

Comprehensive Annual Financial Report

City of Plant City, Florida



Walden Lake



County Line Road



City Hall



Historic Downtown and Midtown



Snowden Park



Britton Memorial Library



Train Viewing Platform



For the Fiscal Year ended September 30, 2017

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2017

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

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INTRODUCTORY SECTION



City of Plant City
302 W Reynolds Street, 3rd Floor
Plant City, FL 33563

February 14, 2018

Honorable Mayor and City Commission
City of Plant City, Florida

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2017.

Florida Statutes, Chapter 218.32, requires that each local government entity submit an annual financial report with the audit report no later than nine months after the end of the fiscal year. This requirement has been met for the fiscal year ended September 30, 2017, and the report of the independent auditing firm has been included in the financial section of this report.

This report was prepared in accordance with generally accepted accounting principles (GAAP) by the Finance Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Chief Financial Officer. We believe the data as presented is accurate in all material aspects and presented in a manner designed to set forth the financial position of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a comprehensive understanding of the City's financial activity have been included.

The Finance Department is responsible for establishing and maintaining adequate internal controls to provide reasonable assurance regarding safeguarding assets against loss from unauthorized use or disposition, and preparing financial statements from reliable information. The cost of internal controls should not outweigh their benefit. The City of Plant City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Plant City's financial statements have been audited by Mauldin & Jenkins, LLC. The scope of the independent audit is to provide reasonable assurance that the financial statements for the fiscal year ended September 30, 2017, are accurate and fairly presented. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for fiscal year ended September 30, 2017, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Plant City's MD&A can be found immediately following the independent auditors' report.

Profile of the Government

The City of Plant City, a municipal corporation of the State of Florida located in Hillsborough County, was initially incorporated on January 10, 1885. Plant City is strategically located in Central Florida, along the I-4 corridor, nestled between three large metropolitan cities: 25 miles east of Tampa, and 50 miles west of Orlando, and within 10 miles of Lakeland. Plant City prides itself as the "Winter Strawberry Capital of the World," and offers a hometown feel of a warm, thriving community. With its network of highways, state roads, and active rail lines that run through the community, Plant City provides the perfect location for manufacturing and distribution ventures. In addition, Plant City has proven to be an integral part of the global marketplace utilizing the cargo facilities at three international airports, three regional airports and the Port of Tampa.

Plant City has a reputation as a community that proudly offers safe walkable neighborhoods, charming historic districts, high quality schools, unique retail, dining and entertainment options. The City's location, climate, natural resources, and sense of community have influenced the City's growth. Residents and visitors enjoy numerous year-round recreational opportunities, which results in the perfect blend of community and prosperity.

The citizens of Plant City enjoy a full range of services including general government, police and fire protection, ambulance service, engineering, streets, traffic, parks, recreation, planning, zoning, community services, code enforcement, and a library. The City also provides water, wastewater treatment, solid waste and stormwater as enterprise activities. Electric, telephone, gas and cable television services are provided by franchisees. The City includes two dependent special districts consisting of Community Redevelopment Agency and Walden Lake Community Association Local Government Neighborhood Improvement District.

City Structure

The City operates under the Commission/Manager form of government. Five Commissioners are elected at large for a three-year term with no term limits, which constitute the governing body of the City with legislative authority. The City Commission enacts laws and ordinances, approves the annual budget, sets policy and direction for various functions of the government, and appoints citizens to serve on various advisory boards and committees. At the first regular meeting in June, the City Commission shall, by majority, elect one of its members as Mayor. The Mayor selects the Vice-Mayor, and together, they serve a one-year term until the successor is appointed.

The City Manager is the chief administrative officer of the City and responsible to the City Commission for administration of all City affairs and performance of its municipal functions. The City Manager appoints, removes and determines compensation for the department heads and all other City employees, except those specified by the Charter.

The annual budget and capital improvement plan serve as a foundation for the City’s financial planning and are employed as management control devices during the year. City department directors submit their budget requests in accordance with the budget calendar schedule. Upon conducting work sessions on department budgets, the City Manager presents a tentative budget to the City Commission. The City Commission holds two public hearings on the proposed budget to obtain public comment in order to adopt the final budget and set the millage rate for the ensuing year. The legal level of budgetary control is maintained at the department director level, who are authorized to transfer funds between line items within their department. Transfers between major categories within a department or among programs within a department must be approved by the City Manager. All other budget transfers including transfers between funds or use of unallocated fund balances require City Commission approval. Budget to actual comparisons are presented in this report for each individual fund for which an annual budget has been adopted. The City of Plant City follows the laws of Florida regarding the control, adoption and amendment of the budget during each fiscal year.

Local economy

Plant City has a population of approximately 38,279 residents, and is also a popular seasonal destination for visitors and part-time residents from both the United States and abroad during the winter months. Close proximity to Tampa International Airport provides convenient access to part-time residents and out-of-state visitors. The population has increased over the last six years and is projected to continue to steadily increase.

Seasonal employment is common in Plant City due to the influx of seasonal residents and visitors during the winter months. The length of the typical “season,” when most visitors and seasonal residents visit, lasts from approximately November through April. The seasonal influx of visitors and part-time residents does not create challenges for retail and commercial businesses, it only enhances the year-round client base to remain financially sustainable.

Although property values rose significantly in 2017, the assessed property values have not returned to the level in 2006 when Plant City was at its peak. The values have steadily increased since the lowest level in 2012. The property tax base is split 50-50 between residential and non-residential types. As the second largest city in Hillsborough County, the City’s number one priority is “Economic Development.” The City continues to support the Plant City Economic Development Corporation, which is assisting with job creation and capital investment to expand the local tax base. Commercial developments continue to grow on Park Road and County Line Road. New residential stock will expand over the next 10 years as new developments are approved in the northeast sector and the south end of town. The City is optimistic about the economic growth occurring in the community.

Employment Types and Trends. The major employers in Plant City include:

South Florida Baptist Hospital	775
City of Plant City	420
Dart Container	375
Highland Packaging Solutions, Inc.	350
James Hardie Products	350
Star Distribution Systems	325
Gordon Food Service	300

There are approximately 21,300 jobs in over 1,500 registered businesses in Plant City. The municipality accounts for approximately 3.4% of the total number of full-time jobs in all of Hillsborough County. The three largest workplace sectors include: Retail Trade (7,000+ jobs), Finance/Insurance/Real Estate Services (6,200+ jobs) and Manufacturing (2,200+ jobs). The municipality has recovered from the impacts of the 2007-2010 recession, with a current jobs-to-population ratio of 0.54 or one-half a job for every resident living in Plant City. Today, there is greater employee inflow than outflow, with the highest employment densities located near Plant City Airport, around South Florida Baptist Hospital, and in the commercial cluster along James L. Redman Parkway/East Alexander Street.

Redevelopment. Plant City's primary redevelopment area called "Midtown" is comprised of 15 acres near the City's downtown. The City purchased property and completed street, water, sewer, stormwater, and clean-up activities, making the area prime for a firm to develop. The development should be consistent with the *CRA Redevelopment Plan and Midtown Redevelopment Vision Plan*. Various uses include retail, restaurant, office, and residential. This mixed use development should include strong pedestrian design characteristics to promote pedestrian traffic and activity. Long-range plans for this area in the CRA district include road and parking improvements.

Housing. Currently, Plant City's housing stock is comprised of 68.6% single-family detached homes with the remaining balance being divided between single-family attached homes (3.5%), multifamily homes (27.7%) and mobile homes (3.7%). There are almost 15,000 homes in the municipality, most of which (41%) are valued between \$100,000 and \$199,000. In 2017, the median value of a home in Plant City rose to \$162,600. Over the last ten years, new home starts averaged 130 per year, with single-family detached homes accounting for approximately 80% of new residential construction in Plant City. The local housing market is stable and growing with a vacancy rate of only 6%.

Comprehensive Plan and Zoning Code. The Plant City Commission adopted a major update to the *Imagine 2040: Plant City Comprehensive Plan* on February 8, 2015. This update was crafted to streamline and improve the overall understanding of the document, address legislative mandates, remove duplications, correct inconsistencies, prioritize staff resources, update project statuses, and encourage future economic opportunities within Plant City. Furthermore, the policy direction contained within this plan protects the integrity and character of our neighborhoods and the natural environment of Plant City. In addition, the adopted level-of-service standards for potable water, wastewater, transportation, solid waste, stormwater, public schools and recreation will be maintained through and beyond the horizon year of 2040.

Looking ahead, Plant City is projected to increase in population to more than 71,000 by 2040. Where will they live? Where will they work? Where will they play? How will they get there? Based on the results of extensive public outreach on these and other questions, the general structure and framework of the *Imagine 2040: Plant City Comprehensive Plan* was reorganized to include an introduction and four major components that, when combined, represent Plant City as a whole: **People, Places, Natural Spaces** and **Governance**. These four components are representative of those fundamental growth management elements required by Chapter 163, Part II, Florida Statutes.

On February 8, 2015, Plant City's Zoning Code was also updated to ensure the implementation of the vision and goals outlined in the *Imagine 2040: Plant City Comprehensive Plan*. Plant City's vision is as follows:

Plant City is a diverse and vibrant "hometown" community. People work together to solve problems and ensure a better future for their children. Local businesses grow and prosper through innovation and hard work. Local government makes prudent investments in infrastructure and services. The safety and wellbeing of our citizens is a priority.

To this end the major goals of the Comprehensive Plan and Zoning Code is to promote or provide for a:

- *Unique Sense of Place*
- *Thriving Local Economy*
- *Superior Education/Skills*
- *Quality Services & Infrastructure*
- *Citizen Involvement*

Major Capital Improvements

Management's goals and objectives flow from the responsibility to maintain city assets and provide a level of infrastructure to complement the residents' lifestyle. The City's five-year annual capital planning process provides the mechanism to prioritize capital needs and determine funding sources available. Some of the major projects for the upcoming fiscal year are listed below:

- Construct a third fire station of 7,000 square feet to house emergency vehicles and personnel to adequately staff in-service apparatus. The station will be located in the northeast sector of the City to improve response times in all three response zones in the City limits, help improve the City's Insurance Service Organization (ISO) rating, and provide services for future growth.
- Clean and paint the exterior of the Plant City Police Department.
- Remodel the Planteen Recreation Center Kitchen.
- Replace and install a retaining wall and sidewalk at East and West Oaklawn Cemeteries along Wheeler Street.
- The City continues to provide funding for future assets, included in the Asset Management Program in order to maintain, upgrade, and dispose of assets cost-effectively.
- The City has a huge responsibility to keep 160 miles of streets serviceable and prevent deterioration and previously invested \$1.0 million annually to resurface arterial roads and neighborhood streets. In Fiscal Year 2017-18, Hillsborough County agreed to provide a \$2 million match if the City would invest \$2 million in road resurfacing improvements. In addition, the millage rate increase of 1.0 mil will generate \$1.9 million that will be dedicated solely to street resurfacing; therefore, providing a total of \$5.9 million for road improvements.

- With the assistance of a Community Development Block Grant (CDBG), the City will install new sidewalks in our neighborhoods to provide safe paths to elementary and middle school areas and create connectivity between various public buildings.
- The water and sewer utility system invested a substantial amount to address the aging infrastructure including old leaky sewer lines and to improve water pressure in neighborhoods. Funds have also been allocated to replace waterlines and services, sewer lines and laterals in conjunction with the street resurfacing projects.
- The City's meter replacement program to install automated meter reading devices and provide an accurate method to track water consumption is 75% complete. By March 2019, staff will complete this project and begin the ten-year replacement meter program.
- As described in the Redevelopment section above, the CRA district continues to invest in downtown and midtown along with offering incentives to create jobs, retain existing businesses, and improve the tax base.

Long-term Financial Planning

Prepared as part of the annual budget process, a five year plan of capital improvement projects attempts to identify and provide a responsible funding/execution plan for public betterments to ensure a stable community infrastructure. The plan is designed to budget adequate reserves to replace obsolete equipment and vehicles and provide for the betterment of City-wide infrastructure.

Relevant Financial Policies

Management's goals for long-term financial planning include stabilizing tax rates while maintaining adequate General Fund reserves to sustain a complete economic cycle and providing for emergency and disaster relief reserves.

Internal Controls. In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance to safeguard assets against loss from unauthorized use or disposition; and provide reliable financial records to prepare financial statements and maintain accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived; and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Process. The City's budget is a detailed operating plan, which identifies estimated costs and revenues to fund program initiatives. The budget includes: (1) the programs, projects, services, and activities to be carried on during the fiscal year; (2) the estimated revenue available to finance the operating plan; and, (3) the estimated spending requirements of the operating plan. The budget represents a process where the Mayor, City Commission and City Manager make, implement, and control policy decisions.

