxing districts.

All property is reassessed according to its fair market value as of 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 real and tangible personal property taxes are due and payable on November 1 each year. Broward County mails to each property owner on the assessment roll a notice of the taxes due and Broward County also collects the taxes for the City.

**Note 2 - Property Taxes (continued)**

Taxes may be paid upon receipt of such notice from Broward County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1 of the year following the year in which taxes were assessed. Procedures for the collection of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2019, therefore, an allowance for uncollectible taxes has not been recorded.

**Note 3 - Deposits and Investments**

**A. Primary Government**

The City’s deposits and investments, as reported in the accompanying government-wide statement of net position, balance sheet of the governmental funds and statement of net position of the proprietary funds, were as follows:

Cash, cash equivalents and investments	\$	15,765,029
Restricted cash, cash equivalents and investments		<u>855,236</u>
	\$	<u><u>16,620,265</u></u>

The City’s deposits and investments consisted of the following at September 30, 2019:

Deposit with financial institution	\$	1,496,201
Cash held by third party		377,337
State Board of Administration (Florida PRIME)		<u>14,746,727</u>
	\$	<u><u>16,620,265</u></u>

**Deposits**

GASB Statement No. 40, *Deposit and Investment Risk Disclosures* requires governments to disclose deposits and investments exposed to custodial credit risk. For deposits, this is the risk that, in the event of the failure of a depository financial institution, a government may not be able to recover deposits nor be able to recover collateral securities that are in the possession of an outside party.

The City’s deposits must be placed with banks and savings and loans which are qualified as public depositories under Chapter 280, Florida Statutes. Monies deposited in amounts greater than the insurance coverage are covered by the participation of the bank in the Florida Security for Public Deposits Act. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, all amounts reported as deposits are insured or collateralized with securities held by the entity or its agent in the entity’s name.

**Note 3 - Deposits and Investments (continued)**

At September 30, 2019, the carrying amount of the City’s deposits was approximately \$ 1,496,000 with a bank balance of approximately \$ 1,630,000. Included in the carrying amount of deposits was approximately \$ 200 of cash on hand.

**Investments**

The City’s investment policy authorizes City officials to invest pooled funds in local government surplus funds or other intergovernmental investment pools, U.S. Government securities, time deposits and savings accounts, U.S. Agency obligations, U.S. instrumentalities, investment companies or trusts, bankers acceptances, prime commercial paper, state and local government debt, and money market mutual funds.

Investments are reported at fair value except for the position in the Florida State Board of Administration’s Local Government Surplus Funds Trust Fund (“Florida PRIME”). Florida PRIME is governed by Chapter 19-7 of the Florida Administrative Code and Chapter 215 and 218 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of Florida PRIME. Florida PRIME is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value (NAV) of \$ 1 per share. The value of the City’s position is the same as the value of the pool shares and is recorded at amortized cost.

As of September 30, 2019, the City had the following investments and credit ratings:

	<u>Amortized Cost</u>	<u>S&amp;P Credit Rating</u>
Florida PRIME	\$ 14,746,727	AAAm

The investments in Florida PRIME are not insured by FDIC or any other governmental agency.

**Interest rate risk:** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City invests its surplus funds in high quality highly liquid institutional money market funds where its share value remains constant.

The City’s investment policy is designed to minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates, by:

- Investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.
- Structuring the investment portfolio so that securities do not have to be sold prior to maturity to meet cash flow requirements.

The dollar weighted average days to maturity (WAM) of Florida PRIME at September 30, 2019, is 37 days.

**Note 3 - Deposits and Investments (continued)**

**Credit risk:** Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The City’s investment policy specifically sets parameters to minimize the City’s credit risk by:

- Limiting investments to the safest types of securities.
- Pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business.
- Diversifying the investment portfolio so that potential losses on individual securities will be minimized.

**B. Fiduciary Funds - Pension Funds**

**1. General Employees and Police Pension Plan (the “Plan”)**

**Investment Policy:** The Plan’s investment policy in regard to the allocation of invested assets is established and may be amended by the Board of Trustees. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the Plan.

The investment policy statement was last amended during December 2017. The following was the Board’s adopted asset allocation policy as of September 30, 2019:

<u>Authorized Investments</u>	<u>Minimum</u>	<u>Maximum</u>
Domestic equities	25%	75%
Fixed income	25%	50%
Cash and cash equivalents	0%	20%

**Interest rate risk:** Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The Plan’s investment policy does not use limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Plan’s investment maturities are as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
Fixed income mutual funds	\$ 993,637	\$ 420,408	\$ 440,281	\$ 24,543	\$ 108,405
U.S. treasuries	2,757,553	-	-	2,757,553	-
U.S. agencies	662,215	-	413,442	294	248,479
Corporate bonds	4,903,261	118,468	4,784,793	-	-
<b>Totals</b>	<b>\$ 9,316,666</b>	<b>\$ 538,876</b>	<b>\$ 5,638,516</b>	<b>\$ 2,782,390</b>	<b>\$ 356,884</b>

**Note 3 - Deposits and Investments (continued)**

**Credit risk:** Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization (NRSRO).

At September 30, 2019, the Plan’s investments were rated by Moody’s Investors Services as follows:

Rating	Fair Value
Aaa	\$ 3,581,367
Aa1	375,711
A1	1,393,476
A2	2,263,427
A3	888,676
Baa1	164,546
Ba1	2,186
B1	795
Unrated	646,482
Total	\$ <u>9,316,666</u>

**Concentration of Credit Risk:** Concentration of credit risk is the risk inherent in concentrating too high a portion of the portfolio in the securities of any one issuer or type of investment. The Plan limits investment in the securities of any one issuer, other than the U.S. Government and its agencies, to no more than 5% of net fiduciary position. The Plan had no investments in excess of 5% of fiduciary net position as of September 30, 2019.

**2. Volunteer Firefighters Retirement System (the “System”)**

**Investment Policy:** The System’s investment policy in regard to the allocation of invested assets is established and may be amended by the Board of Trustees. System assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the System. The investment policy statement was last amended during December 2017. The following was the Board’s adopted asset allocation policy as of September 30, 2019:

<u>Authorized Investments</u>	<u>Minimum</u>	<u>Maximum</u>
Domestic equities	25%	75%
Fixed income	25%	50%
Cash and cash equivalents	0%	20%

**Note 3 - Deposits and Investments (continued)**

**Interest rate risk:** Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The System’s investment policy does not use limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The System’s investments had maturities as follows:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
Fixed income mutual funds	\$ 63,010	\$ 26,660	\$ 27,920	\$ 1,556	\$ 6,874
U.S. treasuries	174,867	-	-	174,867	-
U.S. agencies	41,994	-	26,218	19	15,757
Corporate bonds	310,934	7,512	303,422	-	-
	<u>\$ 590,805</u>	<u>\$ 34,172</u>	<u>\$ 357,560</u>	<u>\$ 176,442</u>	<u>\$ 22,631</u>

**Credit risk:** Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization (NRSRO).

At September 30, 2019, the System’s investments were rated by Moody’s Investors Services as follows:

Rating	Fair Value
Aaa	\$ 227,108
Aa1	23,825
A1	88,366
A2	143,532
A3	56,354
Baa1	10,435
Ba1	139
B1	50
Unrated	40,996
Total	<u>\$ 590,805</u>

**Concentration of Credit Risk:** Concentration of credit risk is the risk inherent in concentrating too high a portion of the portfolio in the securities of any one issuer or type of investment. The System limits investment in the securities of any one issuer, other than the U.S. Government and its agencies, to no more than 5% of net fiduciary position. The System had no investments in excess of 5% of fiduciary net position as of September 30, 2019.

**Note 3 - Deposits and Investments (continued)**

**C. Fair Value Measurement**

The pension funds categorize their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market as follows:

- Level 1 - Inputs to the valuation methodology are based upon quoted prices for identical assets in active markets.
- Level 2 - Inputs to the valuation methodology are based upon observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.
- Level 3 - Inputs to the valuation methodology are based upon unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

**Government securities:** Valued using pricing models maximizing the use of observable inputs for similar securities.

**Mutual funds:** Valued at the daily closing price as reported by the plans. Mutual funds held by the plans are open-ended mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the plans are deemed to be actively traded.

**Corporate bonds:** Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing the value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yield of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote, if available.

The pension funds had the following recurring fair value measurements as of September 30, 2019:

**General Employees and Police Pension Plan:**

Investment Type	September 30, 2019	Fair Value Measurement Unit		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity mutual funds	\$ 17,579,342	\$ 17,579,342	\$ -	\$ -
Fixed income mutual funds	993,637	993,637	-	-
U.S. treasury securities	2,757,553	2,757,553	-	-
U.S. agency securities	662,215	-	662,215	-
Corporate bonds	4,903,261	-	4,903,261	-
<b>Total</b>	<b>\$ 26,896,008</b>	<b>\$ 21,330,532</b>	<b>\$ 5,565,476</b>	<b>\$ -</b>

**City of Wilton Manors, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2019**

**Note 3 - Deposits and Investments (continued)**

**Volunteer Firefighters Retirement System:**

Investment Type	September 30, 2019	Fair Value Measurement Unit		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity mutual funds	\$ 1,114,772	\$ 1,114,772	\$ -	\$ -
Fixed income mutual funds	63,010	63,010	-	-
U.S. treasury securities	174,867	174,867	-	-
U.S. agency securities	41,994	-	41,994	-
Corporate bonds	310,934	-	310,934	-
<b>Total</b>	<b>\$ 1,705,577</b>	<b>\$ 1,352,649</b>	<b>\$ 352,928</b>	<b>\$ -</b>

**Note 4 - Receivables**

Receivables at September 30, 2019, including the allowances for uncollectible receivables are as follows:

Receivable Type:	General	Special Revenue	Enterprise	Fiduciary	Total
Accounts	\$ 209,327	\$ -	\$ 771,722	\$ -	\$ 981,049
Note receivable	50,000	-	-	-	50,000
Interest and dividends	-	-	-	49,761	49,761
State contributions	-	-	-	83,904	83,904
Employer contributions	-	-	-	-	-
Intergovernmental	947,110	133,259	67	-	1,080,436
<b>Gross receivables</b>	<b>1,206,437</b>	<b>133,259</b>	<b>771,789</b>	<b>133,665</b>	<b>2,245,150</b>
Less allowance for uncollectibles	-	-	8,128	-	8,128
<b>Net receivables</b>	<b>\$ 1,206,437</b>	<b>\$ 133,259</b>	<b>\$ 763,661</b>	<b>\$ 133,665</b>	<b>\$ 2,237,022</b>

**Hurricane Irma Receivables:** As part of these receivables, the City expects to receive approximately \$ 752,300 in reimbursable funds from FEMA in relation to expenses incurred during Hurricane Irma. These amounts have been approved for reimbursement and expected to be received during the upcoming year.

**Note Receivables:** In June 2019, the City issued a loan of \$ 50,000 to Equality Park, LLLP to help finance the construction of forty-eight (48) affordable housing units that will benefit the community within the City by providing affordable housing to individuals meeting certain low-income restrictions. The loan shall become due and payable in full upon the first to occur of the following: (i) upon acceleration of the loan by an event of default; (ii) upon thirty (30) years and six (6) months after the loan closing (“Maturity Date”); or (iii) upon the sale, transfer, conveyance, or refinance of the property or project. The loan may be prepaid at any time without penalty or premium. During the term of the loan, no interest shall be paid or accrued on the unpaid principal balance of the loan.

**Note 5 - Interfund Receivables, Payables, Transfers and Advances**

Interfund activity balances for the City are summarized as follows as of and for the fiscal year ended September 30, 2019:

**Interfund Receivables and Payables:**

The interfund balance between the General Fund and Miscellaneous Grants Fund represents a short-term loan to cover the cash flows related to grant expenditures pending reimbursements from grantors.

<u>Receivable Fund</u>	<u>Payable Fund</u> <u>Nonmajor</u> <u>Governmental</u> <u>Fund</u>
General Fund	\$ 63,929

**Interfund Transfers:**

Interfund transfers allow for appropriate allocation of resources when one fund is providing resources for another or a project calls for multiple sources of funds. Interfund transfers are used to move unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund transfers for the fiscal year ended September 30, 2019 were as follows:

<u>Transfers Out</u>	<u>Transfers In</u>		
	<u>General</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Fund</u>	<u>Total</u>
General Fund	\$ -	\$ 25,000	\$ 25,000
Fire Assessment Fund	79,820	-	79,820
Recycling Fund	196,324	-	196,324
Parking Fund	25,000	-	25,000
Utility Fund	1,103,522	-	1,103,522
Total	\$ <u>1,404,666</u>	\$ <u>25,000</u>	\$ <u>1,429,666</u>

**Advances to/from Other funds:**

	<u>Advance</u> <u>From</u>	<u>Advance</u> <u>To</u>
General Fund	\$ -	\$ 1,372,994
Utility Fund	1,372,994	-
Total	\$ <u>1,372,994</u>	\$ <u>1,372,994</u>

**City of Wilton Manors, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2019**

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**Note 5 - Interfund Receivables, Payables, Transfers and Advances (continued)**

The \$ 1,372,994 from the Utility Fund represents an internal loan made to the General Fund in the amount of \$ 1,380,000 for the purchase of real property. Terms of the loan would call for monthly interest only payments from the General Fund to the Utility Fund at the State Board of Administration (SBA) Florida PRIME interest rate (2.31% at September 30, 2019), which is subject to change on a monthly basis. A final balloon payment of principal and interest due would be made at the end of two years (March 2021), or sooner, if other funding is procured.

**Note 6 - Capital Assets**

Capital asset activity for the year ended September 30, 2019 was as follows:

	Balance October 1, 2018	Increases	Decreases	Balance September 30, 2019
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 8,000,521	\$ 1,386,956	\$ -	\$ 9,387,477
Intangible assets	42,070	32,602	-	74,672
Construction in progress	99,586	159,381	-	258,967
Total assets not being depreciated	<u>8,142,177</u>	<u>1,578,939</u>	<u>-</u>	<u>9,721,116</u>
Capital assets being depreciated:				
Infrastructure, buildings and improvements	47,719,217	720,435	-	48,439,652
Machinery and equipment	9,227,365	634,626	(246,875)	9,615,116
Total capital assets being depreciated	<u>56,946,582</u>	<u>1,355,061</u>	<u>(246,875)</u>	<u>58,054,768</u>
Less accumulated depreciation for:				
Infrastructure, buildings and improvements	(28,934,094)	(932,352)	-	(29,866,446)
Machinery and equipment	(6,886,270)	(668,268)	246,590	(7,307,948)
Total accumulated depreciation	<u>(35,820,364)</u>	<u>(1,600,620)</u>	<u>246,590</u>	<u>(37,174,394)</u>
Total capital assets being depreciated, net	<u>21,126,218</u>	<u>(245,559)</u>	<u>(285)</u>	<u>20,880,374</u>
Governmental activities capital assets, net	<u>\$ 29,268,395</u>	<u>\$ 1,333,380</u>	<u>\$ (285)</u>	<u>\$ 30,601,490</u>

**City of Wilton Manors, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2019**

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**Note 6 - Capital Assets (continued)**

	Balance October 1, 2018	Increases	Decreases	Balance September 30, 2019
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Business-type Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 2,432,452	\$ -	\$ -	\$ 2,432,452
Construction in progress	37,634	710,771	-	748,405
Total assets not being depreciated	<u>2,470,086</u>	<u>710,771</u>	<u>-</u>	<u>3,180,857</u>
Capital assets being depreciated:				
Infrastructure, buildings and improvements	34,347,918	32,403	-	34,380,321
Machinery and equipment	<u>3,523,893</u>	<u>20,770</u>	<u>-</u>	<u>3,544,663</u>
Total capital assets being depreciated	<u>37,871,811</u>	<u>53,173</u>	<u>-</u>	<u>37,924,984</u>
Less accumulated depreciation for:				
Infrastructure, buildings and improvements	(18,278,037)	(732,732)	-	(19,010,769)
Machinery & equipment	<u>(2,269,391)</u>	<u>(275,373)</u>	<u>-</u>	<u>(2,544,764)</u>
Total accumulated depreciation	<u>(20,547,428)</u>	<u>(1,008,105)</u>	<u>-</u>	<u>(21,555,533)</u>
Total capital assets being depreciated, net	<u>17,324,383</u>	<u>(954,932)</u>	<u>-</u>	<u>16,369,451</u>
Business-type activities capital assets, net	<u>\$ 19,794,469</u>	<u>\$ (244,161)</u>	<u>\$ -</u>	<u>\$ 19,550,308</u>

Depreciation expense was charged to functions of the City as follows:

Governmental activities:	
General government	\$ 288,529
Public safety	427,933
Culture and recreation	598,924
Physical environment	11,078
Transportation	<u>274,156</u>
Total depreciation expense - governmental activities	<u>\$ 1,600,620</u>
Business-type activities:	
Utility	\$ 820,493
Parking	46,087
Recycling	18,034
Drainage	<u>123,491</u>
Total depreciation expense - business-type activities	<u>\$ 1,008,105</u>

**Note 7 - Restricted Assets**

**General Fund:** The restricted assets in the General Fund of \$ 133,399 represent amounts held by a third party for fire rescue unit replacement per agreement dated October 1, 2015.

**Fire Assessment Fund:** Restricted assets consist of \$ 243,813 for fire truck replacement held by a third party per agreement dated October 1, 2015.

**Utility Fund:** Restricted assets of the Utility Fund consist of customer deposits amounting to \$ 477,899.

**Note 8 - Long-Term Liabilities**

**Governmental Activities:**

**2008 City Hall General Obligation Note:** On March 14, 2008, the City entered into a General Obligation Note in the amount of \$ 6,000,000. This debt was authorized by a vote of the citizens on March 14, 2006 for the purpose of the construction of the new City Hall and Police Station building. This note has an interest rate of 3.72% payable semi-annually for a term of 20 years. Principal is payable annually in varying amounts through 2028. The City has pledged ad valorem revenues to secure payment of the principal and interest of the note.

**2011 Parks General Obligation Note:** On December 1, 2011, the City entered into a General Obligation Note in the amount of \$ 1,477,298 to refinance all of the City's outstanding General Obligation Bonds, Series 1999. The note bears interest at a rate of 2.59% per annum and is payable on the 1st of June and December of each year through 2019. The City covenants that for so long as the note shall remain unpaid, it will levy ad valorem taxes up to the legal limitation as to rate or amount on all taxable property within the jurisdiction of the City sufficient to pay the principal of and interest on the note as the same shall become due and payable. The loan was paid in full as of September 30, 2019.