Cash Management. The City's pooled deposits and investments are conservatively invested pursuant to policy established by Resolution on January 25, 2017. The City's investment policy seeks to preserve capital, provide liquidity, and generate yield, in that order of priority. The policy addresses the types of investments and maturity limitations permitted. The earned yield net of fees for the fiscal year was 1.22%, which is above the benchmark of 1.04%. The Safety Employees' Retirement System deposits and investments follow policies established by their governing board.

Awards

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

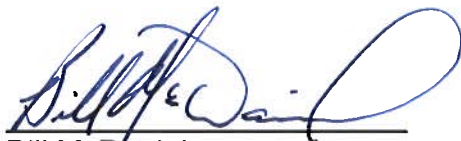
The City of Plant City will apply to achieve this prestigious award that has the highest form of recognition for excellence in state and local government financial reporting. We believe the current comprehensive annual financial report will meet the Certificate of Achievement Program's requirements to receive the award.

Acknowledgment

The preparation of this report would not have been possible without the dedicated service of the finance staff and the cooperation of City departments. Our sincerest appreciation is extended to all contributing staff members. We also appreciate the professional service and assistance rendered by Mauldin & Jenkins, LLC to conduct an independent audit. The Finance Department is committed to advancing its fiscal accountability, efficiency and integrity in the City's financial operations.

We also appreciate the leadership and support from the City Commission in planning and guiding the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,



Bill McDaniel
City Manager



Diane Reichard
Chief Financial Officer

CITY OF PLANT CITY, FLORIDA

**LIST OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2017**

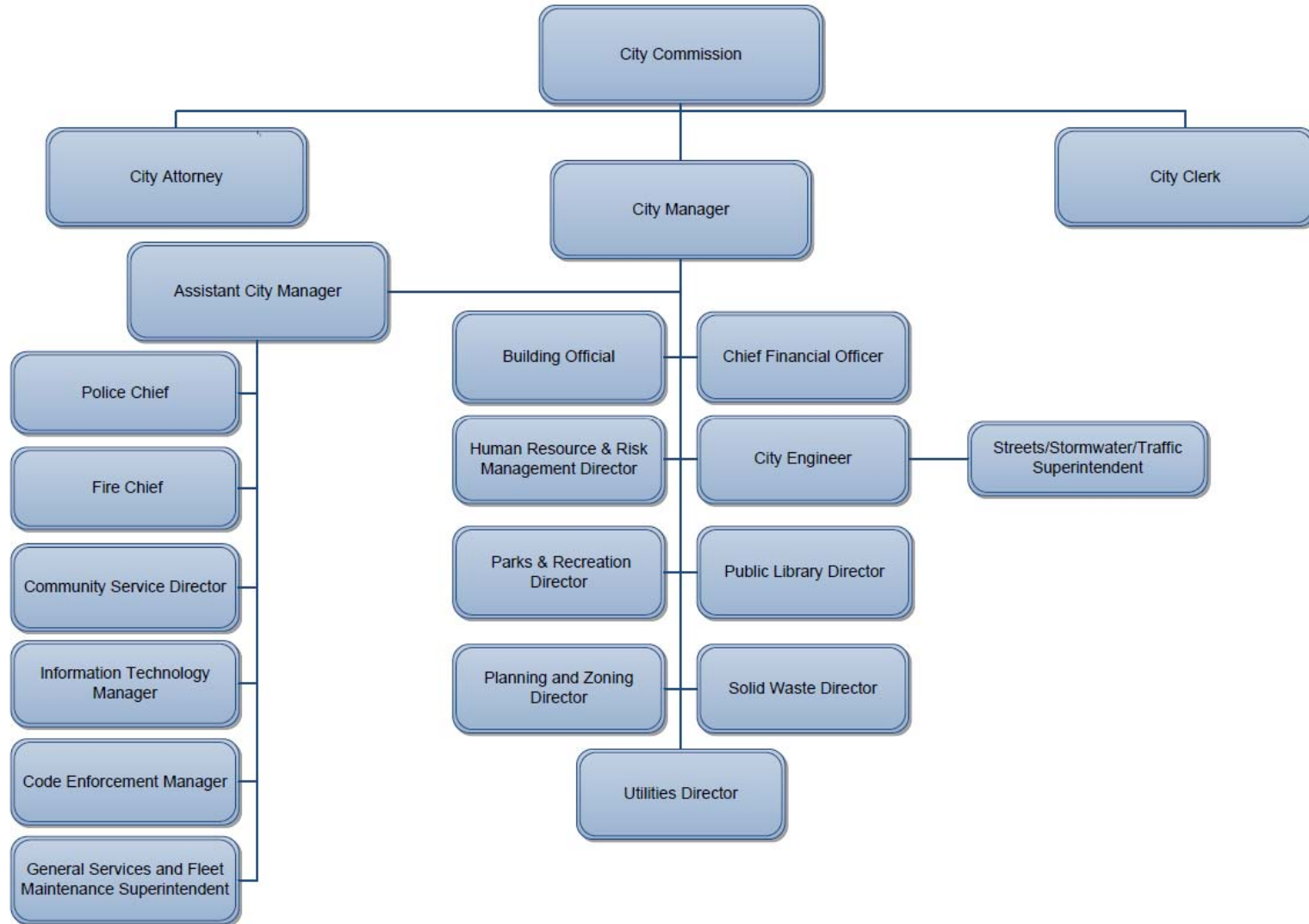
ELECTED OFFICIALS

Rick A. Lott	Mayor
William D. Dodson	Vice Mayor
Nathan A. Kilton	Commissioner
Mary Thomas Mathis	Commissioner
Michael S. Sparkman	Commissioner

APPOINTED OFFICIALS

Bill McDaniel	City Manager
Kenneth W. Buchman	City Attorney
Kerri J. Miller	City Clerk

City of Plant City – Organizational Chart – City Wide



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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, 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 Plant City, Florida (the "City"), as of and for the year ended September 30, 2017, 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 conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2017, 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, budgetary comparison information and pension and other post-employment benefit schedules on pages 5-16 and 64-71, 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 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, combining and individual fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 14, 2018

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CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

The City of Plant City's (the "City") management discussion and analysis (MD&A) is designed to provide the users with a narrative introduction, overview and analysis of the basic financial statements. Please read the information presented here in conjunction with the City's financial statements and footnotes that follow this report.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at September 30, 2017, by \$226.9 million (net position). Of this amount, unrestricted net position totals \$69.5 million.
- The City's total net position increased by \$10.5 million.
- As of September 30, 2017, the City's governmental funds reported combined ending fund balances of \$36.5 million, an increase of \$4.4 million over the prior year. Of this amount, unassigned fund balance totals \$11.5 million.
- The City's total long-term liabilities decreased by \$3.6 million during the current fiscal year primarily due to annual debt service principal payments. The City has not issued any new debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements' focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the City's accountability.

The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The annual financial report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The focus is on "activities" rather than "fund types."

The *Statement of Net Position* presents information on all of the City's assets and liabilities, with the difference reported as net position. The focus of the Statement of Net Position is designed to be similar to bottom line results for the City and its governmental and business-type activities. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

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, physical environment, transportation, economic development, and culture and recreation. The business-type activities of the City consist of the water/sewer and stormwater utilities, solid waste services, and industrial park operations.

The government-wide financial statements include not only the City of Plant City itself (the primary government) but also one district of the legally separate Community Redevelopment Agency. Financial information for this component unit is blended with the financial information presented for the primary government itself since board members are the same as the members of the City Commission.

The City has one defined benefit pension plan and one defined contribution pension plan established for the exclusive benefit of its employees and beneficiaries. Reporting on the defined benefit pension plan is included in these statements, and information about the defined contribution pension plan can be found in the footnotes to the Financial Statements.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over the resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: (1) governmental funds, (2) proprietary funds, and (3) fiduciary funds. Traditional users of governmental fund financial statements will find the fund financial statements presentation more familiar.

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 Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

The City maintains fifteen 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 General Fund and the Community Redevelopment Agency Fund, all of which are considered to be major funds. Data from the other thirteen 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 this report, following the notes to the financial statements.

The City adopts an annual appropriated budget for its General Fund and the special revenue funds. Budgetary comparison schedules have been provided for the major governmental funds that adopt an annual operating budget to demonstrate compliance with the budget.

Proprietary Funds

The City maintains two different proprietary fund types. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water/sewer and stormwater utility systems, solid waste service and its industrial park operations. The Internal Service funds are an accounting device used to accumulate and allocate the costs of workers' compensation insurance and fleet acquisitions internally among the City's various functions. The proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected 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's safety employee's pension trust fund is included in the fiduciary fund type.

Notes to the Financial Statements

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

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statements of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the current year, the City's assets exceeded liabilities by \$226.9 million.

The following table reflects the condensed Statements of Net Position for the current and prior year:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current and Other Assets	\$ 45,802,191	\$ 42,173,700	\$ 73,449,853	\$ 70,363,463	\$ 119,252,044	\$ 112,537,163
Capital Assets	67,475,351	68,965,316	103,432,919	103,024,192	170,908,270	171,989,508
Total Assets	113,277,542	111,139,016	176,882,772	173,387,655	290,160,314	284,526,671
Deferred Outflows	5,980,412	3,812,767	-	-	5,980,412	3,812,767
Long-term Liabilities	30,098,174	31,130,662	32,364,159	34,768,200	62,462,333	65,898,862
Other Liabilities	1,767,414	1,722,691	4,544,535	4,111,718	6,311,949	5,834,409
Total Liabilities	31,865,588	32,853,353	36,908,694	38,879,918	68,774,282	71,733,271
Deferred Inflows	434,580	185,304	-	-	434,580	185,304
Net Investment in Capital Assets	60,416,780	61,906,745	72,797,595	69,956,337	133,214,375	131,863,082
Restricted	9,351,406	8,984,542	14,811,283	12,208,118	24,162,689	21,192,660
Unrestricted	17,189,600	11,021,839	52,365,200	52,343,282	69,554,800	63,365,121
Total Net Position	\$ 86,957,786	\$ 81,913,126	\$ 139,974,078	\$ 134,507,737	\$ 226,931,864	\$ 216,420,863

Fifty-nine percent (59%) of the City's net position reflects its investment in capital assets (e.g., land, buildings, improvements, infrastructure, and vehicles and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Ten percent (10%) of the City's net position represents resources that are subject to external restrictions on how they may be used.

As of September 30, 2017, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities. This also held true for the previous fiscal year end.

Total net position increased by \$10.5 million, of which the majority (\$6.2 million) is related to the increase in unrestricted funds in governmental activities. Restricted funds increased \$2.6 million mostly in business-type activities since capital assets are purchased with cash. Net investment in capital assets for the business-type activities increased while governmental activities declined resulting in a \$1.4 million positive change. Although capital assets are purchased with cash, and long-term debt associated with capital assets is declining, the increase in accumulated depreciation exceeded the additions resulting in a decline of the net value of capital assets. For more details, see the Capital Asset and Debt Administration section.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

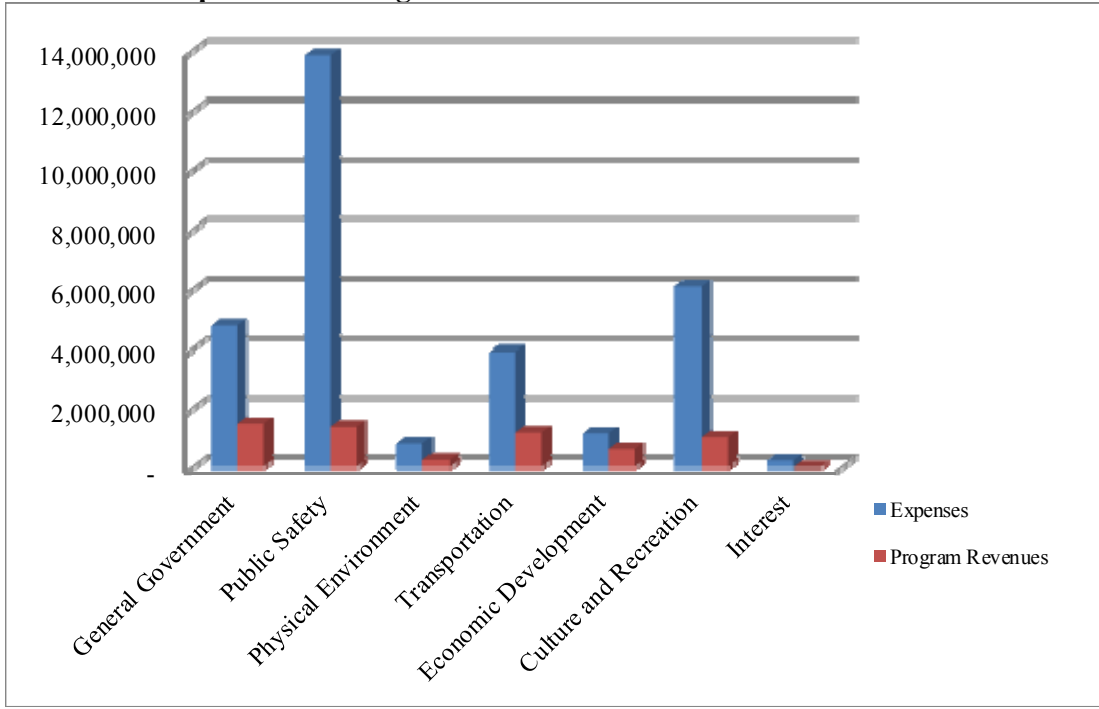
Statements of Activities

The following table reflects the condensed Statements of Activities for the current and prior years:

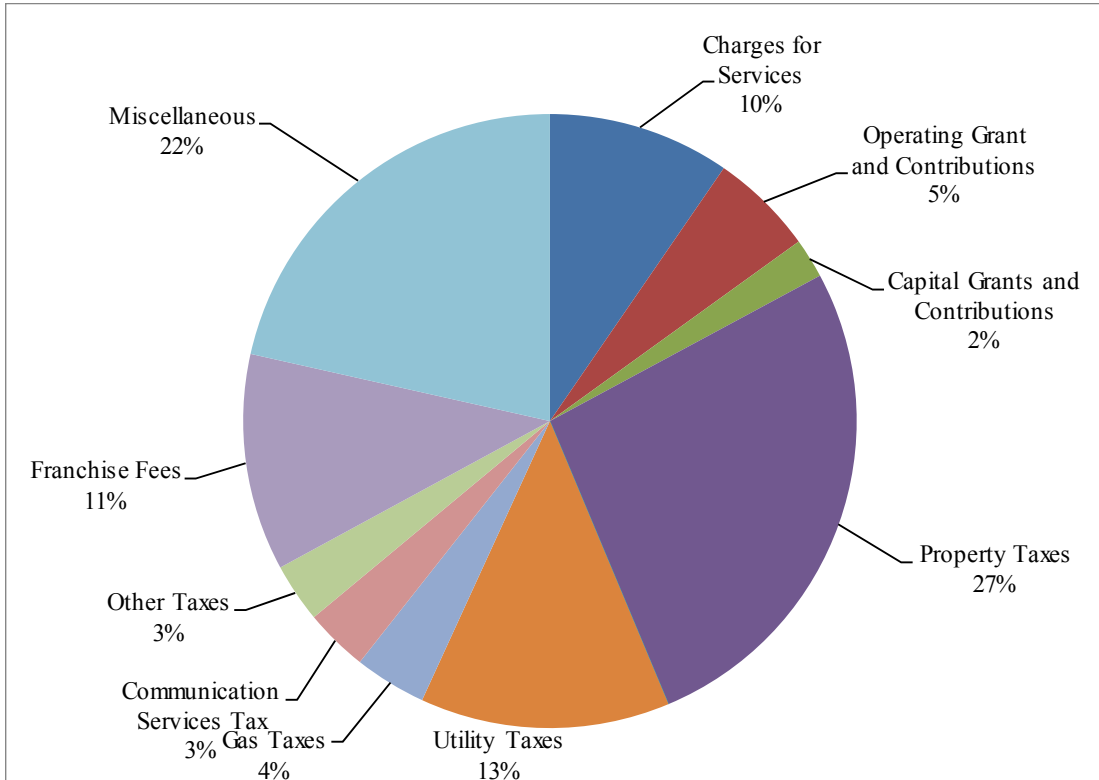
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program Revenues						
Charges for Services	\$ 3,307,522	\$ 3,129,529	\$ 28,190,473	\$ 26,424,356	\$ 31,497,995	\$ 29,553,885
Operating Grants and Contributions	1,879,877	2,526,747	859,635	374,546	2,739,512	2,901,293
Capital Grants and Contributions	719,790	224,768	569,304	592,337	1,289,094	817,105
General Revenues						
Property Taxes	9,136,767	8,637,832	-	-	9,136,767	8,637,832
Other Taxes	8,059,241	7,916,240	-	-	8,059,241	7,916,240
Franchise Fees	3,934,776	3,955,034	-	-	3,934,776	3,955,034
Other	7,399,949	6,508,547	700,529	161,771	8,100,478	6,670,318
Total Revenues	34,437,922	32,898,697	30,319,941	27,553,010	64,757,863	60,451,707
Expenses						
General Government	4,762,505	3,994,458	-	-	4,762,505	3,994,458
Public Safety	13,835,477	17,934,296	-	-	13,835,477	17,934,296
Physical Environment	806,300	802,554	-	-	806,300	802,554
Transportation	3,904,189	4,158,498	-	-	3,904,189	4,158,498
Economic Development	1,150,709	1,124,283	-	-	1,150,709	1,124,283
Culture and Recreation	6,094,501	5,694,309	-	-	6,094,501	5,694,309
Interest	230,007	262,789	-	-	230,007	262,789
Water and Sewer	-	-	15,211,641	13,684,024	15,211,641	13,684,024
Solid Waste	-	-	5,642,980	4,918,903	5,642,980	4,918,903
Stormwater	-	-	2,588,495	2,605,373	2,588,495	2,605,373
Industrial Park	-	-	20,058	14,813	20,058	14,813
Total Expenses	30,783,688	33,971,187	23,463,174	21,223,113	54,246,862	55,194,300
Change in Net Position						
Before Transfers	3,654,234	(1,072,490)	6,856,767	6,329,897	10,511,001	5,257,407
Transfers	1,390,426	1,111,229	(1,390,426)	(1,111,229)	-	-
Change in Net Position	5,044,660	38,739	5,466,341	5,218,668	10,511,001	5,257,407
Net Position, Beginning	81,913,126	81,874,387	134,507,737	129,289,069	216,420,863	211,163,456
Net Position, Ending	\$ 86,957,786	\$ 81,913,126	\$ 139,974,078	\$ 134,507,737	\$ 226,931,864	\$ 216,420,863

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)**

Expenses and Program Revenues – Governmental Activities

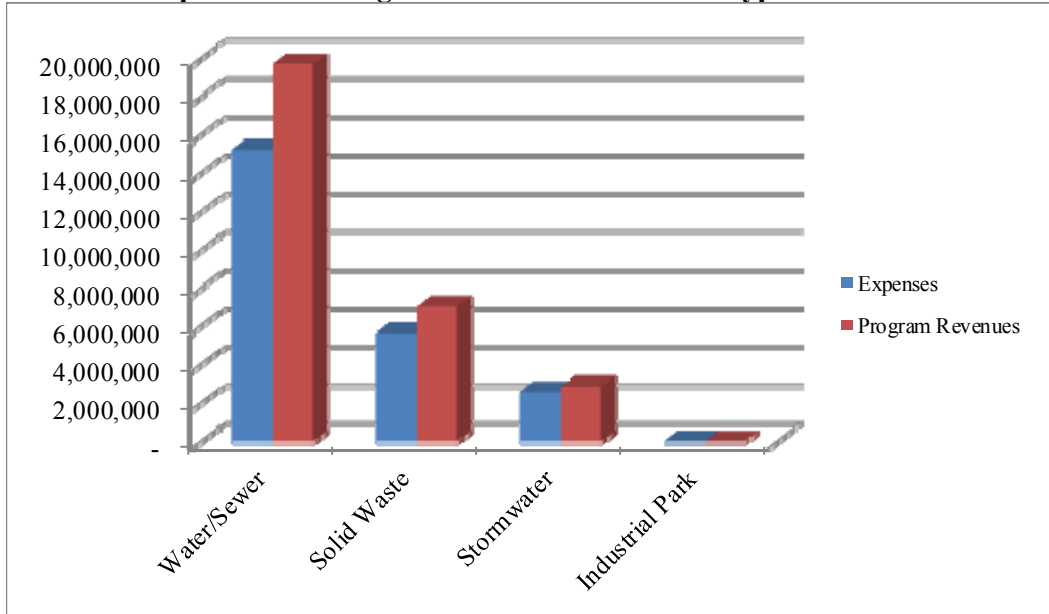


Revenue Sources – Governmental Activities

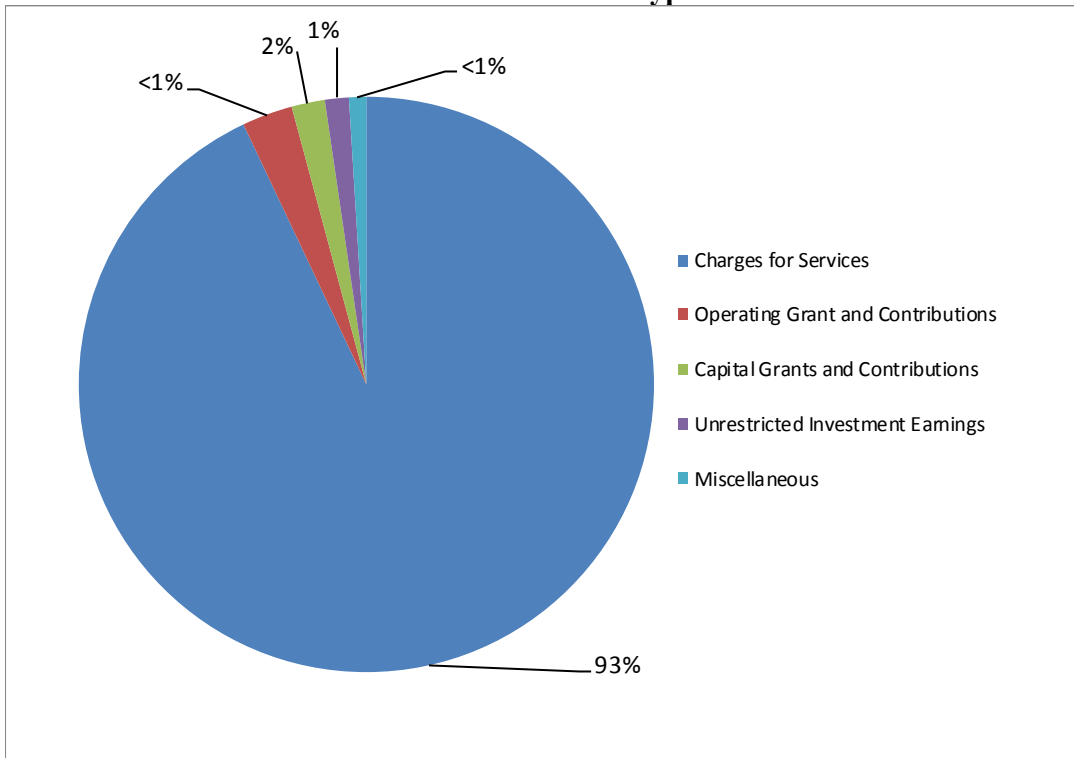


**CITY OF PLANT CITY, FLORIDA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 SEPTEMBER 30, 2017
 (Unaudited)**

Expenses and Program Revenues – Business-type Activities



Revenue Sources – Business-type Activities



CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

Governmental Activities

Governmental activities net position increased by \$5,044,660.

Total revenues of governmental activities increased \$1,539,225. Although general revenues increased by \$1,513,080 due to an increase in property tax of \$498,935, an increase in utility taxes of \$572,989, an increase in gas taxes of \$36,052, and an increase in sales tax of \$198,602, impact fees decreased by \$146,824.

Program revenues of governmental activities increased by \$26,145 due to a decrease in operating grants of \$646,870, which was offset by an increase in charges for services of \$177,993, and an increase in capital grants and contributions of \$495,022.

Governmental activities expenses decreased by a total of \$3,187,499 mainly due to a decrease in public safety of \$4,098,819. Although public safety expenditures at the fund level increased by \$1,036,823, this increase was offset by a decline regarding the safety employee's pension plan, specifically a decrease in net pension obligation of \$2,047,170, and the increase recorded during fiscal year 2016 of \$3,812,767. Other major changes include an increase to general government of \$768,047, a decrease in transportation of \$254,309, and an increase of \$400,192 for culture and recreation.

Business-type Activities

The net position of business-type activities increased \$5,466,341, due to operating revenues increased \$1,766,117, operating expenses increased \$2,240,061, and transfers out increased by \$279,197.

Total revenue of business-type activities increased \$2,766,931, with general revenues showing an increase of \$533,758, due to an increase in interest income of \$340,002, and gain on sale of fixed assets totaling \$164,872.