**2015 Mickel Park Improvement Project Note:** On March 12, 2015, the City entered into a bank note in the amount of \$ 744,200, in order to finance the design and construction of the renovations to Mickel Park. The note bears an interest rate of 4.1% per annum and is payable the 1st of June and December of each year through 2025. The note is secured by proceeds from the tax on communications services. The amount of pledged revenues collected by the City in each fiscal year should be equal to at least 120% of the debt service in each fiscal year on all indebtedness of the City that is secured by the pledged revenues. Total principal and interest payments and communication service tax (pledged revenue) for the fiscal year ended September 30, 2019 amounted to approximately \$ 88,000 and \$ 460,000, respectively. For the current year, the pledged revenue requirement was met.

The following are the requirements to amortize debt at September 30, 2019:

Fiscal Year Ending	2008 City Hall General Obligation Note		2015 Mickel Park Improvement Project Note		Total
	Principal	Interest	Principal	Interest	
2020	\$ 312,380	\$ 115,765	\$ 73,000	\$ 15,744	\$ 516,889
2021	324,000	103,928	75,000	13,223	516,151
2022	336,050	91,651	78,000	10,616	516,317
2023	348,550	78,918	81,000	7,923	516,391
2024	361,520	65,710	83,000	5,128	515,358
2025-2028	1,585,650	120,665	87,000	2,247	1,795,562
	<u>\$ 3,268,150</u>	<u>\$ 576,637</u>	<u>\$ 477,000</u>	<u>\$ 54,881</u>	<u>\$ 4,376,668</u>

**Note 8 - Long-Term Liabilities (continued)**

**Business-Type Activities:**

**2011 Utility and Parking System Revenue Note:** On December 1, 2011, the City entered into a \$ 2,230,500 Utility and Parking System Revenue Note, Series 2011 Agreement with a bank to finance the design and construction of a sewer lift station and to develop surface parking facilities. The note bears an interest rate of 3.06% per annum and is payable on the 1st of June and December of each year through 2026 with semi-annual payment of principal and interest of approximately \$ 93,400. The loan is secured by proceeds from the tax on communication services. The amount of pledged revenues collected by the City in any fiscal year should equal to at least 120% of the debt service in each fiscal year on all indebtedness of the City that are secured by the pledged revenues. Total principal and interest payments and communication service tax (pledged revenue) during fiscal year 2019 amounted to approximately \$ 187,000 and \$ 460,000, respectively. For the current year, the pledged revenue requirement was met.

The following are the requirements to amortize debt at September 30, 2019:

Fiscal Year Ending	2011 Utility and Parking System Revenue Note		
	Principal	Interest	Total
2020	\$ 155,866	\$ 31,027	\$ 186,893
2021	159,819	27,074	186,893
2022	163,872	23,022	186,894
2023	168,028	18,866	186,894
2024	172,288	14,605	186,893
2025-2028	450,077	17,155	467,232
	<u>\$ 1,269,950</u>	<u>\$ 131,749</u>	<u>\$ 1,401,699</u>

Long-term liabilities activity for the year ended September 30, 2019 was as follows:

	Beginning Balance	Additions	Amortizations/ Retirements	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
Notes from Direct					
Borrowing and Direct					
Placements:					
2008 City Hall General Obligation Note	\$ 3,569,320	\$ -	\$ 301,170	\$ 3,268,150	\$ 312,380
2011 Parks General Obligation Note	210,796	-	210,796	-	-
2015 Mickel Park Improvement Project Note	547,000	-	70,000	477,000	73,000
Compensated absences	806,770	976,293	885,334	897,729	669,583
Net pension liability	24,045,695	-	693,013	23,352,682	-
OPEB liability	617,923	-	2,865	615,058	-
Total governmental activities	<u>\$ 29,797,504</u>	<u>\$ 976,293</u>	<u>\$ 2,163,178</u>	<u>\$ 28,610,619</u>	<u>\$ 1,054,963</u>

**Note 8 - Long-Term Liabilities (continued)**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Amortizations/ Retirements</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Business-Type Activities:</b>					
Notes from Direct Borrowing and Direct Placements:					
2011 Utility and Parking System Revenue Note	\$ 1,421,961	\$ -	\$ 152,011	\$ 1,269,950	\$ 155,866
Compensated absences	60,405	32,204	20,465	72,144	32,065
Net pension liability	1,412,579	-	44,146	1,368,433	-
OPEB liability	<u>25,077</u>	<u>-</u>	<u>135</u>	<u>24,942</u>	<u>-</u>
 Total business-type activities	 <u>\$ 2,920,022</u>	 <u>\$ 32,204</u>	 <u>\$ 216,757</u>	 <u>\$ 2,735,469</u>	 <u>\$ 187,931</u>
 Total primary government	 <u>\$ 32,717,526</u>	 <u>\$ 1,008,497</u>	 <u>\$ 2,379,935</u>	 <u>\$ 31,346,088</u>	 <u>\$ 1,242,894</u>

The City’s compensated absences, OPEB liability and net pension liability that relate to governmental activities are generally liquidated by the general fund.

The City’s compensated absences, OPEB liability and net pension liability that relate to business-type activities are liquidated by their respective enterprise fund.

The outstanding notes 2015, 2011 and 2008 arrangements discussed above include other financial provisions for events of defaults such as violation of covenants for a period of 30 days after written notice, payment defaults, false representation or warranty, bankruptcy, insolvency and default in any other obligations in excess of \$ 250,000. These events may declare any unpaid principal and interest (acceleration of maturity) due immediately. The lenders may also seek enforcement of and exercise all remedies available to them as allowed by law.

**Note 9 - Employee Pension Plans**

**General Information**

Current and former employees of the City of Wilton Manors are covered by three pension plans. Since 2007, all new City employees have been covered under the Florida Retirement System (FRS). Before that time, City employees were covered by the City of Wilton Manors Pension Plan for General Employees and Police (the “Plan”). In addition, a small number of volunteer firefighters previously serving the City were covered by the City of Wilton Manors Volunteer Firefighters Retirement System (the “System”). The Plan and the System were closed to new members in 2007 when the City transitioned to FRS coverage.

**Summary of significant accounting policies** - The financial statements of the plans are prepared using the accrual basis of accounting. The plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plans 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.

## Note 9 - Employee Pension Plans (continued)

### Single Employer Plans:

#### Pension Plan for General Employees and Police

**Description of the Plan** - The City of Wilton Manors' Pension Plan for General Employees and Police (the "Plan") is a single-employer defined benefit plan established by the City pursuant to the provisions and requirements of Section 13 of the City Code of Ordinances. Effective August 1, 2007, the Plan elected to participate in the Florida Retirement System (FRS) and closed the Plan to new members hired on or after August 1, 2007.

**Benefits** - The date upon which the participant completes twenty (20) years of credited service regardless of age or the date upon which the participant attains age sixty with five years of credited services, a participant may retire on a normal retirement benefit. Participants will receive a monthly Plan benefit equal to 3.0% of the average monthly compensation times the years of credited service. Early retirement, disability, death, and other benefits are also provided.

**Deferred Retirement Option Plan (the "DROP")** - Participants who continue employment with the City past normal retirement date may freeze their accrued benefit and enter the DROP. Maximum participation in the DROP shall be six years (five years prior to August 1, 2007). For participants electing participation in the DROP, an individual DROP account shall be created. Payment shall be made by the Plan into the participant's DROP account in an amount equal to the regular monthly retirement benefit which the participant would have received had the participant separated from service and commenced receipt of Plan benefits, plus interest. Interest shall be based on the actual earnings of the Plan for the preceding year. Upon termination of employment, a participant may receive distribution from the DROP account as a lump sum or defer payment in accordance with the Internal Revenue Code. A DROP participant shall not be entitled to receive a disability retirement package for benefit purposes. If a participant shall die during participation in the DROP, the participant shall be treated as any other vested participant of the Plan that dies prior to retirement. The value of the total DROP balance at September 30, 2019 was \$ 61,561.

**Cost-of Living Adjustment** - Effective October 1, 2004, an Ordinance providing for a temporary cost-of-living adjustment (COLA) was created for participants of the police bargaining unit and non-sworn participants participating in the Plan. The COLA will apply to police personnel who are in the DROP plan prior to October 1, 2002. The annual COLA adjustment will be 3%. The provisions of this Ordinance shall expire after September 30, 2005. Police officers with ten or more years of service as of October 1, 2006 will receive an annual 3% COLA, to begin six years after retirement.

**Contributions** - Participant contributions are equal to 10% of basic compensation for police officers and 11% of basic compensation for general employees. Any participant terminating participation in the Plan with less than one year of credited service shall receive a return of contributions with no interest. A participant who has completed more than one, but less than five years of credited service, shall receive a return of contributions plus 3% of the gross amount. After completion of five years of credited service, the terminated participant will be entitled to a deferred vested benefit commencing on the participant's normal retirement age, if living at such time.

#### Volunteer Firefighters Retirement System

**Description of the Plan** - The City of Wilton Manors Volunteer Firefighters Retirement System (the "System") is a single-employer defined benefit plan established by the City pursuant to the provisions and requirements of Chapter 21 of the City's Code of Ordinances.

**Note 9 - Employee Pension Plans (continued)**

**Benefits** - The normal retirement date for a participant shall be the first day of the month coinciding with or following the attainment of the earlier of the participant’s 55th birthday, or the participant’s 50th birthday and completion of 20 years of continuous service as an active participant of the Wilton Manors Volunteer Fire Department. A participant will be 100% vested at the attainment of the participants normal retirement date regardless of any other provisions of the System. Participants will receive a monthly pension benefit equal to \$ 56 (\$ 50 prior to November 14, 2006) multiplied by the years of credited service.

**Deferred Retirement Option Plan (the “DROP”)** - DROP benefits are not available with this plan.

**Cost-of Living Adjustment** - Currently, there are no cost of living adjustments.

**Contributions** - Participants are not required to contribute to the System and benefits are not compensated related. Pursuant to Florida Statutes, Chapter 175, contributions from the State of Florida Department of Insurance consist of an excise tax imposed by the State upon certain casualty insurance companies on the gross amount of receipts of premiums from policy holders on all premiums collected on casualty insurance policies covering property within the City. This amount totaled \$ 83,904 for the year ended September 30, 2019. This amount was recognized as revenue and expenditure in the General Fund, as appropriate.

Plan membership data at October 1, 2017 was as follows:

	General Employees and Police	Volunteer Firefighters
Inactive employees or beneficiaries currently receiving benefits	73	7
Inactive employees entitled to but not yet receiving benefits	1	2
Active employees	9	1
Total	<u>83</u>	<u>10</u>

**Net Pension Liability (Asset)** - The components of the net pension liability (asset) of the City as of September 30, 2018 were as follows:

	General Employees and Police	Volunteer Firefighters
Total pension liability	\$ 37,910,178	\$ 1,692,619
Plan fiduciary net position	<u>26,823,715</u>	<u>1,796,858</u>
Total net pension liability (asset)	<u>\$ 11,086,463</u>	<u>\$ (104,239)</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	70.76%	106.16%

**Note 9 - Employee Pension Plans (continued)**

**Actuarial Assumptions** - The total pension liability (asset) at September 30, 2018 was determined by using actuarial valuations as of October 1, 2017, with update procedures used to roll forward the total pension liability to September 30, 2018. The actuarial valuation used the following actuarial assumptions:

	General Employees and Police	Volunteer Firefighters
	<u>3.0%</u>	<u>N/A</u>
Inflation	3.0%	N/A
Salary increases	5.5%	N/A
Investment rate of return	6.9%	6.0%

For the System, the mortality rates that were used were based on the Florida Retirement System (“FRS”) for Special Risk Class members in the July 1, 2017 actuarial valuation.

For the Plan, the mortality rates that were used were based on the FRS for Regular Class members and Special Risk Class members.

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

<u>Asset Class</u>	General Employees and Police <u>Target Allocation</u>	Volunteer Firefighters <u>Target Allocation</u>
Domestic equities	25%-75%	25%-75%
Fixed income	25%-50%	25%-50%
Cash and cash equivalents	0%-20%	0%-20%

<u>Asset Class</u>	General Employees and Police <u>Long-Term Expected Real Rate of Return</u>	Volunteer Firefighters <u>Long-Term Expected Real Rate of Return</u>
U.S. large cap equity	3.50%	3.50%
U.S. small/mid cap equity	3.00%	3.00%
International equity	2.50%	2.50%
U.S. aggregate bond	3.50%	3.50%
U.S. direct equity	3.75%	3.75%
Absolute return	4.00%	4.00%
Global infrastructure	3.75%	3.75%

**Note 9 - Employee Pension Plans (continued)**

**Rate of Return** - For the year ended September 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.01% for the plans. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Discount Rate** - The discount rate used to measure the total pension liability was 7.0% for the Plan and 6.0% for the System. The projection of cash flows used to determine the discount rate assumed that the plan participant contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contributions rates and the participant rate. Based on those assumptions, the fiduciary net position of the plans was projected to be available to make all projected future benefit payments of current plan participants. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in Net Pension Liability (Asset):**

**General Employees and Police:**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances, as of September 30, 2017, measurement date	\$ 38,259,387	\$ 25,162,888	\$ 13,096,499
Changes for the year:			
Service cost	131,863	-	131,863
Interest	2,591,888	-	2,591,888
Differences between expected and actual experience	(344,394)	-	(344,394)
Assumption changes	-	-	-
Contributions - employer	-	1,667,049	(1,667,049)
Contributions - employee	-	55,551	(55,551)
Net investment income	-	2,759,884	(2,759,884)
Benefit payments	(2,728,566)	(2,728,566)	-
Administrative expenses	-	(93,091)	93,091
Net changes	<u>(349,209)</u>	<u>1,660,827</u>	<u>(2,010,036)</u>
Balances, as of September 30, 2018, measurement date	<u>\$ 37,910,178</u>	<u>\$ 26,823,715</u>	<u>\$ 11,086,463</u>

**Note 9 - Employee Pension Plans (continued)**

<b>Volunteer Firefighters:</b>	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) (a) - (b)
Balances, as of September 30, 2017, measurement date	\$ 1,647,977	\$ 1,655,128	\$ (7,151)
Changes for the year:			
Service cost	3,548	-	3,548
Interest	96,276	-	96,276
Differences between expected and actual experience	(5,234)	-	(5,234)
Assumption changes	-	-	-
Contributions - State	-	87,830	(87,830)
Net investment income	-	187,918	(187,918)
Benefit payments	(93,863)	(93,863)	-
Other (Change in State Contribution Reserve)	43,915	-	43,915
Administrative expenses	-	(40,155)	40,155
Net changes	<u>44,642</u>	<u>141,730</u>	<u>(97,088)</u>
Balances, as of September 30, 2018, measurement date	<u>\$ 1,692,619</u>	<u>\$ 1,796,858</u>	<u>\$ (104,239)</u>

**Sensitivity of the Net Liability (Asset) to the changes in the discount rate** - The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.00% for the Plan and 6.00% for the System, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1.00% lower or 1.00% higher than the current rate:

	1% Decrease (6.0%)	Current Rate (7.0%)	1% Increase (8.0%)
<b>General Employees and Police:</b>			
Net Pension Liability	<u>\$ 15,330,623</u>	<u>\$ 11,086,463</u>	<u>\$ 7,559,157</u>
<b>Volunteer Firefighters:</b>			
Net Pension Liability (Asset)	<u>\$ 88,681</u>	<u>\$ (104,239)</u>	<u>\$ (264,330)</u>

**Note 9 - Employee Pension Plans (continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions:** For the year ended September 30, 2019, the City recognized pension expense in the Plan and the System of \$ 731,983 and \$ 70,116, respectively. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
<b>General Employees and Police:</b>		
Differences between expected and actual earnings on pension plan investments	\$ -	\$ 724,390
Employer contributions made subsequent to the measurement date	<u>1,674,468</u>	<u>-</u>
Total	\$ <u><u>1,674,468</u></u>	\$ <u><u>724,390</u></u>
<b>Volunteer Firefighters:</b>		
Differences between expected and actual earnings on pension plan investments	\$ -	\$ 85,641
Employer contributions made subsequent to the measurement date	<u>83,904</u>	<u>-</u>
Total	\$ <u><u>83,904</u></u>	\$ <u><u>85,641</u></u>

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period. The amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year Ended September 30,</u>	<u>General Employees and Police</u>	<u>Volunteer Firefighters</u>
2020	\$ 251,108	\$ 555
2021	(398,179)	(35,662)
2022	(369,930)	(32,534)
2023	(207,389)	(18,000)
2024	<u>-</u>	<u>-</u>
Total	\$ <u><u>(724,390)</u></u>	\$ <u><u>(85,641)</u></u>

## Note 9 - Employee Pension Plans (continued)

The City has issued stand-alone financial statements for the Plan and the System which may be obtained from the City of Wilton Manors, Finance Department at 2020 Wilton Drive, Wilton Manors, Florida, 33035. There is a significant amount of information about the City's pension plan and system on the City's website, [www.wiltonmanors.com](http://www.wiltonmanors.com) > Department > Finance > Pension Plans.

### Multiple Employer Plans:

#### Florida Retirement System

**General Information** - On August 1, 2007, the City joined the Florida Retirement System ("FRS") to provide retirement and survivor benefits to all new hired employees. On that date, employees that were in the City of Wilton Manors General Employees and Police Officers Pension Plan had the option of making a one-time election of remaining in the plan or transferring to the FRS.

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

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or by calling (877) 377-1737 or by visiting the website: [http://www.dms.myflorida.com/workforce\\_operations/retirement/publications](http://www.dms.myflorida.com/workforce_operations/retirement/publications).

### Pension Plan

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

**Benefits Provided** - Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of creditable service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% times years of service times final average compensation based on the five highest years of salary. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of creditable service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% times years of service times final average compensation based on the five highest years of salary.

## Note 9 - Employee Pension Plans (continued)

Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of creditable service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% times the years of service times their final average compensation based on the five highest years of salary for each year of creditable service. Senior Management Service class members who retire at or after age 62 with at least six years of creditable service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% times the years of service times their final average compensation based on the five highest years of salary for each year of creditable service. Elected Officers' class members who retire at or after age 62 with at least six years of creditable service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% times the years of service (3.33% for judges and justices) times their final average compensation based on the five highest years of salary for each year of creditable service.

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

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before August 1, 2011, the annual cost of living adjustment ("COLA") is three percent per year. The COLA formula for retirees with an effective retirement date or DROP begin date on or after August 1, 2011, will be the sum of the pre-July 2011 service credit divided by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

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

**Contributions** - Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2018 through June 30, 2019 and from July 1, 2019 through September 30, 2019, respectively, were as follows: Regular - 8.26% and 8.47%; Special Risk Administrative Support - 34.98% and 38.59%; Special Risk - 24.50% and 25.48%; Senior Management Service - 24.06% and 25.41%; Elected Officers' - 48.70% and 48.82%; and DROP participants - 14.03% and 14.60%. These employer contribution rates include 1.66% HIS Plan subsidy for the period October 1, 2018 through September 30, 2019.

### HIS Plan

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

**Note 9 - Employee Pension Plans (continued)**

**Benefits Provided** - For the fiscal year ended September 30, 2019, eligible retirees and beneficiaries received a monthly HIS payment of \$ 5 for each year of credited service completed at the time of retirement, with a minimum HIS payment of \$ 30 and a maximum HIS payment of \$ 150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

**Contributions** - The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2019, the HIS contribution was 1.66%. The City contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** - At September 30, 2019, the City reported liabilities of \$ 11,127,888 for its proportionate share of the Pension Plan's net pension liability and \$ 2,506,764 for the HIS Plan's net pension liability for a total pension liability of \$ 13,634,652. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. At June 30, 2019, the City's proportionate share was .032312248 percent for the Pension Plan and .022403825 percent for the HIS Plan, which was a decrease of .000815984 percent and .000182212 percent respectively, from the proportionate share measured as of June 30, 2018.

For the year ended September 30, 2019, the City recognized pension expense of \$ 2,829,427 for the Pension Plan and \$ 235,886 for the HIS Plan for a total pension expense of \$ 3,065,313. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	Pension Plan	HIS Plan	Total
Contributions subsequent to measurement date	\$ 295,541	\$ 34,756	\$ 330,297
Changes of assumptions	2,858,121	290,260	3,148,381
Net difference between projected and actual earnings on pension plan investments	-	1,618	1,618
Differences between expected and actual experience	660,027	30,447	690,474
Changes in proportion and differences between contributions and proportionate share of contributions	393,302	216,619	609,921
<b>Total</b>	<b>\$ 4,206,991</b>	<b>\$ 573,700</b>	<b>\$ 4,780,691</b>

**Note 9 - Employee Pension Plans (continued)**

	Deferred Inflows of Resources		
	Pension Plan	HIS Plan	Total
Net difference between projected and actual earnings on pension plan investments	\$ 615,653	\$ -	\$ 615,653
Changes of assumptions	-	204,882	204,882
Differences between expected and actual experience	6,906	3,069	9,975
Changes in proportion and differences between contributions and proportionate share of contributions	149,360	31,701	181,061
<b>Total</b>	<b>\$ 771,919</b>	<b>\$ 239,652</b>	<b>\$ 1,011,571</b>

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer’s fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period. The amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30,	Employer Share of Deferred Outflows/Inflows		
	Pension Plan	HIS Plan	Total
2020	\$ 1,180,044	\$ 92,366	\$ 1,272,410
2021	427,574	92,915	520,489
2022	805,873	68,317	874,190
2023	570,775	10,599	581,374
2024	128,521	17,231	145,752
Thereafter	26,744	17,864	44,608
<b>Total</b>	<b>\$ 3,139,531</b>	<b>\$ 299,292</b>	<b>\$ 3,438,823</b>

**Actuarial Assumptions** - The Florida Retirement System Actuarial Assumption Conference is responsible for setting the assumptions used in the funding valuations of both pension plans pursuant to section 216.136 (10), Florida Statutes. The Pension Plan’s valuation is performed annually. The HIS Plan has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the Pension Plan was completed in 2019 for the period July 1, 2013, through June 30, 2018. Because the HIS Plan is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the Pension Plan. The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

**Note 9 - Employee Pension Plans (continued)**

	<u>Pension Plan</u>	<u>HIS Plan</u>
Inflation	2.60%	2.60%
Salary increases	3.25%, average including inflation	3.25%, average including inflation
Investment return	6.90%, net of pension plan investment expense, including inflation	N/A
Actuarial cost method	Individual entry age	Individual entry age
Mortality table	PUB - 2010 with Projection Scale MP - 2018	Generational RP-2000 with Projection Scale BB tables

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

<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%	3.3%	3.3%	1.2%
Fixed income	18.0%	4.1%	4.1%	3.5%
Global equity	54.0%	8.0%	6.8%	16.5%
Real estate	10.0%	6.7%	6.1%	11.7%
Private equity	11.0%	11.2%	8.4%	25.8%
Strategic investments	6.0%	5.9%	5.7%	6.7%
Total	<u>100.00%</u>			
Assumed inflation - Mean			2.6%	1.7%

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

**Discount Rate** - The discount rate used to measure the total pension liability was 6.90% for the Pension Plan. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The discount rate used to measure the total pension liability was 3.50% for the HIS Plan. In general, the discount rate for calculating the HIS Plan's total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS Plan benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the municipal bond rate of 3.50% was used to determine the total pension liability. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

**Note 9 - Employee Pension Plans (continued)**

**Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate** - The following table presents the sensitivity of the City’s proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis, below, shows the impact to the City’s proportionate share of the net pension liability if the discount rate was 1.00% lower or 1.00% higher than the current discount rate at June 30, 2019.

	<u>1% Decrease (5.90%)</u>	<u>Current Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
City's proportionate share of the net pension liability for Pension Plan	\$ <u>19,236,413</u>	\$ <u>11,127,888</u>	\$ <u>4,355,898</u>
	<u>1% Decrease (2.50%)</u>	<u>Current Rate (3.50%)</u>	<u>1% Increase (4.50%)</u>
City's proportionate share of the net pension liability for HIS Plan	\$ <u>2,861,599</u>	\$ <u>2,506,764</u>	\$ <u>2,211,226</u>

**Investment Plan**

The SBA (State Board of Administration) administered the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA’s annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS Defined Benefit Plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual members’ accounts, are defined by law, but the ultimate benefit depends, in part, on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class, as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of plan members. Allocations to the investment members’ accounts during the 2018-2019 fiscal year, as established by Section 121.72, Florida Statutes, are based on percentage of gross compensation, by class, as follows: Regular employees 6.30%, Special Risk class 14.00%, Senior Management 7.67% and Elected Officers class 11.34%.

**Note 9 - Employee Pension Plans (continued)**

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan vesting is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on these funds. Non-vested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over his or her account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2019, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the City.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lumpsum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The City's pension expense for the Investment Plan totaled \$ 197,156 for the fiscal year ended September 30, 2019.

**Aggregate amounts for all plans:**

	General Employees and Police	Volunteer Firefighters Retirement System	Florida Retirement System	Investment Plan	Total
Net pension liability (asset)	\$ 11,086,463	\$ (104,239)	\$ 13,634,652	\$ N/A	\$ 24,616,876
Deferred outflows of resources	\$ 1,674,468	\$ 83,904	\$ 4,780,691	\$ N/A	\$ 6,539,063
Deferred inflows of resources	\$ 724,390	\$ 85,641	\$ 1,011,571	\$ N/A	\$ 1,821,602
Pension expense	\$ 731,983	\$ 70,116	\$ 3,065,314	\$ 197,156	\$ 4,064,569

**Note 10 - Other Post-Employment Health Care Benefits**

**Single Employer Plan:**

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* specifies that governments must recognize their total OPEB liability and related deferred outflows of resources, deferred inflows of resources, and OPEB expense in the financial statements based on the actuarial present value of projected benefit payments.

**Note 10 - Other Post-Employment Health Care Benefits (continued)**

**Plan Description and Funding Policy**

The City of Wilton Manors, Florida provides Post-Employment Benefits Other than Pensions (OPEB) to employees as mandated by Florida Statutes 112.0801. The City has no formal plan that administers the City’s post-employment healthcare and dental coverage to eligible individuals which includes all regular employees of the City who retire from active service and are eligible for retirement or disability benefits. The retirees and their spouses and dependents pay 100% of the blended premium rates to obtain their elected health, dental and other insurance benefits. The blended rates provide an implicit subsidy to them because, on an actuarial basis, their current and future claims are expected to result in higher costs to the employer.

The following table provides a summary of the number of participants in the plan as of the measurement date:

Inactive plan members or beneficiaries currently receiving benefits	12
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>157</u>
Total plan members	<u><u>169</u></u>

Currently, the City's OPEB benefits are unfunded. This plan is not accounted for in a trust fund. To date, the City has followed a pay as you go funding policy, therefore, only those amounts necessary to provide for the City's reporting of current year benefit costs and expenses have been contributed from the General Fund. Contribution rates are determined by the City. The Plan does not issue a stand-alone financial report and it is not included in the report of a public employee retirement system or a report of another entity.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

The actuarial valuation described below used the entry age normal cost method to determine the Plan’s liabilities and costs. Under this cost method, the actuarial present value of projected benefits of every active participant as if the Plan’s provisions on the valuation date had always been in effect, is determined as a level percentage of expected annual earnings for each future year of expected service. A normal cost for each year from the assumed entry date is determined by applying this level percentage of pay to the assumed earnings for that year (or if benefits are not pay related, the level amount for each year). Under this method, inactive participants have no normal cost, and their actuarial liability is the present value of the plan benefits to which they and their beneficiaries are entitled. The Plan’s total annual normal cost and actuarial liability are the sum of the individual participant amounts. An experience gain or loss is a decrease or increase in the unfunded actuarial liability attributable to actual experience that differed from that expected by the actuarial assumptions. Such gains or losses are explicitly recognized under this method.

**Note 10 - Other Post-Employment Health Care Benefits (continued)**

The total OPEB liability at September 30, 2019 was based on an actuarial valuation date of October 1, 2017 with a measurement date of October 1, 2018, using the following assumptions:

Actuarial Cost Method:	Entry Age Normal
Amortized Method:	Level percentage of payroll, open
Mortality:	RP-2014 Total Dataset Mortality with Base Year 2006, projected using two-dimensional mortality improvement scale MP-2018
Healthcare Cost Trend Rate:	7.00% for fiscal year end 2019, decreasing 0.25% per year to an ultimate rate of 5.00%
Expected Return on Assets:	Not applicable
Salary Scale:	3.00%
Discount Rate:	3.83%

**Discount Rate:** The discount rate used to measure the total OPEB liability at October 1, 2018 was 3.83%. Because the City's OPEB costs are funded on a pay-as-you-go funding structure, a tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA or higher credit rating as of the measurement date was used to determine the total OPEB liability.

**Total OPEB Liability of the City:** The components of the City's net OPEB liability at September 30, 2019, are as follows:

Total OPEB liability	\$	640,000
OPEB Plan fiduciary net position		<u>-</u>
City's net OPEB liability	\$	<u><u>640,000</u></u>
OPEB Plan fiduciary net position as a percentage of total OPEB liability		<u><u>0.00%</u></u>

**Changes in Total OPEB Liability**

Total OPEB liability:		
Service cost	\$	45,000
Interest on total OPEB liability		23,000
Differences between expected and actual experience		15,000
Assumption changes		(7,000)
Benefit payments		<u>(79,000)</u>
Net change in total OPEB liability		(3,000)
Total OPEB liability, beginning		<u>643,000</u>
Total OPEB liability, ending	\$	<u><u>640,000</u></u>

**Note 10 - Other Post-Employment Health Care Benefits (continued)**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:** The following table presents the total OPEB liability, calculated using the discount rate of 3.83%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than current discount rate:

	1% Decrease (2.83%)	Current Discount Rate (3.83%)	1% Increase (4.83%)
Total OPEB liability	\$ <u>749,000</u>	\$ <u>640,000</u>	\$ <u>557,000</u>

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates:** The following table presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage-point lower or one percentage-point higher than the current trend rate:

	1% Trend Decrease 6.00% Decreasing to 4.00%	Trend Rate Assumption 7.00% Decreasing to 5.00%	1% Trend Increase 8.00% Decreasing to 6.00%
Total OPEB liability	\$ <u>546,000</u>	\$ <u>640,000</u>	\$ <u>765,000</u>

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:** For the year ended September 30, 2019, the City recognized OPEB expense of \$ 78,000. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 12,000	\$ -
Changes in Assumptions	<u>-</u>	<u>6,000</u>
Total	\$ <u>12,000</u>	\$ <u>6,000</u>

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period. The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Deferred and outflows deferred inflows of resources
2020	\$ 2,000
2021	2,000
2022	2,000
2023	2,000
2024	(2,000)
Thereafter	<u>-</u>
	\$ <u>6,000</u>

### **Note 11 - Deferred Compensation Plan**

The City adopted the provisions of IRS Section 457 deferred compensation plan. Employees have the option to join the plan and have the personal contributions to their individual accounts withheld from their paychecks. The City's involvement is limited to making the plan available to employees and remitting employee contributions directly to the third-party plan administrators who hold the funds in trust. The City does not make any matching contributions to the employees' accounts. The City makes no investment decisions and has no fiduciary responsibilities regarding the plan, therefore, the assets and liabilities of the plan are not included in the City's financial statements at September 30, 2019.

### **Note 12 - Risk Management**

The City is exposed to various risks of loss related to tort; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. In order to limit its exposure to these risks, the City is a participant in the Florida League of Cities (a not-for-profit corporation) self-insurance program for workers' compensation, general and auto liability, and property insurance. This self-insurance program purchases excess and specific coverage from third party insurance carriers. Participants in the program are billed annually for their portion of the cost of the program adjusted for actual experience during the period of coverage. Participants are not assessed for unanticipated losses incurred by the program. Premiums paid by the City during the year totaled approximately \$ 457,000. There has been no reduction in insurance coverage from the previous year and the amount of settlement did not exceed insurance coverage in each of the past three years.

### **Note 13 - Commitments and Contingencies**

#### **Grants**

Revenues recognized from grants may be subject to audit by the grantor agencies. In the opinion of City management, as a result of such audits, disallowances of grant revenues, if any, would not have a material adverse effect on the City's condition.

#### **Interlocal Agreement - EMS and Fire Protection Services**

Effective October 1, 2015, the City renewed its Interlocal agreement with the City of Fort Lauderdale to provide Emergency Medical and Fire Protection Services. The agreement is effective through September 30, 2020. The agreement calls for a maximum base annual service fee of \$ 2,707,704 to be adjusted each fiscal year by the amount equal to the percentage change in the Consumer Price Index for All Urban Consumers for the South Urban Regions. The annual service fee is offset by about \$ 400,000 annually from revenues received by Fort Lauderdale for reimbursements for EMS services provided in Wilton Manors. The service fee also includes contributions towards vehicle replacements, as described below. Service fees paid by the City to the City of Fort Lauderdale for the year ended September 30, 2019 totaled \$ 2,327,620.

The Interlocal agreement also provides that the City will contribute \$ 55,000 annually to the Fort Lauderdale Vehicle Replacement Account for the replacement of one fire engine and \$ 31,485 annually towards replacement of one rescue unit. The accumulated amounts contributed to the replacement account earns interest at the monthly rate of 1/12 of the annual rate for U.S. Government Securities, Treasury Constant Maturities, 5-year Maturity, as published monthly in the U.S. Federal Reserve Statistical Release H.15 or its successor. The accumulated funds collected and earned under this agreement will be reviewed on an annual basis and will be adjusted accordingly to ensure sufficiency of funds towards meeting the goal of replacing one fire engine and one rescue unit. In the event of termination of the agreement, the City of Fort Lauderdale will return all the monies held, including interest earned, to the City of Wilton Manors. As of September 30, 2019, the City has approximately \$ 377,000 in funds held by City of Fort Lauderdale under the provisions of this agreement.

**Note 13 - Commitments and Contingencies (continued)**

**Interlocal Agreement - Water and Wastewater Services**

The City has entered into an agreement with the City of Fort Lauderdale to provide the City with water and wastewater services. The expenditure by the City for the year ended September 30, 2019 relating to this agreement totaled approximately \$ 2,230,000 and \$ 1,051,000 for water and wastewater, respectively.

The Broward County Wastewater Plan requires the City to use the City of Fort Lauderdale wastewater facilities through the year 2030.

**Parking Management Services**

In 2010, the City entered into an agreement with Lanier Parking System of Florida (the “Company”) to provide parking management and enforcement services for the City-owned on-street and off-street parking spaces. The agreement is for a period of five (5) years beginning April 1, 2010 and may be extended for two additional two-year terms in City’s absolute discretion. The City reimburses the Company for its operating costs based on a budget approved by the City. The Company also receives a management fee in exchange for the services provided in an amount varying from 3.30% to 4.95% of all gross revenue, depending on the type of revenue. Total parking revenues generated and parking management services and operating fees paid during the fiscal year ended 2019 amounted to approximately \$ 928,000 and \$ 335,000, respectively. During the year ended September 30, 2019, the City entered into an agreement extending the period of the service agreement through April 1, 2022 under substantially the same terms.

**Construction Commitments**

The following table presents the approximate significant construction commitments outstanding at September 30, 2019:

	<u>Estimated Remaining Construction Commitments</u>
<b>Governmental activities:</b>	
1) NE 26th Street Improvements	\$ 945,000
2) Coral Gardens Neighborhood	<u>30,000</u>
	<u>\$ 975,000</u>
<b>Business-type activities:</b>	
1) Sewer Pipe Sliplining	\$ 43,000
2) NE 6th Ave Milling & Resurfacing	94,000
3) Jenada Isles Utility Improvements	83,000
4) NE 6th Ave Water Main Replacement	461,000
5) Water, Sewer and Stormwater Master Plan	193,000
6) NE 26th Street Water Main Improvements	<u>184,000</u>
	<u>\$ 1,058,000</u>

**Note 13 - Commitments and Contingencies (continued)**

**Contingencies**

The City is involved in several ongoing litigation matters. The ultimate outcome of these matters, in the opinion of the City Attorney, will not have a material effect on the financial condition of the City.