Program revenues of business-type activities increased by \$2,228,173 due to additional revenue from operating grants and contributions of \$485,089, an increase of \$1,766,117 in charges for services, specifically stormwater fees of \$131,826, solid waste revenues of \$288,406, and water and sewer sales of \$1,345,885. These increases were partially offset by a decrease in capital grants and contributions of \$23,033.

Expenses of business-type activities increased by \$2,240,061 due to the following increases: Hurricane Irma expenses for solid waste, water and sewer totaling \$695,157 and \$293,778 respectively; an increase of \$429,831 in the personal services costs specifically the operations division which resulted from filling positions and the health insurance cost increase; collection system repairs of \$50,000, credit card processing fees of \$25,000, an increase associated with spending \$513,294 for the meter replacement project; and the sanitary sewer assessment, which cost \$671,471.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

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

As of September 30, 2017, the City's governmental funds reported a combined ending fund balance of \$36.5 million, an increase of \$4,450,240 in comparison with the prior year. Approximately 31% of the ending fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. At September 30, 2017, the unassigned fund balance of the General Fund was \$11.5 million while the total fund balance was \$17.3 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 45% of total General Fund expenditures, while total fund balance represents 68% of that same amount.

The fund balance of the City's General Fund increased by \$1,131,840 during the fiscal year.

The fund balance of the Community Redevelopment Agency Fund increased by \$288,141 during the fiscal year.

The fund balance of the Streets Fund increased by \$280,992 during the fiscal year.

Proprietary Funds

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

Unrestricted net position of the Water and Sewer Fund, Solid Waste Fund and the Stormwater Fund at September 30, 2017, amounted to \$29.6 million, \$11.6 million, and \$4 million, respectively. The change in net position was an increase of \$4,705,581, a decrease of \$379,904, and an increase of \$198,089, respectively.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)**

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences in appropriations between the original budget and the final amended budget amounted to \$369,249. Of this amount, \$103,516 is attributed to an increase in budget appropriations that was offset by additional revenues as summarized below:

- An increase of \$4,250 to purchase two automated external defibrillators (AED) for City Hall with a donation from Westfield Insurance Company.
- An EMS grant from Hillsborough County of \$7,059 to pay for an EMS cart capable of transporting a patient and equipment during special events. C&S Wholesale Grocers also donated \$1,000 towards this project.
- A Federal Fire Act Grant of \$65,455 that covered 90% of the cost for a diesel exhaust extraction system to reduce vehicle emissions from the fire department engines.
- The 2016 Edward Byrne Memorial Justice Grant for gun racks to mount in patrol units and costs associated with a barcode reader software program totaling \$12,759 for the police department.
- The 2017 Edward Byrne Memorial Justice Grant for five laser and two radar speed measurement devices plus batteries totaling \$12,993 for the police department.

The following increases, along with the \$95,203 reserved for previous year's encumbrances, was appropriated from fund balance:

- Additional planning and zoning travel expenses for \$1,390.
- Transfer \$11,850 to fleet replacement fund for a building department vehicle that was totaled.
- Carry forward of remaining balance in the Law Enforcement Trust for \$40,996.
- Carry forward remaining balance in the Federal Equitable Shared Revenue of \$107,433.
- Library donation of \$13,000 for supplies and \$17,000 for new furniture in the study and magazine area.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2017, amounts to \$170.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, infrastructure, vehicles and equipment. The total decrease in the City's investment in capital assets for the current fiscal year (net of accumulated depreciation) was \$1,081,238.

In governmental activities, total capital assets decreased by \$1,489,965. This decrease can be attributed to a \$6,199,574 current year depreciation expense; however, the decrease in Construction Work in Progress (CWIP) of \$4,851,044 was a result of the following major governmental projects being completed during the current fiscal year:

- Ellis Methvin Park improvements of \$3,355,287.
- Resurface playground at Gilchrist Park for \$15,738.
- Amenities added to Sam Cooper Park of \$14,526.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)

In business-type activities, total capital assets increased by \$408,727. Even with an overall depreciation expense of \$4,676,806 million, the total increase to CWIP was \$5,135,117 due to the following major business type projects that were near completion during the current fiscal year and will be capitalized in the first quarter of 2018:

- Crystal Terrace/Area Lines for \$1,501,895.
- Park Road Reclaimed Water for \$650,229.
- SR 574 Utility Relocation for \$418,161.
- Lakeside Station/Park Road for \$355,972.
- N Vermont St Reconstruction for \$347,330.

Capital Assets at Year End (Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land	\$ 19,042,473	\$ 18,667,206	\$ 2,068,396	\$ 2,068,396	\$ 21,110,869	\$ 20,735,602
Infrastructure	24,451,656	23,642,542	35,209,047	37,507,852	59,660,703	61,150,394
Buildings and Plant	14,122,396	14,712,650	50,257,338	51,940,534	64,379,734	66,653,184
Equipment	8,334,242	7,452,341	853,060	891,026	9,187,302	8,343,367
Library Books	224,579	258,380	-	-	224,579	258,380
Construction in Progress	1,300,005	4,232,197	15,045,078	10,616,384	16,345,083	14,848,581
Total	<u>\$ 67,475,351</u>	<u>\$ 68,965,316</u>	<u>\$ 103,432,919</u>	<u>\$ 103,024,192</u>	<u>\$ 170,908,270</u>	<u>\$ 171,989,508</u>

Additional information on the City's capital assets can be found in the notes to the financial statements in Note 3D on page 45 of this report.

Long-Term Debt

At the end of the current fiscal year the City had total long term liabilities outstanding of \$62.3 million, a decrease of \$3.6 million from the prior year.

Long-term Debt at Year End

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Bonds and Notes Payable	\$ 6,261,444	\$ 7,058,071	\$ 30,635,325	\$ 33,067,855	\$ 36,896,769	\$ 40,125,926
Compensated Absences	1,046,916	1,066,875	471,640	479,241	1,518,556	1,546,116
Net Pension Liability	20,039,515	20,387,657	-	-	20,039,515	20,387,657
Other Post-Employment Benefits	2,423,827	2,259,986	1,200,688	1,114,598	3,624,515	3,374,584
Landfill Closure Costs	-	-	56,506	106,506	56,506	106,506
Estimated Claims Payable	326,472	358,073	-	-	326,472	358,073
Total	<u>\$ 30,098,174</u>	<u>\$ 31,130,662</u>	<u>\$ 32,364,159</u>	<u>\$ 34,768,200</u>	<u>\$ 62,462,333</u>	<u>\$ 65,898,862</u>

Additional information on the City's long-term debt can be found in the notes to the financial statements in Note 3F on page 48 of this report.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2017
(Unaudited)**

NEXT YEAR'S BUDGETS AND RATES

The City's millage rate for fiscal year 2017 is 5.7157, which includes a 1.0 mil increase dedicated solely to street resurfacing. The rolled-back rate for fiscal year 2018 was 4.4969. For fiscal year 2018, the City's property tax valuation increased by \$142,044,834 (8%).

The Street Fund revenues and expenditures increased in 2018. The enterprise fund revenues remain constant, while the expenditures will rise due to an increase in personal services and capital projects. The Solid Waste Fund decrease represents the change in the internal loan transfer to construct Fire Station #3.

The City's stormwater rates will increase by 3%. The water and sewer rates will increase by 1.6% for fiscal year 2018. The Solid Waste Fund rates were schedule to increase by 3% as of October 1, 2017, but due to the strong financial condition of the Solid Waste Fund, the City Commission decided not to increase the rates. These rates have remained stable for ten years.

The fiscal year 2018 budget includes a seven and one-half percent (7.5%) pay increase for employees. City wide revenues and expenses increased by 3% or \$2,366,081 over the prior year original budget. This increase is primarily due to an investment in personnel and capital assets, specifically road resurfacing.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, City of Plant City, P. O. Box C, Plant City, Florida 33564.

CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2017

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 25,570,276	\$ 12,008,501	\$ 37,578,777
Investments	22,172,565	34,311,623	56,484,188
Accounts Receivable	1,299,567	3,035,841	4,335,408
Loans Receivable	102,951	-	102,951
Interest Receivable	103,136	160,520	263,656
Internal Balances	(5,531,636)	5,531,636	-
Due from Other Governments	995,092	-	995,092
Inventory	66,878	232,458	299,336
Restricted Assets			
Cash and Cash Equivalents	820,949	17,220,516	18,041,465
Deposits/Prepays	40,836	-	40,836
Land Held for Resale	161,577	948,758	1,110,335
Capital Assets			
Nondepreciable	20,342,478	17,113,474	37,455,952
Depreciable, net	47,132,873	86,319,445	133,452,318
Total Assets	<u>113,277,542</u>	<u>176,882,772</u>	<u>290,160,314</u>
Deferred Outflow of Resources			
Deferred Outflows - Debt Refunding	134,740	-	134,740
Deferred Outflows - Pensions	5,845,672	-	5,845,672
Total deferred Outflows of Resources	<u>5,980,412</u>	<u>-</u>	<u>5,980,412</u>
Liabilities			
Accounts Payable	839,606	1,974,604	2,814,210
Due to Other Governments	114,879	-	114,879
Other Current Liabilities	439,801	146,122	585,923
Unearned Revenue	336,930	21,169	358,099
Accrued Interest Payable	34,098	156,221	190,319
Deposits	2,100	2,246,419	2,248,519
Noncurrent Liabilities			
Due Within One Year	1,597,507	2,740,314	4,337,821
Due in More Than One Year	28,500,667	29,623,845	58,124,512
Total Liabilities	<u>31,865,588</u>	<u>36,908,694</u>	<u>68,774,282</u>
Deferred Inflow of Resources			
Deferred Inflows - Pensions	434,580	-	434,580
Net Position			
Net Investment in Capital Assets	60,416,780	72,797,595	133,214,375
Restricted for			
Debt Service	510,605	8,933,340	9,443,945
Capital Projects	5,213,470	5,877,943	11,091,413
Community Development	1,816,574	-	1,816,574
Street Improvements	1,435,072	-	1,435,072
Other Purposes	375,685	-	375,685
Unrestricted	17,189,600	52,365,200	69,554,800
Total Net Position	<u>\$ 86,957,786</u>	<u>\$ 139,974,078</u>	<u>\$ 226,931,864</u>

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

**CITY OF PLANT CITY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2017**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$ 4,762,505	\$ 1,338,829	\$ 136,907	\$ -
Public Safety	13,835,477	1,044,097	304,999	19,790
Physical Environment	806,300	250,684	-	-
Transportation	3,904,189	-	474,085	700,000
Economic Development	1,150,709	-	618,468	-
Culture and Recreation	6,094,501	673,912	345,418	-
Interest on Long-term Debt	230,007	-	-	-
Total Governmental Activities	<u>30,783,688</u>	<u>3,307,522</u>	<u>1,879,877</u>	<u>719,790</u>
Business-type Activities				
Water and Sewer	15,211,641	18,310,617	825,476	569,304
Solid Waste	5,642,980	7,044,029	-	-
Stormwater	2,588,495	2,835,827	34,159	-
Industrial Park	20,058	-	-	-
Total Business-type Activities	<u>23,463,174</u>	<u>28,190,473</u>	<u>859,635</u>	<u>569,304</u>
Total Primary Government	<u>\$ 54,246,862</u>	<u>\$ 31,497,995</u>	<u>\$ 2,739,512</u>	<u>\$ 1,289,094</u>

General Revenues

Taxes

 Property Taxes

 Insurance Premium Taxes

 Utility Taxes

 Gas Taxes

 Communication Services Taxes

 Business Taxes

Franchise Fees

Intergovernmental Revenues, Unrestricted

Unrestricted Investment Earnings

Miscellaneous

Gain on Disposal of Capital Assets

Transfers

Total General Revenues and Transfers

 Change in Net Position

Net Position, Beginning

Net Position, Ending

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

**Net (Expense) Revenue and
Change in Net Position**

Governmental Activities	Business-type Activities	Totals
\$ (3,286,769)	\$ -	\$ (3,286,769)
(12,466,591)	-	(12,466,591)
(555,616)	-	(555,616)
(2,730,104)	-	(2,730,104)
(532,241)	-	(532,241)
(5,075,171)	-	(5,075,171)
(230,007)	-	(230,007)
<u>(24,876,499)</u>	<u>-</u>	<u>(24,876,499)</u>
-	4,493,756	4,493,756
-	1,401,049	1,401,049
-	281,491	281,491
-	(20,058)	(20,058)
-	6,156,238	6,156,238
<u>(24,876,499)</u>	<u>6,156,238</u>	<u>(18,720,261)</u>
9,136,767	-	9,136,767
543,278	-	543,278
4,529,890	-	4,529,890
1,309,148	-	1,309,148
1,146,197	-	1,146,197
530,728	-	530,728
3,934,776	-	3,934,776
7,065,783	-	7,065,783
283,961	407,768	691,729
-	148,378	148,378
50,205	144,383	194,588
1,390,426	(1,390,426)	-
<u>29,921,159</u>	<u>(689,897)</u>	<u>29,231,262</u>
5,044,660	5,466,341	10,511,001
81,913,126	134,507,737	216,420,863
<u>\$ 86,957,786</u>	<u>\$ 139,974,078</u>	<u>\$ 226,931,864</u>