**Note 14 - Deficits in Fund Balances and Net Positions**

At September 30, 2019, the Miscellaneous Grants Fund and Recycling Fund had a deficit fund balance and a deficit net position of \$ 25,847 and \$ 285,018, respectively. The City expects to seek and obtain additional grant funding to reduce certain expenditures and any remaining deficiencies will be funded by the General Fund and recycling activities, respectively.

**Note 15 - Subsequent Events**

**Management Review**

The City's management has evaluated subsequent events through May 19, 2020, which is the date the financial statements were available to be issued.

**Pandemic**

In March 2020, the *World Health Organization* declared the outbreak of a coronavirus (COVID-19) a pandemic. As a result, the local and global financial markets are experiencing significant declines and creating economic uncertainties. At this time, it is unknown how this negative outlook will impact the City's financial statements. No adjustments have been made to the accompanying financial statements as a result of the current events.

REQUIRED  
SUPPLEMENTARY INFORMATION

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**City of Wilton Manors, Florida**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - General Fund**  
**For the Year Ended September 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Taxes:				
Property	\$ 8,884,600	\$ 8,884,600	\$ 8,748,807	\$ (135,793)
Franchise	1,266,371	1,266,371	1,251,266	(15,105)
Utility	2,132,541	2,132,541	2,079,275	(53,266)
Intergovernmental	1,400,384	1,420,446	2,041,801	621,355
Charges for services	555,955	555,955	520,449	(35,506)
Licenses and permits	774,600	1,108,600	1,119,356	10,756
Fines and forfeitures	311,500	311,500	686,717	375,217
Interest income	166,200	166,200	177,611	11,411
Miscellaneous	287,200	309,463	498,989	189,526
<b>Total revenues</b>	<u>15,779,351</u>	<u>16,155,676</u>	<u>17,124,271</u>	<u>968,595</u>
<b>Expenditures:</b>				
Current:				
General government:				
City commission	175,498	175,498	155,280	20,218
City management	751,827	827,141	719,757	107,384
City clerk	287,710	293,710	279,496	14,214
Finance	742,583	742,583	728,457	14,126
Human resources	515,690	525,190	517,427	7,763
City attorney	358,275	358,275	324,624	33,651
Community development	1,325,382	1,813,420	1,486,795	326,625
Non-departmental	(64,223)	(31,860)	55,150	(87,010)
<b>Total general government</b>	<u>4,092,742</u>	<u>4,703,957</u>	<u>4,266,986</u>	<u>436,971</u>
Public safety:				
Police department	7,148,407	7,178,907	6,905,879	273,028
Emergency management	673,907	760,978	732,524	28,454
<b>Total public safety</b>	<u>7,822,314</u>	<u>7,939,885</u>	<u>7,638,403</u>	<u>301,482</u>
Culture and recreation:				
Library	747,775	747,775	723,563	24,212
Parks and recreation	2,978,640	2,978,640	2,818,041	160,599
<b>Total culture and recreation</b>	<u>3,726,415</u>	<u>3,726,415</u>	<u>3,541,604</u>	<u>184,811</u>
Transportation - public services	198,389	198,389	175,921	22,468
Debt service:				
Principal	581,966	581,966	581,966	-
Interest	148,713	169,243	164,621	4,622
<b>Total debt service</b>	<u>730,679</u>	<u>751,209</u>	<u>746,587</u>	<u>4,622</u>
Capital outlay	1,031,807	3,174,860	2,451,676	723,184
<b>Total expenditures</b>	<u>17,602,346</u>	<u>20,494,715</u>	<u>18,821,177</u>	<u>1,673,538</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,822,995)</u>	<u>(4,339,039)</u>	<u>(1,696,906)</u>	<u>2,642,133</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	1,404,665	1,404,665	1,404,666	1
Transfers out	(25,000)	(25,000)	(25,000)	-
Use of fund balance	443,330	2,959,374	-	(2,959,374)
<b>Total other financing sources (uses)</b>	<u>1,822,995</u>	<u>4,339,039</u>	<u>1,379,666</u>	<u>(2,959,373)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(317,240)</u>	<u>\$ (317,240)</u>
<b>Fund Balance, beginning</b>			<u>4,463,000</u>	
<b>Fund Balance, ending</b>			<u>\$ 4,145,760</u>	

See notes to budgetary comparison schedules

City of Wilton Manors, Florida  
 Schedule of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual - Fire Assessment Fund  
 For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>				
Insurance premium tax	\$ 143,468	\$ 143,468	\$ 87,830	\$ (55,638)
Intergovernmental	-	-	1,920	1,920
Special assessments	2,294,053	2,294,053	2,229,472	(64,581)
Charges for services	105,000	105,000	104,202	(798)
Interest income	22,200	22,200	31,339	9,139
Miscellaneous	16,800	16,800	19,979	3,179
<b>Total revenues</b>	<u>2,581,521</u>	<u>2,581,521</u>	<u>2,474,742</u>	<u>(106,779)</u>
<b>Expenditures:</b>				
Public safety	2,387,201	2,395,601	2,108,245	287,356
Capital outlay	144,500	309,500	149,208	160,292
<b>Total expenditures</b>	<u>2,531,701</u>	<u>2,705,101</u>	<u>2,257,453</u>	<u>447,648</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>49,820</u>	<u>(123,580)</u>	<u>217,289</u>	<u>340,869</u>
<b>Other Financing Sources (Uses):</b>				
Transfers out	(79,820)	(79,820)	(79,820)	-
Use of fund balance	30,000	203,400	-	(203,400)
<b>Total other financing sources (uses)</b>	<u>(49,820)</u>	<u>123,580</u>	<u>(79,820)</u>	<u>(203,400)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	137,469	<u>\$ 137,469</u>
<b>Fund Balance, beginning</b>			<u>225,854</u>	
<b>Fund Balance, ending</b>			<u>\$ 363,323</u>	

See notes to budgetary comparison schedules

**Note 1 - Budgetary Information**

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

Annual appropriated budgets are adopted for all governmental funds. Budgets are prepared on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for encumbrances, which are reported as expenditures for budgetary purposes. There were no encumbrances for these funds during the year.

During the month of June each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. This budget includes proposed expenditures as well as the expected means of financing them. The Commission holds public hearings and a final budget must be prepared and adopted no later than October 1.

The appropriated budget is prepared by fund, function and department. The City Manager is authorized to transfer budgeted line items within a department classification; however, any revisions that alter the department totals must be approved by the City Commission. Therefore, the department level is the legal level of budgetary control. Budgeted amounts are as originally adopted or as amended. Encumbrance accounting is employed in governmental funds. All unencumbered appropriations lapse at year end and are re-budgeted in the next fiscal year.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Changes in Total OPEB Liability and Related Ratios**  
**Last Two Fiscal Years \***

Fiscal Year:	9/30/2019	9/30/2018
Measurement Date:	<u>10/1/2018</u>	<u>10/1/2017</u>
<b>Total OPEB liability</b>		
Service cost	\$ 45,000	\$ 44,000
Interest	23,000	22,000
Differences between expected and actual experience	15,000	-
Benefits payments	(79,000)	(36,000)
Assumption changes	<u>(7,000)</u>	<u>-</u>
<b>Net change in total OPEB liability</b>	(3,000)	30,000
<b>Total OPEB liability - beginning</b>	643,000	613,000
<b>Total OPEB liability - ending</b>	<u>\$ 640,000</u>	<u>\$ 643,000</u>
<b>Covered payroll</b>	\$ 8,211,000	\$ 7,475,000
<b>Total OPEB liability as a percentage of covered payroll</b>	7.8%	8.6%

**Notes to Schedule:**

\* Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

*Plan Assets.* No assets are accumulated in a trust that meets all of the criteria of GASB No. 75, paragraph 4, to pay benefits.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
**Pension Plan for General Employees and Police**

<b>Fiscal Year:</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Measurement Date:</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Total pension liability</b>						
Service cost	\$ 90,882	\$ 131,863	\$ 141,672	\$ 141,736	\$ 129,615	\$ 112,087
Interest	2,568,156	2,591,888	2,547,674	2,545,418	2,571,868	2,578,844
Differences between expected and actual experience	55,056	(344,394)	68,713	(360,289)	60,844	54,908
Assumption changes	383,306	-	549,447	-	2,522,504	-
Benefit payments	<u>(2,626,235)</u>	<u>(2,728,566)</u>	<u>(2,603,571)</u>	<u>(2,706,165)</u>	<u>(2,756,178)</u>	<u>(3,224,482)</u>
<b>Net change in total pension liability</b>	471,165	(349,209)	703,935	(379,300)	2,528,653	(478,643)
<b>Total pension liability - beginning</b>	<u>37,910,178</u>	<u>38,259,387</u>	<u>37,555,452</u>	<u>37,934,752</u>	<u>35,406,099</u>	<u>35,884,742</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 38,381,343</u>	<u>\$ 37,910,178</u>	<u>\$ 38,259,387</u>	<u>\$ 37,555,452</u>	<u>\$ 37,934,752</u>	<u>\$ 35,406,099</u>
<b>Plan fiduciary net position</b>						
Contributions - Employer	\$ 1,674,468	\$ 1,667,049	\$ 1,685,242	\$ 1,638,492	\$ 1,676,869	\$ 1,645,738
Contributions - Members	44,771	55,551	64,490	63,650	64,249	59,289
Net investment earnings	1,341,884	2,759,884	2,437,040	1,717,354	(1,489,322)	2,836,305
Benefit payments	(2,626,235)	(2,728,566)	(2,603,571)	(2,706,165)	(2,756,178)	(3,224,482)
Administrative expenses	(85,240)	(93,091)	(104,068)	(95,119)	(88,375)	(81,815)
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>9,974</u>	<u>2,154</u>
<b>Net change in plan fiduciary net position</b>	<u>349,648</u>	<u>1,660,827</u>	<u>1,479,133</u>	<u>618,211</u>	<u>(2,582,783)</u>	<u>1,237,189</u>
<b>Plan fiduciary net position - beginning</b>	<u>26,823,715</u>	<u>25,162,888</u>	<u>23,683,755</u>	<u>23,065,544</u>	<u>25,648,327</u>	<u>24,411,138</u>
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 27,173,363</u>	<u>\$ 26,823,715</u>	<u>\$ 25,162,888</u>	<u>\$ 23,683,755</u>	<u>\$ 23,065,544</u>	<u>\$ 25,648,327</u>
<b>City net pension liability - ending (a) - (b)</b>	<u>\$ 11,207,980</u>	<u>\$ 11,086,463</u>	<u>\$ 13,096,499</u>	<u>\$ 13,871,697</u>	<u>\$ 14,869,208</u>	<u>\$ 9,757,772</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	70.80%	70.76%	65.77%	63.06%	60.80%	72.44%
<b>Covered payroll*</b>	\$ 426,154	\$ 523,862	\$ 604,422	\$ 595,805	\$ 600,852	\$ 937,125
<b>City net pension liability as percentage of covered payroll</b>	2630.03%	2116.29%	2166.78%	2328.23%	2474.69%	1041.25%

\* Beginning with the fiscal year ending September 30, 2015, covered payroll for the fiscal year is estimated from the actual member contributions to the Plan for the same period.

Note: Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios**  
**Volunteer Firefighters Retirement System**

<b>Fiscal Year:</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Measurement Date:</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Total pension liability</b>						
Service cost	\$ 3,552	\$ 3,548	\$ 2,785	\$ 2,784	\$ 2,781	\$ 3,420
Interest	98,032	96,276	136,401	132,943	127,765	124,087
Differences between expected and actual experience	(52,308)	(5,234)	(547,430)	(7,955)	28,813	50,183
Assumption changes	-	-	157,023	-	172,401	-
Other - increase in Share Plan reserve	41,952	43,915	-	-	-	-
Benefit payments	(124,604)	(93,863)	(93,206)	(79,458)	(76,201)	(73,671)
<b>Net change in total pension liability</b>	<b>(33,376)</b>	<b>44,642</b>	<b>(344,427)</b>	<b>48,314</b>	<b>255,559</b>	<b>104,019</b>
<b>Total pension liability - beginning</b>	<b>1,692,619</b>	<b>1,647,977</b>	<b>1,992,404</b>	<b>1,944,090</b>	<b>1,688,531</b>	<b>1,584,512</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 1,659,243</b>	<b>\$ 1,692,619</b>	<b>\$ 1,647,977</b>	<b>\$ 1,992,404</b>	<b>\$ 1,944,090</b>	<b>\$ 1,688,531</b>
<b>Plan fiduciary net position</b>						
Contributions - State	\$ 83,904	\$ 87,830	\$ 93,880	\$ 113,066	\$ 143,468	\$ 162,399
Net investment earnings	93,588	187,918	163,275	114,245	(78,303)	157,260
Benefit payments	(124,604)	(93,863)	(93,206)	(79,458)	(76,201)	(73,671)
Administrative expenses	(41,063)	(40,155)	(36,978)	(23,065)	(40,557)	(27,489)
<b>Net change in plan fiduciary net position</b>	<b>11,825</b>	<b>141,730</b>	<b>126,971</b>	<b>124,788</b>	<b>(51,593)</b>	<b>218,499</b>
<b>Plan fiduciary net position - beginning</b>	<b>1,796,858</b>	<b>1,655,128</b>	<b>1,528,157</b>	<b>1,403,369</b>	<b>1,454,962</b>	<b>1,236,463</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 1,808,683</b>	<b>\$ 1,796,858</b>	<b>\$ 1,655,128</b>	<b>\$ 1,528,157</b>	<b>\$ 1,403,369</b>	<b>\$ 1,454,962</b>
<b>Net pension liability (asset) - ending (a) - (b)</b>	<b>\$ (149,440)</b>	<b>\$ (104,239)</b>	<b>\$ (7,151)</b>	<b>\$ 464,247</b>	<b>\$ 540,721</b>	<b>\$ 233,569</b>
<b>Plan fiduciary net position as a percentage of the total pension liability (asset)</b>	<b>109.01%</b>	<b>106.16%</b>	<b>100.43%</b>	<b>76.70%</b>	<b>72.19%</b>	<b>86.17%</b>
<b>Covered payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>City net pension liability (asset) as percentage of covered payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

Note: Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Proportionate Share of Net Pension Liability**  
**Florida Retirement System**

**Schedule of Proportionate Share of the Net Pension Liability -  
Florida Retirement System Pension Plan**

<b>Measurement date June 30,</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Proportion of the net pension liability	0.032312248%	0.033128232%	0.032652342%	0.032051110%	0.027694466%	0.025975554%
Proportionate share of the net pension liability	\$ 11,127,889	\$ 9,978,394	\$ 9,661,659	\$ 8,092,908	\$ 3,577,112	\$ 1,584,891
Covered payroll	\$ 6,023,893	\$ 7,385,148	\$ 6,853,289	\$ 6,479,124	\$ 5,794,868	\$ 5,478,496
Proportionate share of the net pension liability as a percentage of its covered payroll	184.73%	135.11%	140.98%	124.91%	61.73%	28.93%
Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

**Schedule of Proportionate Share of the Net Pension Liability -  
Retiree Health Insurance Subsidy Program**

<b>Measurement date June 30,</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Proportion of the net pension liability	0.022403825%	0.022586037%	0.001144711%	0.020854254%	0.019083075%	0.018133219%
Proportionate share of the net pension liability	\$ 2,560,764	\$ 2,390,532	\$ 2,298,949	\$ 2,430,477	\$ 1,946,173	\$ 1,695,500
Covered payroll	\$ 7,492,433	\$ 7,385,148	\$ 6,853,289	\$ 6,479,124	\$ 5,794,868	\$ 5,478,496
Proportionate share of the net pension liability as a percentage of its covered payroll	34.18%	32.37%	33.55%	37.51%	33.58%	30.95%
Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

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

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Contributions**  
**Pension Plan for General Employees and Police**

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<u>Fiscal Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2019	\$ 1,674,468	\$ 1,674,468	\$ -	\$ 426,154	392.93%
2018	1,667,049	1,667,049	-	523,862	318.22%
2017	1,685,242	1,685,242	-	604,422	278.82%
2016	1,638,492	1,638,492	-	595,805	275.00%
2015	1,674,023	1,676,869	(2,846)	600,852	279.08%
2014	1,645,738	1,645,738	-	554,092	297.02%
2013	1,606,783	1,606,783	-	565,000	284.39%
2012	1,518,314	1,518,314	-	622,000	244.10%
2011	1,550,528	1,550,528	-	849,000	182.63%
2010	1,338,012	1,338,012	-	919,000	145.59%

**Notes to Schedule:**

Valuation date: October 1, 2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	15 years
Asset valuation method	Five year smoothed market
Salary increases	5.50%
Investment rate of return	6.90%
Cost of living adjustment	3.00%
Mortality	RP-2000 mortality tables with blue collar adjustments and generational projections using scale BB.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Contributions**  
**Volunteer Firefighters Retirement System**

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<u>Fiscal Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2019	\$ 95,516	\$ 83,904	\$ 11,612	\$ N/A	N/A
2018	92,659	87,830	4,829	N/A	N/A
2017	91,007	93,880	(2,873)	N/A	N/A
2016	78,859	85,547	(6,688)	N/A	N/A
2015	80,349	85,547	(5,198)	N/A	N/A
2014	79,117	85,547	(6,430)	N/A	N/A
2013	83,951	83,951	-	N/A	N/A
2012	81,024	81,024	-	N/A	N/A
2011	77,607	77,607	-	N/A	N/A
2010	68,752	68,752	-	N/A	N/A

**Notes to Schedule:**

Valuation date: October 1, 2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	15 years
Asset valuation method	Five year smoothed market
Salary increases	N/A
Investment rate of return	6.00%
Mortality	RP-2000 mortality tables with blue collar adjustments and generational projections using scale BB.

**City of Wilton Manors, Florida**  
**Required Supplementary Information**  
**(Unaudited)**  
**Schedule of Contributions**  
**Florida Retirement System**

**Schedule of Contributions -  
Florida Retirement System Pension Plan**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contributions	\$ 932,938	\$ 944,128	\$ 850,021	\$ 781,617	\$ 675,215	\$ 568,975
Contributions in relation to the contractually required contribution	<u>932,938</u>	<u>944,128</u>	<u>850,021</u>	<u>781,617</u>	<u>675,215</u>	<u>568,975</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,094,356	\$ 7,371,373	\$ 7,097,933	\$ 6,473,081	\$ 5,789,464	\$ 5,473,387
Contribution as a percentage of covered payroll	15.31%	12.81%	11.98%	12.07%	11.66%	10.40%

**Schedule of Contributions -  
Retiree Health Insurance Subsidy Program**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contributions	\$ 126,211	\$ 122,485	\$ 113,788	\$ 106,891	\$ 72,947	\$ 62,118
Contributions in relation to the contractually required contribution	<u>126,211</u>	<u>122,485</u>	<u>113,788</u>	<u>106,891</u>	<u>72,947</u>	<u>62,118</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 7,603,040	\$ 7,371,373	\$ 7,097,933	\$ 6,473,081	\$ 5,789,464	\$ 5,473,387
Contribution as a percentage of covered payroll	1.66%	1.66%	1.60%	1.65%	1.26%	1.13%

**Notes to Schedule:**

(1) The amounts presented as of fiscal year end.

(2) Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

# COMBINING STATEMENTS

**Keefe  
McCullough**  
CPA's + Trusted Advisors

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## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

**Miscellaneous Grants Fund** - accounts for the City's grant revenues from federal and state agencies, other governmental units or private foundations. This fund also accounts for the expenditures made with these grant funds.

**Federal Police Forfeiture Fund** - accounts for monies received for financial transactions involving confiscations through forfeitures. Monies spent out of this fund must first be legally appropriated by the City Commission.

**Police Training and Education Fund** - accounts for monies received for training and professional development.

**Road Improvement Fund** - accounts for the financial resources to be used to pave streets, perform right-of-way grounds maintenance, and purchase and repair of equipment.

**State Police Forfeiture Fund** - account for financial transactions involving confiscations through forfeitures. Monies spent out of this fund must first be legally appropriated by the City Commission.

**Jenada Assessment Fund** - account for special assessment collections and expenditures related to the operation of the Jenada Isle neighborhood gatehouse. This assessment is limited to residents located in the Jenada Isles neighborhood.

**Wilton Drive Improvement District Fund** - accounts for special assessment for the purpose of creating a cleaner, safer, and more attractive Wilton Drive.

City of Wilton Manors, Florida  
Combining Balance Sheet  
Nonmajor Governmental Funds  
September 30, 2019

	<u>Special Revenue Funds</u>			
	<u>Miscellaneous Grants Fund</u>	<u>Federal Police Forfeiture Fund</u>	<u>Police Training and Education Fund</u>	<u>Road Improvement Fund</u>
<b>Assets:</b>				
Cash, cash equivalents and investments	\$ -	\$ 163,108	\$ 9,026	\$ 454,941
Due from other governments	48,895	-	613	83,649
Inventories	-	-	-	4,789
Prepayments	-	-	1,097	-
Restricted cash, cash equivalents and investments	-	-	-	-
<b>Total assets</b>	<u>\$ 48,895</u>	<u>\$ 163,108</u>	<u>\$ 10,736</u>	<u>\$ 543,379</u>
<b>Liabilities:</b>				
Accounts payable	\$ 8,710	\$ -	\$ 2,222	\$ 406,871
Accrued liabilities	2,103	-	-	-
Due to other funds	63,929	-	-	-
Unearned revenues	-	-	-	-
<b>Total liabilities</b>	<u>74,742</u>	<u>-</u>	<u>2,222</u>	<u>406,871</u>
<b>Fund balances:</b>				
Nonspendable:				
Inventories and prepayments	-	-	1,097	4,789
Restricted for:				
Public safety	-	163,108	7,417	-
Transportation	-	-	-	85,219
Jenada Isle neighborhood improvements	-	-	-	-
Wilton Drive improvements	-	-	-	-
Committed to:				
Capital assets replacement	-	-	-	46,500
Unassigned (deficit)	(25,847)	-	-	-
<b>Total fund balances</b>	<u>(25,847)</u>	<u>163,108</u>	<u>8,514</u>	<u>136,508</u>
<b>Total liabilities and fund balances</b>	<u>\$ 48,895</u>	<u>\$ 163,108</u>	<u>\$ 10,736</u>	<u>\$ 543,379</u>

**Special Revenue Funds**

<b>State Police Forfeiture Fund</b>	<b>Jenada Assessment Fund</b>	<b>Wilton Drive Improvement District</b>	<b>Total</b>
\$ 287,896	\$ 8,086	\$ 108,619	\$ 1,031,676
-	-	3	133,160
-	-	-	4,789
-	-	2,409	3,506
-	125	-	125
\$ 287,896	\$ 8,211	\$ 111,031	\$ 1,173,256
\$ 20,426	\$ 838	\$ 8,475	\$ 447,542
-	-	-	2,103
-	-	-	63,929
15,524	-	-	15,524
35,950	838	8,475	529,098
-	-	2,409	8,295
251,946	-	-	422,471
-	-	-	85,219
-	7,373	-	7,373
-	-	100,147	100,147
-	-	-	46,500
-	-	-	(25,847)
251,946	7,373	102,556	644,158
\$ 287,896	\$ 8,211	\$ 111,031	\$ 1,173,256

City of Wilton Manors, Florida  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended September 30, 2019

	<u>Special Revenue Funds</u>			
	<u>Miscellaneous Grants Fund</u>	<u>Federal Police Forfeiture Fund</u>	<u>Police Training and Education Fund</u>	<u>Road Improvement Fund</u>
<b>Revenues:</b>				
Intergovernmental	\$ 194,850	\$ -	\$ -	\$ 293,943
Special assessments	-	-	-	-
Charges for services	-	-	-	34,220
Fines and forfeitures	-	-	7,530	-
Interest income	-	4,027	211	8,220
Miscellaneous	245	-	62	512
<b>Total revenues</b>	<u>195,095</u>	<u>4,027</u>	<u>7,803</u>	<u>336,895</u>
<b>Expenditures:</b>				
Current:				
Economic development	-	-	-	-
Public safety	38,099	-	8,635	-
Culture and recreation	-	-	-	32,960
Physical environment	-	-	-	-
Transportation	-	-	-	313,275
Capital outlay	156,751	10,500	-	144,499
<b>Total expenditures</b>	<u>194,850</u>	<u>10,500</u>	<u>8,635</u>	<u>490,734</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>245</u>	<u>(6,473)</u>	<u>(832)</u>	<u>(153,839)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total other financing sources (uses)</b>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	25,245	(6,473)	(832)	(153,839)
<b>Fund Balances (deficit) - beginning</b>	<u>(51,092)</u>	<u>169,581</u>	<u>9,346</u>	<u>290,347</u>
<b>Fund Balances (deficit) - ending</b>	<u>\$ (25,847)</u>	<u>\$ 163,108</u>	<u>\$ 8,514</u>	<u>\$ 136,508</u>

**Special Revenue Funds**

<b>State Police Forfeiture Fund</b>	<b>Jenada Assessment Fund</b>	<b>Wilton Drive Improvement District</b>	<b>Total</b>
\$ -	\$ -	\$ -	\$ 488,793
-	7,709	96,169	103,878
-	-	-	34,220
24,988	-	-	32,518
6,724	208	2,920	22,310
11	12	159	1,001
<u>31,723</u>	<u>7,929</u>	<u>99,248</u>	<u>682,720</u>
-	-	69,970	69,970
23,154	-	-	69,888
-	-	-	32,960
-	3,646	-	3,646
-	-	-	313,275
<u>20,426</u>	<u>940</u>	<u>-</u>	<u>333,116</u>
<u>43,580</u>	<u>4,586</u>	<u>69,970</u>	<u>822,855</u>
<u>(11,857)</u>	<u>3,343</u>	<u>29,278</u>	<u>(140,135)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
(11,857)	3,343	29,278	(115,135)
<u>263,803</u>	<u>4,030</u>	<u>73,278</u>	<u>759,293</u>
<u>\$ 251,946</u>	<u>\$ 7,373</u>	<u>\$ 102,556</u>	<u>\$ 644,158</u>

City of Wilton Manors, Florida  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Miscellaneous Grants Fund  
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Intergovernmental	\$ 130,803	\$ 272,919	\$ 194,850	\$ (78,069)
Miscellaneous	200	200	245	45
<b>Total revenues</b>	<u>131,003</u>	<u>273,119</u>	<u>195,095</u>	<u>(78,024)</u>
<b>Expenditures:</b>				
General government	25,200	25,200	-	25,200
Public safety	44,251	47,784	38,099	9,685
Capital Outlay	86,552	225,135	156,751	68,384
<b>Total expenditures</b>	<u>156,003</u>	<u>298,119</u>	<u>194,850</u>	<u>103,269</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(25,000)</u>	<u>(25,000)</u>	<u>245</u>	<u>25,245</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b>Total other financing sources (uses)</b>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	25,245	<u>\$ 25,245</u>
<b>Fund Balance (deficit), beginning</b>			<u>(51,092)</u>	
<b>Fund Balance (deficit), ending</b>			<u>\$ (25,847)</u>	

City of Wilton Manors, Florida  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Federal Police Forfeiture Fund  
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
<b>Revenues:</b>				
Interest income	\$ 3,400	\$ 3,400	\$ 4,027	\$ 627
Miscellaneous	220	220	-	(220)
<b>Total revenues</b>	<u>3,620</u>	<u>3,620</u>	<u>4,027</u>	<u>407</u>
<b>Expenditures:</b>				
Public safety	5,000	5,000	-	5,000
Capital Outlay	-	10,500	10,500	-
<b>Total expenditures</b>	<u>5,000</u>	<u>15,500</u>	<u>10,500</u>	<u>5,000</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,380)</u>	<u>(11,880)</u>	<u>(6,473)</u>	<u>5,407</u>
<b>Other Financing Sources (Uses):</b>				
Use of fund balance	1,380	11,880	-	(11,880)
<b>Total other financing sources (uses)</b>	<u>1,380</u>	<u>11,880</u>	<u>-</u>	<u>(11,880)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	(6,473)	<u>\$ (6,473)</u>
<b>Fund Balance, beginning</b>			<u>169,581</u>	
<b>Fund Balance, ending</b>			<u>\$ 163,108</u>	

City of Wilton Manors, Florida  
 Schedule of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual - Police Training and Education Fund  
 For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and forfeitures	\$ 7,200	\$ 7,200	\$ 7,530	\$ 330
Interest income	200	200	211	11
Miscellaneous	30	30	62	32
<b>Total revenues</b>	<u>7,430</u>	<u>7,430</u>	<u>7,803</u>	<u>373</u>
<b>Expenditures:</b>				
Public safety	11,000	11,000	8,635	2,365
<b>Total expenditures</b>	<u>11,000</u>	<u>11,000</u>	<u>8,635</u>	<u>2,365</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(3,570)</u>	<u>(3,570)</u>	<u>(832)</u>	<u>2,738</u>
<b>Other Financing Sources (Uses):</b>				
Use of fund balance	3,570	3,570	-	(3,570)
<b>Total other financing sources (uses)</b>	<u>3,570</u>	<u>3,570</u>	<u>-</u>	<u>(3,570)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	(832)	<u>\$ (832)</u>
<b>Fund Balance, beginning</b>			<u>9,346</u>	
<b>Fund Balance, ending</b>			<u>\$ 8,514</u>	

City of Wilton Manors, Florida  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - Road Improvement Fund  
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Intergovernmental	\$ 1,233,768	\$ 1,233,768	\$ 293,943	\$ (939,825)
Charges for services	35,311	35,311	34,220	(1,091)
Interest income	3,100	3,100	8,220	5,120
Miscellaneous	420	420	512	92
<b>Total revenues</b>	<u>1,272,599</u>	<u>1,272,599</u>	<u>336,895</u>	<u>(935,704)</u>
<b>Expenditures:</b>				
Culture and recreation	44,307	44,307	32,960	11,347
Transportation	236,752	405,015	313,275	91,740
Capital outlay	1,170,000	1,367,684	144,499	1,223,185
<b>Total expenditures</b>	<u>1,451,059</u>	<u>1,817,006</u>	<u>490,734</u>	<u>1,326,272</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(178,460)</u>	<u>(544,407)</u>	<u>(153,839)</u>	<u>390,568</u>
<b>Other Financing Sources (Uses):</b>				
Use of fund balance	178,460	544,407	-	(544,407)
<b>Total other financing sources (uses)</b>	<u>178,460</u>	<u>544,407</u>	<u>-</u>	<u>(544,407)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	(153,839)	<u>\$ (153,839)</u>
<b>Fund Balance, beginning</b>			<u>290,347</u>	
<b>Fund Balance, ending</b>			<u>\$ 136,508</u>	

City of Wilton Manors, Florida  
Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - State Police Forfeiture Fund  
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Fines and forfeitures	\$ -	\$ -	\$ 24,988	\$ 24,988
Interest income	6,500	6,500	6,724	224
Miscellaneous	4	4	11	7
<b>Total revenues</b>	<u>6,504</u>	<u>6,504</u>	<u>31,723</u>	<u>25,219</u>
<b>Expenditures:</b>				
Public safety	40,000	65,000	23,154	41,846
Capital outlay	-	18,048	20,426	(2,378)
<b>Total expenditures</b>	<u>40,000</u>	<u>83,048</u>	<u>43,580</u>	<u>39,468</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(33,496)</u>	<u>(76,544)</u>	<u>(11,857)</u>	<u>64,687</u>
<b>Other Financing Sources (Uses):</b>				
Use of fund balance	<u>33,496</u>	<u>76,544</u>	<u>-</u>	<u>(76,544)</u>
<b>Total other financing sources (uses)</b>	<u>33,496</u>	<u>76,544</u>	<u>-</u>	<u>(76,544)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	(11,857)	<u>\$ (11,857)</u>
<b>Fund Balance, beginning</b>			<u>263,803</u>	
<b>Fund Balance, ending</b>			<u>\$ 251,946</u>	

City of Wilton Manors, Florida  
 Schedule of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual - Jenada Assessment Fund  
 For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Special assessments	\$ 8,000	\$ 8,000	\$ 7,709	\$ (291)
Interest income	-	-	208	208
Miscellaneous	-	-	12	12
<b>Total revenues</b>	<u>8,000</u>	<u>8,000</u>	<u>7,929</u>	<u>(71)</u>
<b>Expenditures:</b>				
Physical environment	6,700	6,700	3,646	3,054
Capital outlay	1,300	1,300	940	360
<b>Total expenditures</b>	<u>8,000</u>	<u>8,000</u>	<u>4,586</u>	<u>3,414</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>-</u>	<u>-</u>	<u>3,343</u>	<u>3,343</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	3,343	<u>\$ 3,343</u>
<b>Fund Balance, beginning</b>			<u>4,030</u>	
<b>Fund Balance, ending</b>			<u>\$ 7,373</u>	

City of Wilton Manors, Florida  
 Schedule of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual - Wilton Drive Improvement District  
 For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Special assessments	\$ 96,000	\$ 96,000	\$ 96,169	\$ 169
Interest income	1,200	1,200	2,920	1,720
Miscellaneous	-	-	159	159
<b>Total revenues</b>	<u>97,200</u>	<u>97,200</u>	<u>99,248</u>	<u>2,048</u>
<b>Expenditures:</b>				
Economic development	70,400	70,400	69,970	430
Capital Outlay	26,800	26,800	-	26,800
<b>Total expenditures</b>	<u>97,200</u>	<u>97,200</u>	<u>69,970</u>	<u>27,230</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>-</u>	<u>-</u>	<u>29,278</u>	<u>29,278</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	29,278	<u>\$ 29,278</u>
<b>Fund Balance, beginning</b>			<u>73,278</u>	
<b>Fund Balance, ending</b>			<u>\$ 102,556</u>	

## FIDUCIARY FUND TYPE FUNDS

### Pension Trust Funds

**Pension Plan for General Employees and Police** - to account for the accumulation of resources to be used for retirement benefits of the City's General Employees and Police Officers. Resources are contributed by employees at rates fixed by plan provisions and by the City at amounts determined by annual actuarial valuations.

**Volunteer Firefighters Retirement System** - to account for the accumulation of resources to be used for retirement benefits of all active members of the City's Volunteer Fire Department. Contributions made by the State pursuant to Florida Statutes, Chapter 175, are restricted to providing additional benefits only.