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

CITY OF PLANT CITY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2017

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 3,630,869	\$ 1,484,770	\$ 16,871,302	\$ 21,986,941
Investments	12,898,979	-	-	12,898,979
Accounts Receivable	1,299,567	-	-	1,299,567
Interest Receivable	60,442	-	-	60,442
Due from Other Governments	493,913	-	501,179	995,092
Loans Receivable	-	-	102,951	102,951
Prepaid Items	6,311	-	-	6,311
Inventory	66,878	-	-	66,878
Deposits	4,525	-	-	4,525
Restricted Cash	-	-	820,949	820,949
Land Held for Resale	-	-	161,577	161,577
Total Assets	\$ 18,461,484	\$ 1,484,770	\$ 18,457,958	\$ 38,404,212
Liabilities, Deferred Inflows, and Fund Balances				
Liabilities				
Accounts Payable	\$ 380,006	\$ 21,230	\$ 317,472	\$ 718,708
Due to Other Governments	5,799	-	109,080	114,879
Other Current Liabilities	427,233	-	12,568	439,801
Unearned Revenues	26,586	-	310,344	336,930
Customer Deposits	2,100	-	-	2,100
Total Liabilities	841,724	21,230	749,464	1,612,418
Deferred Inflows of Resources				
Unavailable Revenues	297,093	-	4,326	301,419
Total Deferred Inflows	297,093	-	4,326	301,419
Fund Balances				
Nonspendable	66,878	-	-	66,878
Restricted	375,685	1,463,540	7,793,173	9,632,398
Committed	1,657,719	-	9,910,995	11,568,714
Assigned	3,731,232	-	-	3,731,232
Unassigned	11,491,153	-	-	11,491,153
Total Fund Balances	17,322,667	1,463,540	17,704,168	36,490,375
Total Liabilities, Deferred Inflows and Fund Balances	\$ 18,461,484	\$ 1,484,770	\$ 18,457,958	\$ 38,404,212

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

CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET—GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2017

Total Fund Balances, Total Governmental Funds		\$ 36,490,375
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 funds.		61,384,704
Certain long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		301,419
Deferred outflows, deferred inflows, and the net pension liability related to the City's pension plan are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Deferred outflows - pensions	\$ 5,845,672	
Deferred inflows - pensions	(434,580)	
Net pension liability	<u>(20,039,515)</u>	(14,628,423)
Long-term liabilities, including debt payable, compensated absences and other post-employment benefits, are not due and payable in the current period and, therefore, are not reported in the funds.		
Long-term debt	\$ (6,261,444)	
Deferred outflows - debt refunding	134,740	
Compensated absences	(1,046,916)	
Other post-employment benefits	(2,423,827)	
Accrued interest payable	<u>(34,098)</u>	(9,631,545)
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the portion of the internal service fund's net position included in governmental activities in the Statement of Net Position.		<u>13,041,256</u>
Net Position of Governmental Activities		<u><u>\$ 86,957,786</u></u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$ 8,561,406	\$ 575,361	\$ -	\$ 9,136,767
Utility Taxes	4,529,890	-	-	4,529,890
Gas Taxes	-	-	1,309,148	1,309,148
Business Taxes	530,728	-	-	530,728
Communication Services Tax	1,146,197	-	-	1,146,197
Insurance Premium Tax	543,278	-	-	543,278
Franchise Fees	3,934,776	-	-	3,934,776
Fees and Permits	777,126	-	-	777,126
Impact Fees	-	-	596,888	596,888
Fines and Forfeitures	188,013	-	-	188,013
Intergovernmental	4,901,792	461,653	3,787,762	9,151,207
Charges for Services	1,719,088	-	-	1,719,088
Contributions	23,455	-	-	23,455
Interest Revenue	135,634	-	67,215	202,849
Miscellaneous Revenue	488,290	-	986	489,276
Total Revenues	<u>27,479,673</u>	<u>1,037,014</u>	<u>5,761,999</u>	<u>34,278,686</u>
Expenditures				
Current				
General Government	3,812,577	-	66,860	3,879,437
Public Safety	15,437,124	-	-	15,437,124
Physical Environment	594,090	-	-	594,090
Transportation	2,128	-	1,956,889	1,959,017
Economic Development	461,653	390,056	159,803	1,011,512
Culture and Recreation	4,961,764	-	13,179	4,974,943
Debt Service				
Principal	-	-	945,000	945,000
Interest and Fiscal Charges	-	-	224,533	224,533
Capital Outlay	244,270	358,817	1,552,002	2,155,089
Total Expenditures	<u>25,513,606</u>	<u>748,873</u>	<u>4,918,266</u>	<u>31,180,745</u>
Excess of Revenues Over Expenditures	<u>1,966,067</u>	<u>288,141</u>	<u>843,733</u>	<u>3,097,941</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	48,900	-	1,305	50,205
Transfers In	-	-	5,222,101	5,222,101
Transfers Out	(883,127)	-	(3,036,880)	(3,920,007)
Total Other Financing Sources (Uses)	<u>(834,227)</u>	<u>-</u>	<u>2,186,526</u>	<u>1,352,299</u>
Net Change in Fund Balances	1,131,840	288,141	3,030,259	4,450,240
Fund Balances, Beginning	16,190,827	1,175,399	14,673,909	32,040,135
Fund Balances, Ending	<u>\$ 17,322,667</u>	<u>\$ 1,463,540</u>	<u>\$ 17,704,168</u>	<u>\$ 36,490,375</u>

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

CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

Net Change in Fund Balances, Total Governmental Funds		\$ 4,450,240
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital outlays	\$ 1,983,427	
Depreciation expense	<u>(4,725,669)</u>	(2,742,242)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net position.		
		(8,858)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		27,919
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items as expenditures when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal repayment of long-term debt		945,000
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Pension expense	2,131,771	
Amortization of discounts/premiums	(13,633)	
Change in compensated absences	19,959	
Change in other post-employment benefits	(163,841)	
Change in accrued interest payable	<u>8,159</u>	1,982,415
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the net revenue of the internal service funds reported within governmental activities.		
		<u>390,186</u>
Change in Net Position, Governmental Activities		<u><u>\$ 5,044,660</u></u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2017

	Business-Type Activities—Enterprise Funds				Total	Governmental Activities—Internal Service Funds
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		
Assets						
Current Assets						
Cash and Cash Equivalents	\$ 5,857,764	\$ 3,108,558	\$ 2,925,354	\$ 116,825	\$ 12,008,501	\$ 3,583,335
Investments	23,071,489	9,471,024	1,311,711	457,399	34,311,623	9,273,586
Accounts Receivable	2,523,461	377,862	134,495	23	3,035,841	-
Interest Receivable	107,911	44,538	5,666	2,405	160,520	42,694
Inventory	232,458	-	-	-	232,458	-
Total Current Assets	<u>31,793,083</u>	<u>13,001,982</u>	<u>4,377,226</u>	<u>576,652</u>	<u>49,748,943</u>	<u>12,899,615</u>
Noncurrent Assets						
Restricted Cash and Cash Equivalents	17,220,516	-	-	-	17,220,516	-
Deposits	-	-	-	-	-	30,000
Land Held for Resale	-	-	-	948,758	948,758	-
Capital Assets						
Land	2,051,968	-	16,428	-	2,068,396	-
Infrastructure	82,288,289	4,489	7,770,941	1,528,679	91,592,398	-
Buildings and Plant	74,120,842	88,923	351,212	-	74,560,977	-
Equipment	2,754,970	604,925	1,268,149	-	4,628,044	10,973,357
Construction in Progress	14,664,263	-	380,815	-	15,045,078	-
Less Accumulated Depreciation	<u>(78,415,921)</u>	<u>(619,625)</u>	<u>(4,383,179)</u>	<u>(1,043,249)</u>	<u>(84,461,974)</u>	<u>(4,882,710)</u>
Total Noncurrent Assets	<u>114,684,927</u>	<u>78,712</u>	<u>5,404,366</u>	<u>1,434,188</u>	<u>121,602,193</u>	<u>6,120,647</u>
Total Assets	<u>146,478,010</u>	<u>13,080,694</u>	<u>9,781,592</u>	<u>2,010,840</u>	<u>171,351,136</u>	<u>19,020,262</u>
Liabilities						
Current Liabilities						
Accounts Payable	994,172	896,300	84,132	-	1,974,604	120,898
Unearned Revenue	21,169	-	-	-	21,169	-
Accrued Interest Payable	156,221	-	-	-	156,221	-
Other Current Liabilities	93,012	28,917	24,193	-	146,122	-
Deposits	2,246,419	-	-	-	2,246,419	-
Current Portion of Compensated Absences	164,452	48,858	34,524	-	247,834	-
Current Portion of Long-Term Debt	2,438,957	-	53,523	-	2,492,480	-
Total Current Liabilities	<u>6,114,402</u>	<u>974,075</u>	<u>196,372</u>	<u>-</u>	<u>7,284,849</u>	<u>120,898</u>
Noncurrent Liabilities						
Long-Term Debt	27,934,289	-	208,555	-	28,142,844	-
Compensated Absences	170,470	30,828	22,509	-	223,807	-
Estimated Claims Payable	-	-	-	-	-	326,472
Accrued Landfill Closure	-	56,506	-	-	56,506	-
Net OPEB Obligation	733,532	292,389	174,767	-	1,200,688	-
Total Noncurrent Liabilities	<u>28,838,291</u>	<u>379,723</u>	<u>405,831</u>	<u>-</u>	<u>29,623,845</u>	<u>326,472</u>
Total Liabilities	<u>34,952,693</u>	<u>1,353,798</u>	<u>602,203</u>	<u>-</u>	<u>36,908,694</u>	<u>447,370</u>
Net Position						
Net Investment in Capital Assets	67,091,165	78,712	5,142,288	485,430	72,797,595	6,090,647
Restricted for						
Debt Service	8,933,340	-	-	-	8,933,340	-
Capital Projects	5,877,943	-	-	-	5,877,943	-
Unrestricted	29,622,869	11,648,184	4,037,101	1,525,410	46,833,564	12,482,245
Total Net Position	<u>\$ 111,525,317</u>	<u>\$ 11,726,896</u>	<u>\$ 9,179,389</u>	<u>\$ 2,010,840</u>	<u>\$ 134,442,442</u>	<u>\$ 18,572,892</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					5,531,636	
Net position of business-type activities					<u>\$ 139,974,078</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-type Activities—Enterprise Funds				Totals	Governmental Activities— Internal Service Funds
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park Fund		
Operating Revenues						
Charges for Services	\$ 18,310,617	\$ 7,044,029	\$ 2,835,827	\$ -	\$ 28,190,473	\$ 2,956,423
Total Operating Revenues	<u>18,310,617</u>	<u>7,044,029</u>	<u>2,835,827</u>	<u>-</u>	<u>28,190,473</u>	<u>2,956,423</u>
Operating Expenses						
Personal Services	4,162,343	1,480,358	1,197,403	-	6,840,104	-
Other Services and Charges	6,650,429	4,712,431	1,061,680	(3,687)	12,420,853	252,076
Depreciation	4,196,567	10,281	446,214	23,745	4,676,807	1,473,905
Total Operating Expenses	<u>15,009,339</u>	<u>6,203,070</u>	<u>2,705,297</u>	<u>20,058</u>	<u>23,937,764</u>	<u>1,725,981</u>
Operating Income (Loss)	<u>3,301,278</u>	<u>840,959</u>	<u>130,530</u>	<u>(20,058)</u>	<u>4,252,709</u>	<u>1,230,442</u>
Nonoperating Revenues (Expenses)						
Intergovernmental Grants	825,476	-	34,159	-	859,635	-
Interest Revenue	295,974	81,805	26,259	3,730	407,768	81,112
Interest Expense	(475,353)	-	(8,960)	-	(484,313)	-
Other Nonoperating Revenues	146,618	-	1,760	-	148,378	-
Gain on Sale of Capital Assets	76,236	37,332	30,815	-	144,383	(50,797)
Total Nonoperating Revenue (Expenses)	<u>868,951</u>	<u>119,137</u>	<u>84,033</u>	<u>3,730</u>	<u>1,075,851</u>	<u>30,315</u>
Income (Loss) Before Capital Contributions and Transfers	4,170,229	960,096	214,563	(16,328)	5,328,560	1,260,757
Capital Contributions	569,304	-	-	-	569,304	-
Transfers In	-	-	-	-	-	88,332
Transfers Out	(33,952)	(1,340,000)	(16,474)	-	(1,390,426)	-
Change in Net Position	4,705,581	(379,904)	198,089	(16,328)	4,507,438	1,349,089
Net Position, Beginning	106,819,736	12,106,800	8,981,300	2,027,168		17,223,803
Net Position, Ending	<u>\$ 111,525,317</u>	<u>\$ 11,726,896</u>	<u>\$ 9,179,389</u>	<u>\$ 2,010,840</u>		<u>\$ 18,572,892</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					958,903	
Change in net position of business-type activities					<u>\$ 5,466,341</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-type Activities—Enterprise Fund				Governmental Activities— Internal Service Funds	
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		Total
Cash Flows from Operating Activities						
Receipts from customers	\$ 18,126,340	\$ 6,989,292	\$ 2,820,405	\$ -	\$ 27,936,037	\$ -
Receipts from other funds for goods and services	-	-	-	-	-	2,956,423
Payments to suppliers for goods and services	(6,851,644)	(4,067,629)	(1,105,852)	3,756	(12,021,369)	(169,421)
Payments to employees for services	(4,108,279)	(1,473,652)	(1,179,683)	-	(6,761,614)	-
Net Cash Provided by Operating Activities	<u>7,166,417</u>	<u>1,448,011</u>	<u>534,870</u>	<u>3,756</u>	<u>9,153,054</u>	<u>2,787,002</u>
Cash Flows from Noncapital Financing Activities						
Transfers	(33,952)	(1,340,000)	(16,474)	-	(1,390,426)	88,332
Other nonoperating receipts	146,618	-	1,760	-	148,378	-
Net Cash Provided by (Used In) Noncapital Financing Activities	<u>112,666</u>	<u>(1,340,000)</u>	<u>(14,714)</u>	<u>-</u>	<u>(1,242,048)</u>	<u>88,332</u>
Cash Flows from Capital and Related Financing Activities						
Intergovernmental Grant	825,476	-	34,159	-	859,635	-
Acquisition and Construction of Capital Assets	(4,604,119)	(9,755)	(218,531)	-	(4,832,405)	(2,785,837)
Proceeds from Sale of Capital Assets	119,650	37,332	30,815	-	187,797	-
Capital Contributions	569,304	-	-	-	569,304	-
Principal Paid on Long-term Debt	(2,380,572)	-	(51,959)	-	(2,432,531)	-
Interest Paid on Long-term Debt	(784,138)	-	(8,960)	-	(793,098)	-
Net Cash Provided by (Used In) Capital and Related Financing Activities	<u>(6,254,399)</u>	<u>27,577</u>	<u>(214,476)</u>	<u>-</u>	<u>(6,441,298)</u>	<u>(2,785,837)</u>
Cash Flows from Investing Activities						
Purchase of Pooled Investments	-	-	-	-	-	(7,814,317)
Proceeds from Sale of Pooled Investments	5,757,618	743,859	1,606,827	76,683	8,184,987	-
Interest and Investment Earnings	204,584	42,407	22,062	1,694	270,747	39,152
Net Cash Provided by (Used by) Investing Activities	<u>5,962,202</u>	<u>786,266</u>	<u>1,628,889</u>	<u>78,377</u>	<u>8,455,734</u>	<u>(7,775,165)</u>
Net Change in Cash and Cash Equivalents	6,986,886	921,854	1,934,569	82,133	9,925,442	(7,685,668)
Cash and Cash Equivalents, Beginning of Year	16,091,394	2,186,704	990,785	34,692	19,303,575	11,269,003
Cash and Cash Equivalents, End of Year	<u>\$ 23,078,280</u>	<u>\$ 3,108,558</u>	<u>\$ 2,925,354</u>	<u>\$ 116,825</u>	<u>\$ 29,229,017</u>	<u>\$ 3,583,335</u>
Classified as:						
Cash and cash equivalents	\$ 5,857,764	\$ 3,108,558	\$ 2,925,354	\$ 116,825	\$ 12,008,501	\$ 3,583,335
Restricted cash and cash equivalents	17,220,516	-	-	-	17,220,516	-
	<u>\$ 23,078,280</u>	<u>\$ 3,108,558</u>	<u>\$ 2,925,354</u>	<u>\$ 116,825</u>	<u>\$ 29,229,017</u>	<u>\$ 3,583,335</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-type Activities—Enterprise Funds					Governmental Activities— Internal Service Funds
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities						
Operating Income (Loss)	\$ 3,301,278	\$ 840,959	\$ 130,530	\$ (20,058)	\$ 4,252,709	\$ 1,230,442
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities						
Depreciation and Amortization	4,196,567	10,281	446,214	23,745	4,676,807	1,473,905
Change in Assets and Liabilities						
Accounts receivable	(184,277)	(54,737)	(15,422)	69	(254,367)	-
Inventory	4,356	-	-	-	4,356	-
Accounts payable	(267,531)	694,250	(47,095)	-	379,624	114,256
Deposits	47,792	-	-	-	47,792	-
Other current liabilities	14,168	552	2,923	-	17,643	-
Compensated absences	4,912	(13,550)	1,038	-	(7,600)	-
Accrued landfill postclosure	-	(50,000)	-	-	(50,000)	-
Estimated claims payable	-	-	-	-	-	(31,601)
Net OPEB obligation	49,152	20,256	16,682	-	86,090	-
Net Cash Provided by Operating Activities	<u>\$ 7,166,417</u>	<u>\$ 1,448,011</u>	<u>\$ 534,870</u>	<u>\$ 3,756</u>	<u>\$ 9,153,054</u>	<u>\$ 2,787,002</u>
Noncash Investing, Capital, and Financing Activities:						
Capitalized interest	\$ 296,543	\$ -	\$ -	\$ -	\$ 296,543	\$ -
Net Noncash Investing, Capital, and Financing Activities	<u>\$ 296,543</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 296,543</u>	<u>\$ -</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2017