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**City of Wilton Manors, Florida**  
**Combining Statement of Net Position**  
**Fiduciary Funds**  
**September 30, 2019**

	<b>Pension Plan for General Employees and Police</b>	<b>Volunteer Firefighters Retirement System</b>	<b>Total</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ 256,013	\$ 16,235	\$ 272,248
Receivables:			
State contributions receivable	-	83,904	83,904
Accrued investment income	46,794	2,967	49,761
Total receivables	46,794	86,871	133,665
Investments, at fair value:			
Equity securities	17,579,342	1,114,772	18,694,114
Government securities	3,419,768	216,861	3,636,629
Corporate bonds	4,903,261	310,934	5,214,195
Fixed income mutual funds	993,637	63,010	1,056,647
Total investments	26,896,008	1,705,577	28,601,585
<b>Total assets</b>	<b>27,198,815</b>	<b>1,808,683</b>	<b>29,007,498</b>
<b>Liabilities:</b>			
Accounts payable	14,676	-	14,676
Deferred revenue	10,776	-	10,776
<b>Total liabilities</b>	<b>25,452</b>	<b>-</b>	<b>25,452</b>
<b>Net Position:</b>			
Net position restricted for DROP benefits	61,561	-	61,561
Net position restricted for defined benefits	27,111,802	1,244,622	28,356,424
Net positions restricted for share benefits	-	55,126	55,126
Net position restricted for funding standard account	-	508,935	508,935
<b>Total net position</b>	<b>\$ 27,173,363</b>	<b>\$ 1,808,683</b>	<b>\$ 28,982,046</b>

**City of Wilton Manors, Florida**  
**Combining Statement of Changes in Net Position**  
**Fiduciary Funds**  
**For the Year Ended September 30, 2019**

	<u>Pension Plan for General Employees and Police</u>	<u>Volunteer Firefighters Retirement System</u>	<u>Total</u>
<b>Additions:</b>			
Contributions			
State	\$ -	\$ 83,904	\$ 83,904
Employer	1,674,468	-	1,674,468
Employee	44,771	-	44,771
	<u>1,719,239</u>	<u>83,904</u>	<u>1,803,143</u>
Total contributions			
Investment income:			
Net appreciation in fair value of investments	629,624	42,405	672,029
Interest and dividends	759,958	51,183	811,141
	<u>1,389,582</u>	<u>93,588</u>	<u>1,483,170</u>
Total investment income			
Less: Investment expenses	47,698	-	47,698
	<u>1,341,884</u>	<u>93,588</u>	<u>1,435,472</u>
Net investment income			
<b>Total additions</b>	<u>3,061,123</u>	<u>177,492</u>	<u>3,238,615</u>
<b>Deductions:</b>			
Benefit payments	2,626,235	93,863	2,720,098
Share distributions	-	30,741	30,741
Administrative expenses	85,240	41,063	126,303
	<u>2,711,475</u>	<u>165,667</u>	<u>2,877,142</u>
<b>Total deductions</b>			
<b>Changes in net position</b>	349,648	11,825	361,473
<b>Net position, beginning</b>	<u>26,823,715</u>	<u>1,796,858</u>	<u>28,620,573</u>
<b>Net position, ending</b>	<u>\$ 27,173,363</u>	<u>\$ 1,808,683</u>	<u>\$ 28,982,046</u>

# STATISTICAL SECTION

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## STATISTICAL SECTION

This part of the **City of Wilton Manors, Florida's** comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>CONTENTS</u>	<u>PAGE</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	92-97
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	98-101
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	102-106
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	107-108
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	109-112

*Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.*

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**City of Wilton Manors, Florida**  
**Table 1**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**Accrual Basis**

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Governmental activities:</b>										
Net investment in capital assets	\$ 24,737,103	\$ 23,737,572	\$ 23,166,508	\$ 22,487,584	\$ 22,612,953	\$ 22,977,296	\$ 24,627,757	\$ 24,594,127	\$ 24,941,279	\$ 26,856,340
Restricted	341,974	665,651	1,875,075	1,239,952	1,341,629	2,125,600	1,008,904	1,105,478	1,445,958	1,486,874
Unrestricted	<u>3,140,990</u>	<u>3,240,732</u>	<u>2,681,067</u>	<u>4,385,843</u>	<u>3,890,093</u>	<u>(10,190,225)</u>	<u>(13,417,252)</u>	<u>(14,738,857)</u>	<u>(15,287,383)</u>	<u>(16,613,690)</u>
Total governmental activities net position	<u>\$ 28,220,067</u>	<u>\$ 27,643,955</u>	<u>\$ 27,722,650</u>	<u>\$ 28,113,379</u>	<u>\$ 27,844,675</u>	<u>\$ 14,912,671</u>	<u>\$ 12,219,409</u>	<u>\$ 10,960,748</u>	<u>\$ 11,099,854</u>	<u>\$ 11,729,524</u>
<b>Business-type activities:</b>										
Net investment in capital assets	\$ 8,405,247	\$ 8,939,594	\$ 9,667,371	\$ 10,947,091	\$ 11,643,985	\$ 13,057,723	\$ 15,324,713	\$ 16,362,293	\$ 18,372,508	\$ 18,280,358
Restricted	885,741	926,868	1,630,062	1,570,317	1,444,317	1,759,416	1,762,736	281,846	298,446	390,990
Unrestricted	<u>221,258</u>	<u>945,146</u>	<u>1,266,815</u>	<u>2,086,121</u>	<u>2,720,126</u>	<u>1,899,031</u>	<u>1,392,335</u>	<u>4,815,358</u>	<u>5,334,689</u>	<u>6,999,300</u>
Total business-type activities net position	<u>\$ 9,512,246</u>	<u>\$ 10,811,608</u>	<u>\$ 12,564,248</u>	<u>\$ 14,603,529</u>	<u>\$ 15,808,428</u>	<u>\$ 16,716,170</u>	<u>\$ 18,479,784</u>	<u>\$ 21,459,497</u>	<u>\$ 24,005,643</u>	<u>\$ 25,670,648</u>
<b>Primary government:</b>										
Net investment in capital assets	\$ 33,142,350	\$ 32,677,166	\$ 32,833,879	\$ 33,434,675	\$ 34,256,938	\$ 36,035,019	\$ 39,952,470	\$ 40,956,420	\$ 43,313,787	\$ 45,136,698
Restricted	1,227,715	1,592,519	3,505,137	2,810,269	2,785,946	3,885,016	2,771,640	1,387,324	1,744,404	1,877,864
Unrestricted (1)	<u>3,362,248</u>	<u>4,185,878</u>	<u>3,947,882</u>	<u>6,471,964</u>	<u>6,610,219</u>	<u>(8,291,194)</u>	<u>(12,024,917)</u>	<u>(9,952,694)</u>	<u>(9,952,694)</u>	<u>(9,614,390)</u>
Total primary government net position	<u>\$ 37,732,313</u>	<u>\$ 38,455,563</u>	<u>\$ 40,286,898</u>	<u>\$ 42,716,908</u>	<u>\$ 43,653,103</u>	<u>\$ 31,628,841</u>	<u>\$ 30,699,193</u>	<u>\$ 32,391,050</u>	<u>\$ 35,105,497</u>	<u>\$ 37,400,172</u>

(1) In Fiscal Year 2014-2015, the City implemented GASB Statement No. 68 and 71 which had a cumulative effect of reducing beginning net position by \$15,802,370.

**City of Wilton Manors, Florida**  
**Table 2**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**Accrual Basis**

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Expenses:</b>										
Governmental activities:										
General government (1)	\$ 2,054,770	\$ 1,970,679	\$ 1,986,280	\$ 2,233,108	\$ 3,915,658	\$ 3,903,520	\$ 4,977,272	\$ 3,925,704	\$ 4,314,647	\$ 4,892,050
Economic development	-	-	-	-	-	-	-	78,270	43,023	69,970
Public safety	8,869,912	8,299,498	8,133,602	8,786,550	8,200,140	7,812,678	11,323,816	10,499,782	10,756,793	10,746,206
Culture and recreation	3,731,279	3,559,499	3,460,822	3,155,275	3,463,104	3,545,350	4,228,975	4,239,093	4,255,566	4,319,295
Physical environment	1,433,612	1,065,381	567,036	353,822	327,906	347,625	388,033	26,610	19,262	14,724
Transportation	-	421,435	818,896	926,883	322,893	302,460	347,336	569,064	529,458	773,807
Interest on long-term debt	468,124	355,356	233,405	190,362	233,537	203,274	210,668	179,754	164,830	160,857
<b>Total governmental activities</b>	<b>16,557,697</b>	<b>15,671,848</b>	<b>15,200,041</b>	<b>15,646,000</b>	<b>16,463,238</b>	<b>16,114,907</b>	<b>21,476,100</b>	<b>19,518,277</b>	<b>20,083,579</b>	<b>20,976,909</b>
Business-type activities:										
Utility	4,824,835	4,822,600	4,740,281	4,853,802	5,204,989	5,562,904	5,644,074	5,429,082	5,099,709	5,828,081
Parking (2)	-	-	-	485,397	490,689	519,558	528,339	563,910	571,632	599,594
Recycling (3)	-	-	-	-	-	-	-	3,155,606	3,187,561	3,226,478
Drainage	351,897	323,867	323,817	287,328	254,113	281,171	396,419	352,139	360,407	442,512
<b>Total business-type activities</b>	<b>5,176,732</b>	<b>5,146,467</b>	<b>5,064,098</b>	<b>5,626,527</b>	<b>5,949,791</b>	<b>6,363,633</b>	<b>6,568,832</b>	<b>9,500,737</b>	<b>9,219,309</b>	<b>10,096,665</b>
<b>Total expenses</b>	<b>\$ 21,734,429</b>	<b>\$ 20,818,315</b>	<b>\$ 20,264,139</b>	<b>\$ 21,272,527</b>	<b>\$ 22,413,029</b>	<b>\$ 22,478,540</b>	<b>\$ 28,044,932</b>	<b>\$ 29,019,014</b>	<b>\$ 29,302,888</b>	<b>\$ 31,073,574</b>
<b>Program Revenues:</b>										
Governmental activities:										
Charges for services:										
General government	\$ 274,852	\$ 36,166	\$ 46,297	\$ 48,885	\$ 567,966	\$ 963,752	\$ 654,058	\$ 427,026	\$ 297,256	\$ 263,790
Economic development	-	-	-	-	-	-	-	96,144	96,041	109,855
Public safety	1,629,667	2,618,414	2,338,079	3,075,931	1,962,598	2,364,035	2,506,229	2,867,208	3,804,387	4,008,112
Culture and recreation	269,886	289,984	323,177	302,767	417,043	512,947	522,319	538,183	551,463	610,172
Physical environment	596,099	54,179	61,964	66,770	8,596	7,867	19,102	8,049	7,793	7,709
Transportation	-	309,521	479,499	490	-	-	-	-	33,523	34,220
Operating grants and contributions	69,875	107,958	343,135	121,534	161,330	114,401	117,446	298,361	117,852	772,371
Capital grants and contributions	1,136,272	318,981	354,340	366,744	231,025	63,870	864,425	364,201	347,045	178,146
<b>Total governmental activities</b>	<b>3,976,651</b>	<b>3,735,203</b>	<b>3,946,491</b>	<b>3,983,121</b>	<b>3,348,558</b>	<b>4,026,872</b>	<b>4,683,579</b>	<b>4,599,172</b>	<b>5,255,360</b>	<b>5,984,375</b>

**City of Wilton Manors, Florida**  
**Table 2**  
**Changes in Net Position**  
**(Continued)**  
**Last Ten Fiscal Years**  
**Accrual Basis**

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Business-type activities:</b>										
Charges for services:										
Utility	6,263,494	6,794,707	7,135,703	7,507,695	7,446,700	8,209,883	8,520,740	8,992,974	8,406,967	8,360,405
Parking (2)	-	-	-	606,800	645,009	701,150	831,325	983,436	1,016,807	931,458
Recycling (3)	-	-	-	-	-	-	-	3,503,750	3,429,113	3,081,132
Drainage	320,851	334,388	334,785	358,129	388,822	413,123	433,291	461,922	482,865	495,401
<b>Total business-type activities</b>	<b>6,584,345</b>	<b>7,129,095</b>	<b>7,470,488</b>	<b>8,472,624</b>	<b>8,480,531</b>	<b>9,324,156</b>	<b>9,785,356</b>	<b>13,942,082</b>	<b>13,335,752</b>	<b>12,868,396</b>
<b>Total program revenues</b>	<b>\$ 10,560,996</b>	<b>\$ 10,864,298</b>	<b>\$ 11,416,979</b>	<b>\$ 12,455,745</b>	<b>\$ 11,829,089</b>	<b>\$ 13,351,028</b>	<b>\$ 14,468,935</b>	<b>\$ 18,541,254</b>	<b>\$ 18,591,112</b>	<b>\$ 18,852,771</b>
<b>Net (expense)/revenue</b>										
Governmental activities	\$ (12,581,046)	\$ (11,936,645)	\$ (11,253,550)	\$ (11,662,879)	\$ (13,114,680)	\$ (12,088,035)	\$ (16,792,521)	\$ (14,919,105)	\$ (14,828,219)	\$ (14,992,534)
Business-type activities	1,407,613	1,982,628	2,406,390	2,846,097	2,530,740	2,960,523	3,216,524	4,441,345	4,116,443	2,771,731
<b>Total net expense</b>	<b>\$ (11,173,433)</b>	<b>\$ (9,954,017)</b>	<b>\$ (8,847,160)</b>	<b>\$ (8,816,782)</b>	<b>\$ (10,583,940)</b>	<b>\$ (9,127,512)</b>	<b>\$ (13,575,997)</b>	<b>\$ (10,477,760)</b>	<b>\$ (10,711,776)</b>	<b>\$ (12,220,803)</b>
<b>General Revenues:</b>										
Governmental activities:										
Taxes:										
Property taxes	\$ 6,479,427	\$ 5,804,736	\$ 5,734,204	\$ 5,854,126	\$ 6,214,184	\$ 6,504,190	\$ 6,994,529	\$ 7,480,408	\$ 8,243,228	\$ 8,748,807
Other taxes	3,229,077	3,455,869	3,333,873	3,429,338	3,536,255	3,696,224	3,686,020	3,093,179	3,017,704	3,528,938
Investment earnings	163,920	65,047	89,069	58,042	14,136	65,504	56,504	91,835	166,103	231,260
Intergovernmental, not restricted	1,406,945	1,136,362	1,278,119	1,327,199	1,423,396	1,480,817	1,570,712	1,745,682	1,655,660	1,581,997
Other	407,009	213,584	234,859	536,314	313,572	880,509	316,494	265,711	172,691	206,356
Transfers	852,724	684,933	662,122	848,589	1,344,433	1,482,000	1,475,000	1,647,552	1,711,939	1,324,846
Reassignment of assets and deferred outflows of resources to business-type activities	-	-	-	-	-	-	-	(755,599)	-	-
Assumption of liabilities and deferred inflows of resources by business-type activities	-	-	-	-	-	-	-	591,569	-	-
<b>Total governmental activities</b>	<b>12,539,102</b>	<b>11,360,531</b>	<b>11,332,246</b>	<b>12,053,608</b>	<b>12,845,976</b>	<b>14,109,244</b>	<b>14,099,259</b>	<b>14,160,337</b>	<b>14,967,325</b>	<b>15,622,204</b>

**City of Wilton Manors, Florida**  
**Table 2**  
**Changes in Net Position**  
**(continued)**  
**Last Ten Fiscal Years**  
**Accrual Basis**

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Business-type activities:										
Investment earnings	2,356	1,667	8,372	8,485	5,393	7,143	14,764	45,797	121,282	218,120
Other	-	-	-	33,288	13,199	271,233	7,326	-	20,360	-
Transfers	(852,724)	(684,933)	(662,122)	(848,589)	(1,344,433)	(1,482,000)	(1,475,000)	(1,647,552)	(1,711,939)	(1,324,846)
Reassignment of assets and deferred outflows of resources to business-type activities	-	-	-	-	-	-	-	755,599	-	-
Assumption of liabilities and deferred inflows of resources by business-type activities	-	-	-	-	-	-	-	(591,569)	-	-
<b>Total business-type activities</b>	<u>(850,368)</u>	<u>(683,266)</u>	<u>(653,750)</u>	<u>(806,816)</u>	<u>(1,325,841)</u>	<u>(1,203,624)</u>	<u>(1,452,910)</u>	<u>(1,437,725)</u>	<u>(1,570,297)</u>	<u>(1,106,726)</u>
<b>Total primary government</b>	<u>\$ 11,688,734</u>	<u>\$ 10,677,265</u>	<u>\$ 10,678,496</u>	<u>\$ 11,246,792</u>	<u>\$ 11,520,135</u>	<u>\$ 12,905,620</u>	<u>\$ 12,646,349</u>	<u>\$ 12,722,612</u>	<u>\$ 13,397,028</u>	<u>\$ 14,515,478</u>
<b>Change in net position:</b>										
Governmental activities	\$ (41,944)	\$ (576,114)	\$ 78,696	\$ 390,729	\$ (268,704)	\$ 2,021,209	\$ (2,693,262)	\$ (758,768)	\$ 139,106	\$ 629,670
Business-type activities	<u>557,245</u>	<u>1,299,362</u>	<u>1,752,640</u>	<u>2,039,281</u>	<u>1,204,899</u>	<u>1,756,899</u>	<u>1,763,614</u>	<u>3,003,620</u>	<u>2,546,146</u>	<u>1,665,005</u>
<b>Total change in net position</b>	<u>\$ 515,301</u>	<u>\$ 723,248</u>	<u>\$ 1,831,336</u>	<u>\$ 2,430,010</u>	<u>\$ 936,195</u>	<u>\$ 3,778,108</u>	<u>\$ (929,648)</u>	<u>\$ 2,244,852</u>	<u>\$ 2,685,252</u>	<u>\$ 2,294,675</u>

(1) Starting in Fiscal Year 2013-2014, the Community Development Services Department was presented as part of general government function. This department was reported under the Public Safety function in prior years.

(2) In Fiscal Year 2012-13, the City started accounting for its parking program's transactions as a separate fund.

(3) Starting in Fiscal Year 2016-2017, the Recycling Fund was presented as part of business-type activities. This fund was reported under the governmental activities in prior years.

**City of Wilton Manors, Florida**  
**Table 3**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**Modified Accrual Basis**

	Fiscal Year									
	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
<b>General Fund:</b>										
Reserved	\$ 1,921,877	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	2,226,475	-	-	-	-	-	-	-	-	-
Nonspendable	-	130,156	171,348	55,986	148,853	165,564	138,623	115,174	221,050	289,005
Restricted	-	270,338	426,334	334,587	356,472	334,692	307,223	322,402	443,090	512,330
Committed	-	654,692	621,358	369,431	47,499	-	-	85,014	238,729	264,397
Assigned	-	-	-	1,407,233	1,367,463	1,391,918	1,257,548	510,070	574,330	183,000
Unassigned	-	2,878,929	3,201,898	2,949,403	2,893,169	2,862,742	2,521,160	2,972,791	2,985,801	2,897,028
<b>Total general fund</b>	<b>\$ 4,148,352</b>	<b>\$ 3,934,115</b>	<b>\$ 4,420,938</b>	<b>\$ 5,116,640</b>	<b>\$ 4,813,456</b>	<b>\$ 4,754,916</b>	<b>\$ 4,224,554</b>	<b>\$ 4,005,451</b>	<b>\$ 4,463,000</b>	<b>\$ 4,145,760</b>
<b>All other governmental funds:</b>										
Reserved	\$ 492,495	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	(408,782)	-	-	-	-	-	-	-	-	-
Nonspendable	-	15,715	15,207	12,323	15,700	6,297	8,727	11,100	14,571	12,284
Restricted	-	395,313	1,448,741	1,250,991	509,566	1,763,990	701,681	783,076	1,002,868	974,544
Committed	-	100,994	9,143	-	-	-	-	81,787	20,000	46,500
Assigned	-	557,897	102,855	-	-	-	-	-	-	-
Unassigned	-	(264,034)	(154,465)	(157,568)	(175,599)	(134,623)	(552,294)	(85,265)	(52,292)	(25,847)
<b>Total all other governmental funds</b>	<b>\$ 83,713</b>	<b>\$ 805,885</b>	<b>\$ 1,421,481</b>	<b>\$ 1,105,746</b>	<b>\$ 349,667</b>	<b>\$ 1,635,664</b>	<b>\$ 158,114</b>	<b>\$ 790,698</b>	<b>\$ 985,147</b>	<b>\$ 1,007,481</b>

Note: Fund balances starting for fiscal year 2011 have been reclassified per the GASB 54 fund balance reporting standards. Prior year amounts have not been restated.

**City of Wilton Manors, Florida**  
**Table 4**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**Modified Accrual Basis**

	Fiscal Year									
	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
<b>Revenues:</b>										
Property taxes	\$ 6,479,427	\$ 5,804,736	\$ 5,734,204	\$ 5,854,126	\$ 6,214,184	\$ 6,504,190	\$ 6,994,529	\$ 7,480,408	\$ 8,243,228	\$ 8,748,807
Franchise taxes	1,235,472	1,229,866	1,257,503	1,258,631	1,303,798	1,325,740	1,302,705	842,709	833,404	1,251,266
Utility service taxes	1,993,605	1,978,897	1,975,494	2,077,615	2,110,460	2,115,067	2,088,447	2,115,441	2,090,420	2,079,275
Intergovernmental	2,576,703	1,788,527	1,928,346	1,815,476	1,783,353	1,765,846	1,890,114	2,768,895	2,013,154	2,532,514
Special assessments	1,227,306	1,420,365	1,281,432	1,406,168	1,509,399	1,677,225	1,926,996	2,324,540	2,388,171	2,333,350
Charges for services	795,517	822,895	889,859	515,908	541,298	630,940	649,399	698,169	659,961	658,871
Licenses and permits	481,867	574,219	663,898	663,433	613,477	1,258,397	539,356	710,844	992,554	1,119,356
Fines and forfeitures (1)	265,813	512,666	586,660	1,026,213	363,676	593,871	483,639	432,975	626,126	719,235
Other	607,318	278,631	299,219	571,347	410,456	782,840	822,475	512,481	663,728	839,059
<b>Total revenues</b>	<b>15,663,028</b>	<b>14,410,802</b>	<b>14,616,615</b>	<b>15,188,917</b>	<b>14,850,101</b>	<b>16,654,116</b>	<b>16,697,660</b>	<b>17,886,462</b>	<b>18,510,746</b>	<b>20,281,733</b>
<b>Expenditures:</b>										
General government	2,001,787	1,603,626	1,656,255	1,933,165	2,990,784	3,164,475	3,531,503	3,370,493	3,769,098	4,266,986
Economic development	-	-	-	-	-	-	-	78,270	43,023	69,970
Public safety	7,961,871	8,005,903	7,921,223	8,519,198	7,848,658	8,391,065	9,060,223	9,810,544	9,971,742	9,816,536
Culture and recreation	2,940,422	2,610,015	2,549,042	2,520,254	2,791,604	3,116,285	3,273,590	3,431,939	3,492,475	3,574,564
Physical environment	743,740	616,455	331,363	306,282	308,600	320,254	343,661	5,928	10,036	3,646
Transportation	-	412,467	748,556	365,425	255,378	247,772	234,327	284,650	244,012	489,196
Debt service:										
Principal retirement	483,184	524,843	551,347	540,426	554,183	559,472	630,934	548,010	564,747	581,966
Interest	329,522	314,980	323,337	238,143	219,220	228,763	210,963	183,700	168,874	164,621
Capital outlay	5,299,689	499,511	1,240,945	862,253	1,503,402	2,406,741	2,895,371	1,291,766	1,306,680	2,934,000
<b>Total expenditures</b>	<b>19,760,215</b>	<b>14,587,800</b>	<b>15,322,068</b>	<b>15,285,146</b>	<b>16,471,829</b>	<b>18,434,827</b>	<b>20,180,572</b>	<b>19,005,300</b>	<b>19,570,687</b>	<b>21,901,485</b>
Excess (deficiency) of revenues over expenditures	(4,097,187)	(176,998)	(705,453)	(96,229)	(1,621,728)	(1,780,711)	(3,482,912)	(1,118,838)	(1,059,941)	(1,619,752)
<b>Other Financing Sources (Uses):</b>										
Debt issuance	223,835	-	1,115,250	-	-	744,200	-	-	-	-
Refunding debt issued	-	-	1,477,298	-	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	(1,446,798)	-	-	-	-	-	-	-
Transfers in	3,495,723	1,169,406	1,166,450	1,922,909	1,760,213	2,355,390	1,915,780	1,912,014	1,896,580	1,429,666
Transfers out	(2,642,999)	(484,473)	(504,328)	(1,446,713)	(415,780)	(873,390)	(440,780)	(264,462)	(184,641)	(104,820)
Reassignment of total assets to business-type activities	-	-	-	-	-	-	-	(568,036)	-	-
Assumption of total liabilities by business-type activities	-	-	-	-	-	-	-	452,803	-	-
<b>Total other financing sources (uses)</b>	<b>1,076,559</b>	<b>684,933</b>	<b>1,807,872</b>	<b>476,196</b>	<b>1,344,433</b>	<b>2,226,200</b>	<b>1,475,000</b>	<b>1,532,319</b>	<b>1,711,939</b>	<b>1,324,846</b>
<b>Net change in fund balances</b>	<b>\$ (3,020,628)</b>	<b>\$ 507,935</b>	<b>\$ 1,102,419</b>	<b>\$ 379,967</b>	<b>\$ (277,295)</b>	<b>\$ 445,489</b>	<b>\$ (2,007,912)</b>	<b>\$ 413,481</b>	<b>\$ 651,998</b>	<b>\$ (294,906)</b>
Debt service as a percentage of noncapital expenditures	5.62%	5.96%	6.21%	5.40%	5.17%	4.79%	4.87%	4.13%	4.02%	3.94%

(1) In FY2012-13, the City settled and collected fines on long outstanding code enforcement fines.

**City of Wilton Manors, Florida**

**Table 5**

**Net Assessed Value and Estimated Value of Taxable Property  
Last Ten Fiscal Years**

Tax Roll Year	City's Fiscal Year	Residential	Commercial	Industrial	Other Real Property	Personal Property	Less: Tax Exemptions	Total Taxable Assessed Value	% Change in Total Taxable Assessed Value	City Direct Tax Rate	Estimated Actual Market Value	Total Taxable Assessed Value as a Percentage of Market Value	Number of Parcels of Real Property
2009	2009-10	\$ 1,177,603,980	\$ 183,947,830	\$ 20,806,600	\$ 106,832,571	\$ 30,070,546	\$ 479,840,011	\$ 1,039,421,516	-16.0%	6.4527	\$ 1,519,261,527	68.4%	5,504
2010	2010-11	\$ 919,795,599	\$ 172,623,160	\$ 13,832,980	\$ 114,187,900	\$ 25,488,738	\$ 357,807,819	\$ 888,120,558	-14.6%	6.8483	\$ 1,245,928,377	71.3%	5,497
2011	2011-12	\$ 910,487,440	\$ 158,535,020	\$ 14,687,580	\$ 108,185,404	\$ 33,977,791	\$ 372,428,788	\$ 853,444,447	-3.9%	6.9994	\$ 1,225,873,235	69.6%	5,495
2012	2012-13	\$ 943,837,310	\$ 163,394,570	\$ 12,841,870	\$ 105,385,600	\$ 27,497,377	\$ 375,779,102	\$ 877,177,625	2.8%	6.9605	\$ 1,252,956,727	70.0%	5,502
2013	2013-14	\$ 1,074,634,550	\$ 161,950,250	\$ 12,526,660	\$ 107,501,341	\$ 30,930,117	\$ 455,581,400	\$ 931,961,518	6.2%	6.9319	\$ 1,387,542,918	67.2%	5,502
2014	2014-15	\$ 1,248,445,240	\$ 168,458,690	\$ 12,470,750	\$ 111,172,493	\$ 40,890,778	\$ 561,707,153	\$ 1,019,730,798	9.4%	6.7225	\$ 1,581,437,951	64.5%	5,520
2015	2015-16	\$ 1,346,478,460	\$ 174,215,430	\$ 13,337,700	\$ 109,902,987	\$ 37,420,912	\$ 587,331,481	\$ 1,094,024,008	7.3%	6.6764	\$ 1,681,355,489	65.1%	5,551
2016	2016-17	\$ 1,471,435,350	\$ 196,934,710	\$ 14,196,790	\$ 110,748,195	\$ 36,752,009	\$ 646,032,180	\$ 1,184,034,874	8.2%	6.5547	\$ 1,830,067,054	64.7%	5,544
2017	2017-18	\$ 1,652,741,890	\$ 212,665,570	\$ 15,622,820	\$ 111,555,467	\$ 38,074,066	\$ 712,025,412	\$ 1,318,634,401	11.4%	6.4854	\$ 2,030,659,813	64.9%	5,553
2018	2018-19	\$ 1,787,623,130	\$ 216,041,880	\$ 16,698,340	\$ 111,590,029	\$ 39,414,049	\$ 759,751,678	\$ 1,411,615,750	7.1%	6.4298	\$ 2,171,367,428	65.0%	5,554

Source: Broward County Property Appraiser and Florida Department of Revenue: Property Valuation and Tax Data Book.

**City of Wilton Manors, Florida**  
**Table 6**  
**Property Tax Millage Rates\***  
**Direct and Overlapping Governments**  
**Last Ten Fiscal Years**

Tax Roll Year	City of Wilton Manors			Overlapping Rates**							Total Millage Rate
	Fiscal Year	Operating	Debt Service	Total City	Broward County	Broward County Schools	South Florida Water Management District	Florida Inland Navigation District	Broward Children's Services Council	North Broward Hospital District	
2009	2009-10	5.8000	0.6527	6.4527	5.3889	7.4310	0.6240	0.0345	0.4243	1.7059	22.0613
2010	2010-11	6.0855	0.7628	6.8483	5.5530	7.6310	0.6240	0.0345	0.4696	1.8750	23.0354
2011	2011-12	6.2068	0.7926	6.9994	5.5530	7.4180	0.4363	0.0345	0.4789	1.8750	22.7951
2012	2012-13	6.2068	0.7537	6.9605	5.5530	7.4560	0.4289	0.0345	0.4902	1.8564	22.7795
2013	2013-14	6.2166	0.7153	6.9319	5.7230	7.4800	0.4110	0.0345	0.4882	1.7554	22.8240
2014	2014-15	6.0683	0.6542	6.7225	5.7230	7.4380	0.3842	0.0345	0.4882	1.5939	22.3843
2015	2015-16	6.0683	0.6081	6.6764	5.7230	7.2740	0.3551	0.0320	0.4882	1.4425	21.9912
2016	2016-17	5.9900	0.5647	6.5547	5.6690	6.9063	0.3307	0.0320	0.4882	1.3462	21.3271
2017	2017-18	5.9837	0.5017	6.4854	5.6690	6.5394	0.3100	0.0320	0.4882	1.2483	20.7723
2018	2018-19	5.9587	0.4711	6.4298	5.6690	6.4029	0.2936	0.0320	0.4882	1.0855	20.4010

Millage rates are used to calculate property taxes on each \$ 1,000 of taxable property.  
 For example, tax on property with a taxable value of \$ 100,000 taxed at 2.0000 mills would be \$ 200.

\* State law required all counties to assess at 100% valuation and limits millage for operating purposes to ten mills.

\*\* Overlapping rates are those of local and county governments that apply to property owners within the City.

Source: Broward County Property Appraiser.

**City of Wilton Manors, Florida**  
**Table 7**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

Name of Taxpayer	Fiscal Year 2018-19			Fiscal Year 2009-10		
	Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Valuation
Ascend Wilton Twenty Fourth	\$ 37,500,000	1	2.7%	\$ -	-	-
LG Wilton Park LLC	29,261,000	2	2.1%	8,960,790	6	0.9%
RKOF Wilton Tower LLC	19,449,130	3	1.4%	-	-	-
Marrinson Group	17,848,650	4	1.3%	-	-	-
2701 North Andrews Property Owner LLC	13,338,380	5	0.9%	21,366,270	1	2.1%
High Acres TIC LLC Manors HA LLC	11,380,000	6	0.8%	14,027,000	4	1.3%
Florida Power & Light	10,654,820	7	0.8%	-	-	-
Real Sub LLC	9,993,060	8	0.7%	-	-	-
Carol Williams Trust	6,159,840	9	0.4%	7,830,000	8	0.8%
Moss Office Building LLC	6,058,030	10	0.4%	-	-	-
Wilton Station LLC	-	-	-	19,494,170	2	1.9%
BA Properties, LLC	-	-	-	17,514,210	3	1.7%
2727 Palm Gardens LLC	-	-	-	9,041,500	5	0.9%
CAR Five Corners Plaza	-	-	-	8,024,170	7	0.8%
Island City Lofts LLC	-	-	-	6,132,330	9	0.6%
WM Townhomes LLC	-	-	-	5,662,630	10	0.5%
	<u>\$ 161,642,910</u>		<u>11.5%</u>	<u>\$ 118,053,070</u>		<u>11.4%</u>
Total City taxable assessed value	<u>\$ 1,411,615,750</u>			<u>\$ 1,039,421,516</u>		

Source: Property Appraiser, Broward County, Florida.

**City of Wilton Manors, Florida**  
**Table 8**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year	Property Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2009-10	\$ 6,028,645	\$ 5,755,892	95.5%	\$ 18,050	\$ 5,773,942	95.8%
2010-11	\$ 5,404,658	\$ 4,974,342	92.0%	\$ 4,287	\$ 4,978,629	92.1%
2011-12	\$ 5,297,159	\$ 5,091,549	96.1%	\$ (31,098)	\$ 5,060,451	95.5%
2012-13	\$ 5,438,412	\$ 5,084,776	93.5%	\$ 119,991	\$ 5,204,767	95.7%
2013-14	\$ 5,793,632	\$ 5,443,308	94.0%	\$ 111,276	\$ 5,554,584	95.9%
2014-15	\$ 6,188,032	\$ 5,786,223	93.5%	\$ 139,193	\$ 5,925,416	95.8%
2015-16	\$ 6,638,866	\$ 6,238,480	94.0%	\$ 117,956	\$ 6,356,436	95.7%
2016-17	\$ 7,113,394	\$ 6,727,380	94.6%	\$ 112,082	\$ 6,839,462	96.1%
2017-18	\$ 7,982,891	\$ 7,451,863	93.3%	\$ 152,218	\$ 7,604,081	95.3%
2018-19	\$ 8,444,403	\$ 8,105,199	96.0%	\$ -	\$ 8,105,199	96.0%

Sources: Broward County Property Appraiser and Broward County Tax Collector

Note: Since Florida Statutes allow for up to a 4% early payment discount on as valorem taxes, the City of Wilton Manors has a policy of budgeting only 96% of the Property Tax Levy as revenue in the General Fund.

**City of Wilton Manors, Florida**  
**Table 9**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities						Business-Type Activities				Total Primary Government	Percentage of Personal Income (1)	Per Capita (2)
	2008 City Hall General Obligation Note	1999 Parks General Obligation Bonds	2011 Parks General Obligation Note	2015 Mickel Park Improvement Project Note	Note Payable	Capital Lease	2007 Water and Sewer Revenue Refunding Bonds	2011 Utility and Parking System Revenue Note	Capital Lease				
2009-10	\$ 5,620,700	\$ 1,685,203	\$ -	\$ -	\$ 600,000	\$ 53,823	\$ 7,528,019	\$ -	\$ 154,163	\$ 15,641,908	0.022%	\$ 1,213	
2010-11	\$ 5,395,840	\$ 1,527,993	\$ -	\$ -	\$ 500,000	\$ 52,789	\$ 6,550,648	\$ -	\$ 121,742	\$ 14,149,012	0.019%	\$ 1,216	
2011-12	\$ 5,162,610	\$ -	\$ 1,385,946	\$ -	\$ 400,000	\$ 40,634	\$ 5,535,919	\$ 2,230,500	\$ 88,298	\$ 14,843,907	0.020%	\$ 1,264	
2012-13	\$ 4,920,710	\$ -	\$ 1,200,313	\$ -	\$ 300,000	\$ 27,742	\$ 4,482,514	\$ 2,127,451	\$ 53,799	\$ 13,112,529	0.017%	\$ 1,104	
2013-14	\$ 4,669,810	\$ -	\$ 1,010,705	\$ -	\$ 200,000	\$ 14,066	\$ 3,424,100	\$ 1,993,330	\$ 18,212	\$ 11,330,223	0.014%	\$ 939	
2014-15	\$ 4,409,570	\$ -	\$ 817,037	\$ 744,200	\$ 100,000	\$ -	\$ 2,325,230	\$ 1,855,807	\$ -	\$ 10,251,844	0.012%	\$ 843	
2015-16	\$ 4,139,650	\$ -	\$ 619,223	\$ 681,000	\$ -	\$ -	\$ 1,184,357	\$ 1,714,798	\$ -	\$ 8,339,028	0.009%	\$ 669	
2016-17	\$ 3,859,690	\$ -	\$ 417,173	\$ 615,000	\$ -	\$ -	\$ -	\$ 1,570,213	\$ -	\$ 6,462,076	0.007%	\$ 510	
2017-18	\$ 3,569,320	\$ -	\$ 210,796	\$ 547,000	\$ -	\$ -	\$ -	\$ 1,421,961	\$ -	\$ 5,749,077	0.006%	\$ 450	
2018-19	\$ 3,268,150	\$ -	\$ -	\$ 477,000	\$ -	\$ -	\$ -	\$ 1,269,950	\$ -	\$ 5,015,100	0.005%	\$ 393	

(1) Personal Income Data is not available for Wilton Manors. The data used is for Broward County. Source: US Bureau of Economic Analysis. Population Data is from the University of Florida Bureau of Economic and Business Research, and the Florida Department of Revenue.