	Pension Trust Fund
Assets	
Cash and Cash Equivalents	\$ 980,393
Receivables	
Contributions	250,360
Accrued Interest and Dividends	81,637
Total Receivables	<u>331,997</u>
Investments at Fair Value	
U.S. Government Agencies	3,580,208
Corporate Bonds and Notes	7,080,591
Common Stock	15,824,161
Mutual Funds	13,253,399
Total Investments	<u>39,738,359</u>
Total Assets	<u>41,050,749</u>
Net Position	
Restricted for Pension Benefits	<u>\$ 41,050,749</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Pension Trust Fund
Additions	
Contributions	
Employer	\$ 2,428,430
Employee	670,543
State of Florida	543,278
Total Contributions	3,642,251
Investment Income	
Interest and Dividends	1,001,901
Net Appreciation (Depreciation) in Fair Value of Investments	3,096,432
Net Investment Income	4,098,333
Total Additions	7,740,584
Deductions	
Pension Benefits	2,861,699
Administrative Expenses	141,728
Total Deductions	3,003,427
Change in Net Position	4,737,157
Net Position, Beginning of Year	36,313,592
Net Position, End of Year	\$ 41,050,749

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

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CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Plant City, Florida (the “City”), was incorporated under the 1927 Laws of Florida, Chapter 13282, Section 2. It operates under the Commission–Manager form of government. The City provides traditional municipal services as authorized by its charter. These include police and fire protection, streets, traffic, stormwater, water, sewer and solid waste, parks and recreation, planning and zoning, cultural and general administrative services.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standard Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government’s accounting policies are described below.

In evaluating the City as a reporting entity, management has included all component units in accordance with GASB statements. The financial reporting entity consists of the City (the primary government), and its blended component units. Blended component units are legally separate organizations for which the City is financially accountable. The component units discussed below are included in the City’s reporting entity.

The following component units are blended with the primary government for financial statement purposes because the component unit’s governing body is substantially the same as the City Commission or because the component unit exclusively serves the City.

Community Redevelopment Agency (the “CRA”)

The CRA was created in 1969 under Local Ordinance 12-1981 and under Section 163.356 of the Florida Statutes. Its sole purpose is to finance and redevelop the City’s designated redevelopment areas. The CRA is governed by a Board, all of whom are members of the City Commission. The CRA is reported as a major governmental fund.

Walden Lake Community Association Local Government Neighborhood Improvement District (the “District”)

The District was formed under Local Ordinance 03-1993 and under Section 163.503 Florida Statutes. The District is authorized to levy an ad valorem tax of up to two mills annually, on real and personal property located in the District. Proceeds collected are to be used to facilitate planning and improvements in the Walden Lakes Master Community. The City Commission of the City serves as the Board of Directors for the District. At this time, the District has not levied or collected any ad valorem taxes and its operations are dormant.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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 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.

The City's Internal Service Fund (which provides services to other funds of the City) is presented as part of the proprietary fund financial statements. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate governmental activities.

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues, shown for proprietary operations, generally result from producing or providing goods and services such as water, sewer and solid waste collection. Operating expenses for these operations include all costs related to providing the service or product. These costs include salaries, supplies, travel, contract services, depreciation, administrative expenses, and other expenses directly related to costs of services. All other revenue and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

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. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

- The General Fund is the City’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Community Redevelopment Agency Fund accounts for various redevelopment projects that are funded by the Community Redevelopment Agency.

The City reports the following major proprietary funds:

- The Water and Sewer Fund accounts for the operations of the City’s regional water and sewer system.
- The Solid Waste Fund accounts for the operations of the City’s garbage and recycling programs.
- The Stormwater Fund accounts for the operations of the City’s stormwater system.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Additionally, the City reports the following fund types:

- The Internal Service Funds account for the uninsured risk of loss due to work-related injuries suffered by employees of the City and the costs of replacement vehicles in the City’s fleet.
- The Pension Trust Fund accounts for the activities of the Safety Employees’ Retirement Plan, which accumulates resources for pension benefit payments to qualified employees.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services or privileges provided, as well as fees, 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.

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

The City allocates charges for indirect services provided by various funds based on a cost allocation plan. The costs are included in the program expense reported by functional activity in the Statement of Activities.

D. Assets, Liabilities and Net Assets

Deposits and Investments

The City’s cash and cash equivalents include cash on hand, time and demand deposits and short term investments. For the purposes of the Statement of Cash Flows, the City considers all highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

All investments, including Pension Funds, are stated at fair value. All fair market valuations are based on quoted market prices.

Receivables and Payables

Receivables consist of trade receivables, homeowner down payment assistance loan receivables, amounts due from other governments, and interest receivable, and are recorded net of any allowance for uncollectible amounts, if applicable.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year (if any) are reported as “advances to/from other funds.” All other outstanding balances between funds (if any) are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities (if any) are reported in the government-wide financial statements as “internal balances.”

Inventories and Prepaid Items

All inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets

Certain proceeds of revenue bonds and loans, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond/loan covenants. In addition, customer deposits are reported as restricted assets.

Capital Assets

Capital assets, which include land, land improvements, plant and plant improvements, buildings, building improvements, furniture and equipment, and infrastructure (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable government or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an estimated useful life of two years or more and a cost of \$1,000 or more for general fixed assets and \$5,000 for vehicles. Capital improvement projects, which include infrastructure, equipment and construction, costing more than \$50,000 are capitalized. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Depreciable capital assets are amortized using the straight-line method (except library books, which use a composite method) over the following useful lives:

Infrastructure	20-50 years
Buildings and improvements	10-50 years
Equipment	3-20 years
Library books	7 years

Compensated Absences

All regular employees with less than five years continuous service earn 80 hours of annual leave. The number of hours of annual leave increases in increments of five years, relative to the number of years of continuous service. The maximum of 160 hours of annual leave is obtained after twenty years of continuous service. All hours earned during a fiscal year must be used by the end of the following fiscal or are forfeited. Employees who terminate with more than one year of service are paid for 100% of their unused annual leave. The City has accrued 100% of the annual leave liability.

All regular employees earn eight hours of sick leave per month. There is no maximum limitation on the number of sick leave days which may be accumulated. Employees who voluntarily terminate or retire after ten years of continuous service are paid for 50% of their accumulated sick leave balance. The City has accrued the estimated amount of vested sick leave for employees who have completed ten years of continuous service.

Long-term Obligations

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 the effective interest method. Bond issuance costs are expensed when incurred. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. 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.

Fund Equity

Government-wide and proprietary fund net position are divided into three components:

- *Net investment in capital assets*—consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- *Restricted*—consists of funds that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by constitutional provisions or enabling legislation.
- *Unrestricted*—consists of the balance of net position.

In the governmental fund financial statements, the fund balances are classified as follows:

- *Nonspendable*—consists of amounts that cannot be spent, either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- *Restricted*—consists of funds that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by constitutional provisions or enabling legislation.
- *Committed*—consists of amounts that can only be used for specific purposes determined by a formal action by the City Commission through adoption of an ordinance or resolution, which are equally binding.
- *Assigned*—consists of amounts that have been designated by the City for a particular purpose, but are neither restricted nor committed. The Finance Director and City Manager are authorized to assign fund balance.

At fiscal year-end, any appropriation of existing fund balance to eliminate a projected budgetary deficit in the next year’s budget is considered to be an assignment of fund balance.

- *Unassigned*—consists of all amounts not included in other classifications.

Flow Assumptions—When both restricted and unrestricted amounts of fund balance/net position are available for use for expenditures/expenses incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed.

For unrestricted amounts of fund balance, it is the City’s policy to use fund balance in the following order: committed, assigned and unassigned.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from management’s estimates.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) 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. One item is the deferred charge on refunding, which is reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

The City also has deferred inflows and deferred outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the City's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service life of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. The changes in proportion and differences between City contributions and proportionate share of contributions are also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the City to the pension plan before year end but subsequent to the measurement date of the City's net pension liability are reported as deferred outflows of resources.

In addition to the above pension related deferred inflows, the City also has one other type of these items, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from certain charges for services and fines and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Property Taxes

Property tax collections are governed by Chapter 197, Florida Statutes. The Hillsborough County Tax Collector bills and collects all property taxes levied within the County. Discounts of 4%, 3%, 2%, and 1% are allowed for early payment in November, December, January, and February, respectively.

The Tax Collector remits collected taxes at least monthly to the City. The City recognizes property tax revenue as it is received from the Tax Collector since virtually all taxes levied will be collected through the tax collection process.

A calendar of events is as follows:

January 1	Property taxes are based on assessed value at this date as determined by the Hillsborough County Property Appraiser.
July 1	Assessment roll approved by the State.
September 30	Millage resolution approved by the City Commission.
October 1	Beginning of fiscal year for which taxes have been levied.
November 1	Property taxes due and payable.
November 30	Last day for 4% maximum discount.
April 1	Unpaid property taxes become delinquent.
May 15	Tax certificates are sold by the Hillsborough County Tax Collector. This is the first lien date on the properties.

B. Budget

On or before September 1 each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. A public hearing is conducted at City Hall to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage of an ordinance.

Annual budgets are adopted for the General Fund, Special Revenue Funds and Debt Service Funds on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at the end of each fiscal year for these funds. Project-length budgets are adopted for Capital Projects Funds. Appropriations in these funds remain open and carry over to succeeding years until the related expenditures are made, modified or cancelled.

Budgetary control is maintained at the department level. Department Heads are permitted to transfer appropriations between line items within their department, with the approval of the City Manager. All other types of budget transfers or amendments must be approved by the City Commission. Expenditures may not legally exceed budgeted appropriations at the department level.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. Deposits with Financial Institutions

At September 30, 2017, the bank balances of the City’s total deposits with banks was \$57,445,792. All of the City's public deposits are held in qualified public depositories pursuant to Florida Statutes, Chapter 280, “Florida Security for Public Deposits Act.” Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits, times the depository's collateral pledging level. The pledging level may vary depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof.

B. Investments

As of September 30, 2017, the City had the following investments and maturities:

	Credit Rating (Moody's)	Fair Value	Maturities			
			Less Than 1	1 to 5	6 to 10	Over 10
City Investments						
Certificates of Deposit	Not Rated	\$ 6,000,000	\$ 4,000,000	\$ 2,000,000	\$ -	\$ -
Government Securities	Aaa	40,129,110	12,678,329	27,450,781	-	-
Municipal Bonds	Aaa-Baa2	405,292	405,292	-	-	-
Corporate Bonds and Notes	Not Rated	9,949,786	2,970,854	6,978,932	-	-
		<u>\$ 56,484,188</u>	<u>\$ 20,054,475</u>	<u>\$ 36,429,713</u>	<u>\$ -</u>	<u>\$ -</u>
Safety Employees' Retirement Fund						
U. S. Government Agencies	Aaa	\$ 3,580,208	\$ 625	\$ 1,367,826	\$ 1,030,637	\$ 1,181,120
Corporate Bonds and Notes	Aaa-Baa2	7,080,591	485,408	3,936,704	1,239,961	1,418,518
Common Stocks	Not Rated	15,824,161	15,824,161	-	-	-
Mutual Funds	Not Rated	13,253,399	13,253,399	-	-	-
		<u>\$ 39,738,359</u>	<u>\$ 29,563,593</u>	<u>\$ 5,304,530</u>	<u>\$ 2,270,598</u>	<u>\$ 2,599,638</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Fair Value Measurements.

The City categorizes its fair value measurements within fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs for similar assets, and Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of September 30, 2017:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
City Investments				
Government Securities	\$ 10,515,483	\$ 29,613,627	\$ -	\$ 40,129,110
Municipal Bonds	-	405,292	-	405,292
Corporate Bonds and Notes	-	9,949,786	-	9,949,786
	<u>\$ 10,515,483</u>	<u>\$ 39,968,705</u>	<u>\$ -</u>	<u>50,484,188</u>
Investments not subject to level disclosure:				
Certificates of deposit				6,000,000
Total investments				<u>\$ 56,484,188</u>
Safety Employees' Retirement Fund				
U. S. Government Agencies	\$ 1,760,304	\$ 1,819,904	\$ -	\$ 3,580,208
Corporate Bonds and Notes	-	7,080,591	-	7,080,591
Common Stocks	15,824,161	-	-	15,824,161
Mutual Funds	-	13,253,399	-	13,253,399
Total investments	<u>\$ 17,584,465</u>	<u>\$ 22,153,894</u>	<u>\$ -</u>	<u>\$ 39,738,359</u>

Interest Rate Risk

The risk that changes in interest rates will adversely affect the fair value of an investment.

City Investments

The City manages exposure to interest rate risk by matching investment maturities with known cash needs. Investment maturities of investments of current operating funds shall not exceed two months. Investments of other nonoperating funds may have varying terms not to exceed five years.

Pension Plan Investments

The Plan's investment portfolio is structured to provide sufficient liquidity to meet known cash flow requirements. The Plan also manages interest rate risk by evaluating credit ratings, diversifying the investment portfolio and by utilizing an outside investment manager to monitor performance. The Plan does not limit the weighted average maturity of their portfolio.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

City Investments

Section 218.415, Florida Statutes, limits the types of investments that the City can invest in unless specifically authorized in the City's investment policy. The City has a formal investment policy that allows investments in the following: Florida Local Government Surplus Funds Trust, U.S. Government securities, U.S. Government agencies and instrumentalities, interest bearing time deposits or savings accounts held at qualified public depositories, repurchase agreements, and fixed income mutual funds that invest in authorized investments, commercial paper rated P-1 by Moody's and/or A-1 by Standard and Poor's or an equivalent rating, corporate bonds and medium term notes with ratings of at least "A" at the time of purchase, municipal bonds rated "A" or better and money market funds registered with the Securities and Exchange commission that have the highest credit quality rating.

Safety Employees' Pension Trust Fund

Investments are limited by Florida Statute Chapter 185 and by an investment policy adopted by the Fund's Board of Trustees. The allowable investments include: U.S. Government securities, U.S. Government agencies, interest bearing time agreements, corporate bonds, common stocks, foreign equities, mutual funds and money market funds. Cash instruments must have a quality rating at least "A-1" by Standard & Poor's or P-1 by Moody's. Bonds must have a quality rating of at least "A" by Standard & Poor's or Moody's. Equity investments are limited to fully and easily negotiable equity securities listed on one of the recognized national exchanges or on the National Market System of the NASDAQ stock market. Investments in equities may not exceed 65% of the Fund's assets at cost. Foreign equities are limited to 10% of the Fund's assets at cost.

Custodial Credit Risk

Custodial credit risk is the risk that the City will not be able to recover the fair value of an investment or collateral securities that are in possession of an outside party, if the counterparty to the transaction fails.

City Investments

The City's investments are held under a third party custodial agreement with all securities and collateral properly designated as assets of the City.

Pension Plan Investments

The City utilizes a third party custodian to hold plan assets in the name of the City.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributable to the quantity of an investment in a single issuer.

City Investments

	Portfolio Composition Limits
Florida Local Government Surplus Trust Fund	0-50%
U.S. Government Securities	No limits
U.S. Government Agency Securities	0-50%
Certificates of Deposit	0-100%
Repurchase Agreements	0-20%
Commercial Paper	0-50%
Corporate Obligations	0-50%
Municipal Bonds	0-50%
Fixed Income Mutual Funds	0-40%
Money Market Funds	0-40%

For repurchase agreements, commercial paper, corporate obligations, and municipal bonds, a maximum of 5% of the portfolio may be invested with any one financial institution, dealer or issuer. Fixed income mutual funds are limited to a maximum of 30% of the portfolio with any one fund, and money market funds are limited to 20% of the portfolio being invested with any one fund.

Safety Employees' Pension Plan Investments

No more than 5% of the fund's assets may be invested in the stock of any one company, nor shall the aggregate investment in any one company exceed 5% of the outstanding stock of that company.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Receivables

At year-end, receivables for the City, including any applicable allowances for uncollectible accounts, are as follows:

	<u>Accounts Receivable</u>	<u>Down-payment Assistance Loan Receivable</u>	<u>Interest Receivable</u>	<u>Due from Other Governments</u>	<u>Total</u>
Governmental Activities					
Major Funds					
General Fund	\$ 1,299,567	\$ -	\$ 60,442	\$ 493,913	\$ 1,853,922
Nonmajor Funds	-	102,951	-	501,179	604,130
Internal Service Funds	-	-	42,694	-	42,694
	<u>1,299,567</u>	<u>102,951</u>	<u>103,136</u>	<u>995,092</u>	<u>2,500,746</u>
Business-type Activities					
Major Funds					
Water and Sewer	2,523,461	-	107,911	-	2,631,372
Solid Waste	377,862	-	44,538	-	422,400
Stormwater	134,495	-	5,666	-	140,161
Nonmajor Fund	23	-	2,405	-	2,428
	<u>3,035,841</u>	<u>-</u>	<u>160,520</u>	<u>-</u>	<u>3,196,361</u>
Total	<u>\$ 4,335,408</u>	<u>\$ 102,951</u>	<u>\$ 263,656</u>	<u>\$ 995,092</u>	<u>\$ 5,697,107</u>

The Homeowner Down-payment Assistance Loan receivable in the amount of \$102,951 consists of individual loans with balances ranging from \$2,200 - \$15,000 due over an initial period of 20 to 30 years. These loans are scheduled to be repaid by 2025.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Capital Assets

Capital asset activity for the year ended September 30, 2017, was as follows:

Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 18,667,206	\$ 378,085	\$ (2,818)	\$ 19,042,473
Construction in Progress	4,232,197	1,918,852	(4,851,044)	1,300,005
Total capital assets not being depreciated	<u>22,899,403</u>	<u>2,296,937</u>	<u>(4,853,862)</u>	<u>20,342,478</u>
Capital assets being depreciated				
Infrastructure	129,678,451	3,665,098	(7,476)	133,336,073
Buildings and Plant	31,319,406	293,334	-	31,612,740
Equipment	22,034,825	3,439,333	(1,412,141)	24,062,017
Library Books	725,787	45,946	(130,867)	640,866
Total capital assets being depreciated	<u>183,758,469</u>	<u>7,443,711</u>	<u>(1,550,484)</u>	<u>189,651,696</u>
Less accumulated depreciation for				
Infrastructure	106,035,909	2,855,984	(7,476)	108,884,417
Buildings and Plant	16,606,756	883,588	-	17,490,344
Equipment	14,582,487	2,380,252	(1,234,964)	15,727,775
Library Books	467,407	79,750	(130,870)	416,287
Total accumulated depreciation	<u>137,692,559</u>	<u>6,199,574</u>	<u>(1,373,310)</u>	<u>142,518,823</u>
Total capital assets being depreciated, net	<u>46,065,910</u>	<u>1,244,137</u>	<u>(177,174)</u>	<u>47,132,873</u>
Governmental activities capital assets	<u>\$ 68,965,313</u>	<u>\$ 3,541,074</u>	<u>\$ (5,031,036)</u>	<u>\$ 67,475,351</u>

Included in the above totals are capital assets held by the City's internal service funds in the amount of \$6,090,647.