(2) See Table 14 for personal income and population data.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

City of Wilton Manors, Florida  
**Table 10**  
**Ratio of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

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<b>Fiscal Year</b>	<b>Estimated Actual Taxable Value</b>	<b>General Obligation Debt</b>	<b>Percentage of Actual Taxable Value of Property</b>	<b>Population</b>	<b>Per Capita</b>
2009-10	\$ 1,039,421,516	\$ 8,205,903	0.79%	12,895	636
2010-11	\$ 888,120,558	\$ 6,923,833	0.78%	11,632	595
2011-12	\$ 853,444,447	\$ 6,548,556	0.77%	11,743	558
2012-13	\$ 877,177,625	\$ 6,121,023	0.70%	11,878	515
2013-14	\$ 931,961,518	\$ 5,680,515	0.61%	12,071	471
2014-15	\$ 1,019,730,798	\$ 5,226,607	0.51%	12,160	430
2015-16	\$ 1,094,024,008	\$ 4,758,873	0.43%	12,466	382
2016-17	\$ 1,184,034,874	\$ 4,276,863	0.36%	12,662	338
2017-18	\$ 1,318,634,401	\$ 3,780,116	0.29%	12,773	296
2018-19	\$ 1,411,615,750	\$ 3,268,150	0.23%	12,773	256

**City of Wilton Manors, Florida**  
**Table 11**  
**Direct and Overlapping Governmental Activities Debt**

---

<u>Direct Debt</u>	<u>Outstanding Debt (1)</u>	<u>Estimated Percent Applicable (2)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<b>Direct Debt</b>	\$ <u>3,745,150</u>	100%	\$ <u>3,745,150</u>
<b>Overlapping Debt:</b>			
Broward County	155,245,000		
School Board of Broward County	<u>314,075,000</u>		
Total Overlapping Debt	\$ <u>469,320,000</u>	0.65%	\$ <u>3,050,580</u>
Total Direct and Overlapping Debt (2)	\$ <u><u>473,065,150</u></u>		\$ <u><u>6,795,730</u></u>

Sources: Broward County Property Appraiser, Broward County Accounting Division, and School Board of Broward County.

- (1) Includes all governmental activities debt.
- (2) The percentage of overlapping debt applicable is estimated using total population. Applicable percentages were estimated by determining the portion of Broward County's population that is within the City of Wilton Manors' boundaries and dividing it by Broward County's total population.

**City of Wilton Manors, Florida**  
**Table 12**  
**Legal Debt Margin Information**

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There is no legal debt margin established either by City /charter or by Florida Statutes. Details regarding the City's outstanding debt can be found in Note 8 to the financial statements.

**City of Wilton Manors, Florida**  
**Table 13**  
**Pledged Revenue\* Coverage**  
**Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less: Operating Expenses**</u>	<u>Net Available Revenue</u>	<u>Principal (1)</u>	<u>Interest (1)</u>	<u>Coverage (1)</u>
2009-10	\$ 6,081,733	\$ 3,869,683	\$ 2,212,050	\$ 941,387	\$ 287,748	\$ 1.80
2010-11	\$ 6,671,550	\$ 3,864,803	\$ 2,806,747	\$ 977,371	\$ 261,370	\$ 2.27
2011-12	\$ 7,087,433	\$ 3,837,977	\$ 3,249,456	\$ 1,014,729	\$ 231,629	\$ 2.61
2012-13	\$ 7,368,825	\$ 3,946,201	\$ 3,422,624	\$ 1,053,406	\$ 191,526	\$ 2.75
2013-14	\$ 7,382,000	\$ 4,338,565	\$ 3,043,435	\$ 1,058,413	\$ 151,165	\$ 2.52
2014-15	\$ 8,169,570	\$ 4,704,523	\$ 3,465,047	\$ 1,098,870	\$ 111,534	\$ 2.86
2015-16	\$ 8,438,856	\$ 4,821,873	\$ 3,616,983	\$ 1,140,873	\$ 63,711	\$ 3.00
2016-17	\$ 8,861,678	\$ 4,610,294	\$ 4,251,384	\$ 1,184,357	\$ 22,697	\$ 3.52
2017-18	\$ 8,290,247	\$ 4,320,164	\$ 3,970,083	\$ -	\$ -	\$ -
2018-19	\$ 8,187,024	\$ 4,989,831	\$ 3,197,193	\$ -	\$ -	\$ -

\* Pledged revenues consist of essentially all revenues of the Utility Fund.

\*\* Total Operating Expenses less depreciation, amortization and interest expenses.

(1) The bonds associated with this pledged revenue were fully paid during the 2016-17 year.

**City of Wilton Manors, Florida**  
**Table 14**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

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<b>Fiscal Year</b>	<b>Wilton Manors Population (1)</b>	<b>Broward County Population (1)</b>	<b>Broward County Total Personal Income (2) (in Thousands)</b>	<b>County Per Capita Personal Income (2)</b>	<b>County Unemployment Rate (3)</b>
2009-10	12,895	1,752,122	\$ 72,731,461	\$ 41,511	9.8%
2010-11	11,632	1,780,172	\$ 74,604,276	\$ 41,908	9.0%
2011-12	11,743	1,771,099	\$ 75,805,807	\$ 42,802	7.3%
2012-13	11,878	1,784,715	\$ 75,421,141	\$ 42,259	5.9%
2013-14	12,071	1,803,903	\$ 80,462,283	\$ 44,605	5.2%
2014-15	12,160	1,827,367	\$ 87,014,524	\$ 47,617	4.9%
2015-16	12,466	1,854,513	\$ 89,572,271	\$ 48,300	4.4%
2016-17	12,662	1,873,970	\$ 94,239,376	\$ 48,680	3.3%
2017-18	12,773	1,890,416	\$ 92,810,970	\$ 47,977	2.8%
2018-19	12,773	1,951,260	\$ 98,087,689	\$ 50,269	3.3%

Sources: (1) Bureau of Economic and Business Research, University of Florida.  
(2) Bureau of Economic Analysis, U. S. Department of Commerce.  
(3) Bureau of Labor Statistics, U.S. Department of Labor.

**City of Wilton Manors, Florida**

**Table 15**

**Principal Employers**

**Last Ten Fiscal Years**

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Reliable information is not available on City of Wilton Manors employers. However, the following employers are believed to be the City's principal employers. (Listed in alphabetical order).

City of Wilton Manors

CSL Plasma

Kids in Distress

Marrinson Group

Moss Construction

Pace Center for Girls

Publix Supermarkets

School Board of Broward County

Somerset Charter School

Wilton Manors Rehabilitation Center/Palm Court

**City of Wilton Manors, Florida**

**Table 16**

**Miscellaneous Statistics**

---

Date of Incorporation: September, 1947

Date of Adoption of City Charter: June 4, 1953

Form of City Government: City Commission/ Manager

City Commission: Consists of Mayor and Four Commissioners Elected At-Large

Area:

Square Miles	2.7
Miles of streets	47
Miles of waterways	13.7
Miles of sidewalks	9.4

Police Department:

Stations	1
Sworn officers	34
Non-Sworn officers	17

Water & Sewer Utilities:

Active accounts - Water	4,304
Active accounts - Sewer	4,140

Recreation & open space (approximately 66 acres):

- Andrews Avenue Extension Pocket Park
- Apachee Pass Park
- Colohatchee Park and Boat Ramp
- Coral Gardens Park
- Donn Eisele Park
- Hagen Park
- Island City Park Preserve
- Jaycee Park
- M. E. DePalma Park
- Mickel Field
- NE 15th Avenue Extension Pocket Park
- Rachel Richardson Park
- Richardson Historical Park
- Snook Creek Park and Boat Ramp
- Veteran's Park
- Waterways
- Wilton Manors Elementary School
- Woman's Club

Source: Various City Departments.

City of Wilton Manors, Florida

Table 17

Full-Time Equivalent City Government Employees by Function/Program

Last Ten Fiscal Years

<u>Function/Program</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
<b>General Government:</b>										
Mayor and Commission	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Finance and Administrative	14.13	14.13	14.13	15.63	15.63	15.63	15.78	16.13	16.08	16.13
Community Services	6.75	6.42	6.70	5.85	5.85	5.85	6.75	6.30	6.30	6.30
<b>Public Safety:</b>										
Police and Fire	43.95	43.95	45.45	46.20	50.28	50.93	52.78	53.50	53.50	53.50
<b>Physical Environment:</b>										
Public Works/Utilities	12.00	12.00	12.00	11.80	11.80	11.70	11.55	11.50	11.75	11.50
<b>Culture and Recreation:</b>										
Leisure services	<u>39.93</u>	<u>36.42</u>	<u>36.23</u>	<u>37.17</u>	<u>37.17</u>	<u>39.87</u>	<u>40.87</u>	<u>42.35</u>	<u>42.85</u>	<u>42.85</u>
Total	<u><u>119.26</u></u>	<u><u>115.42</u></u>	<u><u>117.01</u></u>	<u><u>119.15</u></u>	<u><u>123.23</u></u>	<u><u>126.48</u></u>	<u><u>130.23</u></u>	<u><u>132.28</u></u>	<u><u>132.98</u></u>	<u><u>132.78</u></u>

Sources: Human Resources Department.

**City of Wilton Manors, Florida**  
**Table 18**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**

<u>Function/Program</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
<b>General Government:</b>										
Local business tax licenses issued (occupational licenses)	915	898	877	924	1,044	1,083	1,143	1,041	910	889
Building permits issued	978	1,213	1,232	1,425	1,645	1,505	2,364	2,701	2,640	1,490
<b>Public Safety:</b>										
Physical arrests	571	371	555	726	695	731	587	626	760	612
Traffic violations	6,266	5,155	4,730	3,875	4,033	5,816	6,066	6,406	7,100	6,012
Parking violations	2,696	10,504	9,184	8,033	6,960	6,199	4,872	6,468	7,646	6,736
Fire/EMS emergency responses	2,264	2,352	2,333	2,322	2,322	2,777	3,074	2,874	2,752	2,607
Fire inspections	2,059	1,832	2,124	1,638	1,517	1,528	1,725	1,541	1,612	1,541
<b>Physical Environment:</b>										
New water connections	10	3	5	5	6	2	3	16	17	12
Water main breaks	8	9	5	4	8	3	19	24	36	41
Average daily water consumption*	1,447	1,361	1,371	1,358	1,392	1,433	1,432	1,391	1,132	1,332
Average daily sewage treatment*	1,675	1,509	1,447	1,680	1,957	1,674	1,437	1,080	1,172	1,184
<b>Culture and Recreation:</b>										
Athletic programs	5	4	-	-	-	-	-	-	-	-
Volumes in library collection	37,741	38,648	40,041	39,739	41,167	41,015	36,927	44,669	43,178	47,092
Total volumes borrowed	48,018	51,230	54,591	56,622	53,939	49,375	43,429	40,148	36,384	35,032

\* Thousands of Gallons.

Sources: Various City Departments.

**City of Wilton Manors, Florida**

**Table 19**

**Capital Assets Statistic by Function/Program**

**Last Ten Fiscal Years**

<u>Function/Program</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018 -19</u>
<b>Public Safety:</b>										
Police stations	1	1	1	1	1	1	1	1	1	1
Police patrol units	25	25	25	27	27	27	34	34	34	34
Fire stations	1	1	1	1	1	1	1	1	1	1
Fire hydrants	268	268	268	268	268	268	268	268	268	268
<b>Physical Environment:</b>										
Miles of sanitary sewers	35.7	35.7	35.7	35.7	35.7	35.7	35.7	35.7	35.7	35.7
Miles of storm sewers	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.8
Wastewater lift stations	12	12	12	12	12	12	12	12	12	12
Acres of lakes and canals	14	14	29.7	29.7	29.7	29.7	29.7	29.7	29.7	29.7
<b>Culture and Recreation:</b>										
Parks acreage	66	66.26	66.01	66.01	66.01	66.01	66.01	66.01	66.51	66.01
Parks/schools	14	16	15	15	15	15	15	15	15	15
Playgrounds	5	5	4	4	4	4	4	4	4	4
Baseball/softball diamonds	3	3	3	2	2	2	2	2	2	2
Soccer/football fields	4	4	0	0	0	0	0	0	0	0
Basketball courts	2	2	3	3	3	3	3	3	3	3
Volleyball courts	2	2	2	2	2	2	2	2	2	2
Multi-use fields	3	3	2	2	2	2	2	2	2	2
Tennis courts	6	6	6	6	6	6	6	6	6	6
Boat ramps	2	2	2	2	2	2	2	2	2	2
Canoe launch sites	3	3	3	3	3	3	3	3	3	3
Shelters/pavilions	10	10	12	12	12	12	18	18	18	18
Fitness center	1	1	1	1	1	1	1	1	1	1
Community multipurpose centers	3	4	4	4	4	4	5	5	5	5
Libraries	1	1	1	1	1	1	1	1	1	1

Sources: Various City Departments.

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# COMPLIANCE SECTION

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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*

To the Honorable Vice Mayor, City Commissioners and City Manager  
City of Wilton Manors, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wilton Manors, Florida (the "City"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 19, 2020. Our report includes a reference to other auditors who audited the financial statements of the Pension Trust Funds, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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

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

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
May 19, 2020

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

To the Honorable Vice Mayor and  
Members of the City Commission  
City of Wilton Manors, Florida

**Report on Compliance for Each Major Federal Program**

We have audited the City of Wilton Manors, Florida, (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2019. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes 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 audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2019.

## Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
May 19, 2020

## INDEPENDENT AUDITOR'S REPORT TO CITY MANAGEMENT

To the Honorable Vice Mayor, City Commissioners and City Manager  
City of Wilton Manors, Florida

### Report on the Financial Statements

We have audited the financial statements of the City of Wilton Manors, Florida (the "City"), as of and for the year ended September 30, 2019, and have issued our report thereon dated May 19, 2020.

### 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports which are dated May 19, 2020, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings and recommendations made 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 Wilton Manors was established as authorized by Chapter 29609, Laws of Florida, 1953. The City operates under a Commission/City Manager form of government. The City is financially independent as evidenced by the authority to make and approve its own budget, the power to tax, the authority to buy and sell property, and the authority to incur debt. The City included the following blended component unit: The Wilton Drive Improvement District, which was established by Ordinance No. 2014-0011 in December 2014. The City has one potential component unit that was not included in the financial statements due to the insignificance to the primary government.

### **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

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

### **Special District Component Units**

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

### **Additional Matters**

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

### **Purpose of this Letter**

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

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
May 19, 2020

INDEPENDENT ACCOUNTANT'S EXAMINATION REPORT ON  
COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

To the Honorable Vice Mayor, City Commissioners and City Manager  
City of Wilton Manors, Florida

We have examined the City of Wilton Manors, Florida's (the "City") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019. Management is responsible for the City's compliance with the specific requirements. Our responsibility is to express an opinion on the City's compliance with the specific requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the City's compliance with the specified requirements.

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

This report is intended solely for the information and use of the City Commissioners, management and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

KEEFE McCULLOUGH

Fort Lauderdale, Florida  
May 19, 2020

CPA's + Trusted Advisors

**City of Wilton Manors, Florida**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2019**

<u>Federal Agency/ Pass-Through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Contract/Grant Number</u>	<u>Expenditures</u>	<u>Transfers to Subrecipients</u>
<b>Federal Awards:</b>				
<b>Direct Programs:</b>				
United States Department of Justice - Bulletproof Vest Partnership Program	16.607	N/A	\$ 1,728	\$ -
<b>Indirect Programs:</b>				
United States Department of Housing and Urban Development - Passed through Broward County, Environmental Protection and Growth Management, Housing Finance and Community Development Division ICPP Improvements	14.218	CDBG 43rd Year	66,186	-
United States Department of Justice - Passed through Broward County Sheriff's Office Equitable Sharing Program	16.922	N/A	10,500	-
United States Department of Transportation - Passed through the State of Florida Department of Transportation Highway Planning and Construction - NE 26th Street Improvement Project	20.205	438122-1-58-01	61,960	-
Passed through the University of South Florida Highway Planning and Construction - Pedestrian & Bicycle Safety Enforcement Program	20.205	N/A	1,805	-
		20.205 Total	<u>63,765</u>	<u>-</u>

**City of Wilton Manors, Florida**  
**Schedule of Expenditures of Federal Awards**  
**(Continued)**  
**For the Year Ended September 30, 2019**

<u>Federal Agency/ Pass-Through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Contract/Grant Number</u>	<u>Expenditures</u>	<u>Transfers to Subrecipients</u>
United States Department of Homeland Security - Passed through State of Florida Department of Emergency Management				
Disaster Grants - Public Assistance	* 97.036	Z0467	604,271	-
Disaster Grants - Public Assistance	** 97.036	Z0467	<u>173,639</u>	<u>-</u>
		97.036 Total	<u>777,910</u>	<u>-</u>
Total Expenditures of Federal Awards			\$ <u><u>920,089</u></u>	\$ <u><u>-</u></u>

\* Denotes fiscal year 2018 expenditures

\*\* Denotes fiscal year 2017 expenditures

**Note 1 - Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the City for the year ended September 30, 2019. The information in the Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards*, (Uniform Guidance). Because the Schedule presents only a selected portion of the operations, it is not intended to and does not present the financial position, change in net position, or cash flows of the City.

**Note 2 - Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and/or OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursements.

**Note 3 - Indirect Cost Rate**

The City did not elect to use the 10% de minimis indirect cost rate.

**Note 4 - Contingency**

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

**Note 5 - Prior Year Expenditures**

The Schedule includes contract/grants from the U.S. Department of Homeland Security in the amounts of \$ 604,271 and \$ 173,639 that represent expenditures from the 2018 and 2017 fiscal years, respectively.

**City of Wilton Manors, Florida**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended September 30, 2019**

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**A. Summary of Auditor's Results**

1. The auditor's report expresses an unmodified opinion on the basic financial statements.
2. No material weaknesses relating to the audit of the financial statements are reported in the 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*.
3. No instances of noncompliance material to the financial statements of the City of Wilton Manors, Florida, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. A significant deficiency in compliance and internal control over compliance relating to the audit of a major federal award program is reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance. No material weaknesses are reported.
5. The auditor's report on compliance for the major federal award programs for the City of Wilton Manors, Florida, expresses an unmodified opinion on all major federal programs.
6. No audit findings relative to the major federal program for the City of Wilton Manors, Florida, are reported in Part C of this schedule.
7. The programs tested as major programs are as follows:

<u>Federal Award Program</u>	<u>CDFA Number</u>
U.S. Department of Homeland Security - Disaster Grants - Public Assistance	97.036

8. The threshold for distinguishing Type A and Type B programs was \$ 750,000.
9. The City of Wilton Manors, Florida, was determined not to be a low-risk auditee pursuant to the Uniform Guidance.

**B. Findings - Financial Statement Audit**

No matters were reported.

**C. Findings and Questioned Costs - Major Federal Award Programs**

No matters are reported.

**D. Other Issues**

1. No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs.
2. No Corrective Action Plan is required because there were no findings reported under the Uniform Guidance.
3. No corrective action plan is required because there were no findings reported under the Uniform Guidance or the Florida Single Audit Act.

Spooktacular 2018



Canoe Race 2019



Veteran's Day Ceremony 2018



Breakfast with Santa 2018