Depreciation expense charged to functions of governmental activities is as follows:

Governmental Activities	
General Government	\$ 782,043
Public Safety	570,331
Physical Environment	181,229
Transportation	1,967,147
Economic Development	138,678
Culture and Recreation	1,086,241
Internal Service Funds - Depreciation expense charged to the various functions based on the usage of capital assets.	<u>1,473,905</u>
Total Depreciation Expense	<u>\$ 6,199,574</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated				
Land	\$ 2,068,396	\$ -	\$ -	\$ 2,068,396
Construction in Progress	10,616,384	5,135,117	(706,423)	15,045,078
Total capital assets not being depreciated	<u>12,684,780</u>	<u>5,135,117</u>	<u>(706,423)</u>	<u>17,113,474</u>
Capital assets being depreciated				
Infrastructure	91,165,036	427,363	-	91,592,399
Buildings and Plant	74,536,765	24,211	-	74,560,976
Equipment	4,843,350	208,124	(423,432)	4,628,042
Total capital assets being depreciated	<u>170,545,151</u>	<u>659,698</u>	<u>(423,432)</u>	<u>170,781,417</u>
Less accumulated depreciation for				
Infrastructure	53,657,184	2,726,168	-	56,383,352
Buildings and Plant	22,596,231	1,707,407	-	24,303,638
Equipment	3,952,324	243,232	(420,574)	3,774,982
Total accumulated depreciation	<u>80,205,739</u>	<u>4,676,807</u>	<u>(420,574)</u>	<u>84,461,972</u>
Total capital assets being depreciated, net	<u>90,339,412</u>	<u>(4,017,109)</u>	<u>(2,858)</u>	<u>86,319,445</u>
Business-type activities capital assets	<u>\$ 103,024,192</u>	<u>\$ 1,118,008</u>	<u>\$ (709,281)</u>	<u>\$ 103,432,919</u>

Depreciation expense charged to business-type activities is as follows:

Business-type Activities	
Water and Sewer	\$ 4,196,567
Solid Waste	10,281
Stormwater	446,214
Industrial Park	23,745
Total Depreciation Expense	<u>\$ 4,676,807</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of September 30, 2017, is as follows:

Due From/To Other Funds

Due from/to other funds generally represent recurring activities between funds, as well as temporary cash deficits. There were no balances as of September 30, 2017, outstanding.

Interfund Transfers

Interfund transfers represent transfers of funds for operating purposes from the fund that collected them to the fund that is authorized to expend them.

<u>Transfers In</u>	<u>Transfers Out</u>					<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Governmental</u>	<u>Water & Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Stormwater Fund</u>	
Nonmajor Governmental	\$ 845,221	\$ 3,036,880	\$ -	\$ 1,340,000	\$ -	\$ 5,222,101
Internal Service Funds	37,906	-	33,952	-	16,474	88,332
	<u>\$ 883,127</u>	<u>\$ 3,036,880</u>	<u>\$ 33,952</u>	<u>\$ 1,340,000</u>	<u>\$ 16,474</u>	<u>\$ 5,310,433</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-term Debt

Changes in Long-term Debt

The following is a summary of changes in long-term debt for the governmental activities of the City for the year ended September 30, 2017:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
Non-Ad Valorem Refunding Revenue Note, Series 2012	\$ 2,625,000	\$ -	\$ (305,000)	\$ 2,320,000	\$ 315,000
Non-Ad Valorem Refunding Revenue Note Payable, Series 2010	2,935,000	-	(320,000)	2,615,000	330,000
Florida Municipal Loan Council, Series 2005B Plus Loan Premium	1,385,000 15,809	- -	(320,000) (5,615)	1,065,000 10,194	335,000 -
Brownfields Loan, Stock Lumber	83,750	-	-	83,750	-
Brownfields Loan, Gromor	167,500	-	-	167,500	-
Estimated Claims Payable	358,073	240,508	(272,109)	326,472	-
Compensated Absences	1,066,875	579,562	(599,521)	1,046,916	617,507
Net Pension Liability	20,387,657	6,917,927	(7,266,069)	20,039,515	-
Other Post-Employment Benefits	2,259,986	235,387	(71,546)	2,423,827	-
Total Governmental Activities	<u>\$ 31,284,650</u>	<u>\$ 7,973,384</u>	<u>\$ (9,159,860)</u>	<u>\$ 30,098,174</u>	<u>\$ 1,597,507</u>

Predominantly, the General Fund will be used to liquidate compensated absences and other post-employment benefits for governmental activities.

Governmental activities debt consists of the following at year-end:

\$3,290,000 Non-Ad Valorem Refunding Revenue Note, Series 2012—Issued to advance refund the principal amount of the City’s Infrastructure Sales Tax Revenue Bonds, Series 2004 and to pay the costs of issuance. Interest is payable semi-annually at a rate of 2.035% with final maturity on September 1, 2024.

\$4,610,000 Non-ad Valorem Refunding Revenue Note Payable, Series 2010—Issued to redeem the Series 1999 Infrastructure Sales Tax Revenue Bonds and to finance capital improvements. Interest is payable semi-annually at 3.66% with final maturity on September 1, 2024. The loan is secured by the City's covenant to budget and appropriate its share from the collection of the one-half cent discretionary infrastructure sales surtax and a pledge of those revenues.

\$3,180,000 Loan Payable Series 2005B, Florida Municipal Loan Council—Funds borrowed to refinance a portion of the Series 1999B Florida Municipal Loan Council loan payable. The City has pledged to appropriate in its annual budget sufficient non-ad valorem revenues to satisfy the required loan payments. The loan is payable over 14 years, with semi-annual interest payable at rates varying from 3.0% to 5.0%.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

\$400,000 Loans Payable to Hillsborough County—Funds borrowed by the CRA under the Florida Brownfields Act for the redevelopment of two City properties. The loans are non-interest bearing to be repaid upon sale of the properties or at maturity in 10 years. At September 30, 2017, the City had drawn a total of \$251,250 of the available funds.

The following is a summary of changes in long-term debt for the business-type activities of the City for the year ended September 30, 2017:

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
SRF Loan Fund, Wastewater Treatment Plant	\$ 1,901,952	\$ -	\$ (138,140)	\$ 1,763,812	\$ 141,545
SRF Loan Fund, Wastewater Treatment Plant	27,460,088	-	(1,996,788)	25,463,300	2,045,590
SRF Loan Fund, Wastewater Treatment Plant	3,391,778	-	(245,644)	3,146,134	251,823
SRF Loan Fund, Pistol Range Regional Stormwater Facility	101,092	-	(24,145)	76,947	24,882
SRF Loan Fund, Grant Hunter Pond Stormwater Pollution Control	212,945	-	(27,814)	185,131	28,640
Compensated Absences	479,241	233,015	(240,615)	471,641	247,834
Other Post-Employment Benefits	1,114,598	123,685	(37,595)	1,200,688	-
Landfill Closure Costs	106,506	-	(50,000)	56,506	-
Total Business-type Activities	<u>\$ 34,768,200</u>	<u>\$ 356,700</u>	<u>\$ (2,760,741)</u>	<u>\$ 32,364,159</u>	<u>\$ 2,740,314</u>

Business-type activities debt consists of the following at year-end:

\$2,670,199 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.45% with final maturity on July 15, 2028.

\$40,000,000 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.35% to 2.51% with final maturity on July 15, 2028.

\$5,000,000 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.5% with final maturity on July 15, 2028.

\$405,530 State Revolving Fund Loan—Funds borrowed to finance the construction of the Pistol Range Regional Stormwater Facility. The loan is secured by pledged revenues of stormwater utility fees and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 3.03% with final maturity on August 15, 2020.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

\$509,313 State Revolving Fund Loan—Funds borrowed to finance the construction of stormwater pollution control facilities (Grant Hunter Pond). The loan is secured by pledged revenues of stormwater utility fees and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.95% with final maturity on April 15, 2023.

The annual debt service requirements to maturity for debt outstanding as of September 30, 2017, are as follows:

<u>Fiscal Year Ending</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2018	\$ 980,000	\$ 187,795	\$ 2,492,480	\$ 733,149
2019	1,025,000	152,058	2,553,910	671,719
2020	1,060,000	114,486	2,616,857	608,772
2021	705,000	85,321	2,654,128	544,475
2022	976,250	64,881	2,719,392	479,212
2023-2027	1,505,000	66,182	14,490,795	1,366,649
2028	-	-	3,107,762	56,949
	<u>\$ 6,251,250</u>	<u>\$ 670,723</u>	<u>\$ 30,635,324</u>	<u>\$ 4,460,925</u>

Defeasance of Long-term Debt

A portion of the proceeds of the Series 1999 Revenue Bonds was deposited in trust in an escrow account to provide for future debt service on a portion of the City's Series 1995 Revenue Bonds. As a result, that portion of the Series 1995 Revenue Bonds is considered defeased, and the City has removed that liability from its accounts. The outstanding principal balance of the defeased bonds is \$1,120,000 at September 30, 2017, with final maturity on October 1, 2020.

A portion of the proceeds of the Florida Municipal Loan Council Loan Payable, Series 2005B was deposited in trust in an escrow account to provide for the future debt service on a portion of the Florida Municipal Loan Council Loan Payable, Series 1999B. As a result, that portion of the Series 1999B loan is considered defeased, and the City has removed that liability from its accounts. The outstanding principal balance of the defeased loan is \$1,065,000 at September 30, 2017, with final maturity November 1, 2019.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity

The following is a summary of fund balances as of September 30, 2017:

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total
Nonspendable				
Inventory	\$ 66,878	\$ -	\$ -	\$ 66,878
	<u>66,878</u>	<u>-</u>	<u>-</u>	<u>66,878</u>
Restricted				
Police Operations	313,210	-	-	313,210
Veterans Memorial	10,088	-	-	10,088
Library	52,387	-	-	52,387
Streets	-	-	1,716,064	1,716,064
Community Development	-	1,463,540	1,097,293	2,560,833
Capital Projects	-	-	4,469,211	4,469,211
Debt Service	-	-	510,605	510,605
	<u>375,685</u>	<u>1,463,540</u>	<u>7,793,173</u>	<u>9,632,398</u>
Committed				
Cemetery Escrow	1,657,719	-	-	1,657,719
Capital Projects	-	-	9,910,995	9,910,995
	<u>1,657,719</u>	<u>-</u>	<u>9,910,995</u>	<u>11,568,714</u>
Assigned				
Liability Insurance	1,179,172	-	-	1,179,172
Subsequent Year's Appropriations	2,456,857	-	-	2,456,857
Encumbrances	95,203	-	-	95,203
	<u>3,731,232</u>	<u>-</u>	<u>-</u>	<u>3,731,232</u>
Unassigned	<u>11,491,153</u>	<u>-</u>	<u>-</u>	<u>11,491,153</u>
Total Fund Balances	<u>\$ 17,322,667</u>	<u>\$ 1,463,540</u>	<u>\$ 17,704,168</u>	<u>\$ 36,490,375</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. CRA Fund

In accordance with the provisions of Florida Statutes, the City has established a Community Redevelopment Trust Fund to account for funds held by the City for and on behalf of the CRA. These funds, which arise from incremental increases in ad valorem taxes levied each year, are disbursed to the agency as provided by appropriation ordinance. The funds are to be used for community redevelopment activities as approved by the CRA and pursuant to the City's community redevelopment plan.

A summary of the available funding for future projects of the CRA Fund at year-end are as follows:

Funds Available for Projects at September 30, 2016		\$ 1,175,399
Inflow		
County Property Tax Increment	\$ 561,166	
City Property Tax Increment	461,653	
Tampa Port Authority	14,195	\$ 1,037,014
Outflow		
State Filing Fee	175	
Professional and Contractual Services	257,210	
Office Supplies	1,524	
Utilities	792	
Insurance	4,224	
Building and Property Maintenance	31,899	
Subscription and Membership	350	
Advertising and Promotion	8,882	
Laura Street - Cooper Pond	14,527	
Property Acquisition	270,253	
Railroad Quiet Zones	74,037	
Aid to Private Organization	75,000	
Incentive	10,000	748,873
Funds Available For Future Projects at Year-End		\$ 1,463,540
Future Projects		
Committed Funds for Purchase of Land and Infrastructure Improvements to Reduce Slum and Blight	\$ 455,044	
Downtown Landscape	225,000	
Westside Integrated Treatment	134,492	
Wheeler Street Ponds	100,000	
Railroad Quiet Zones	138,531	
Infrastructure Improvements	110,473	
Downtown Parking Lot	300,000	
Total Future Projects		\$ 1,463,540

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION

A. Risk Management

The City has established a self-insured Workers' Compensation Fund (an Internal Service Fund) to account for and partially finance its uninsured risks of loss due to work-related injuries suffered by employees of the City. Under this program, the Workers' Compensation Fund provides coverage of up to \$300,000 in claims per employee, per incident, to an annual maximum liability of \$1,000,000 in aggregate claims. The City has purchased workers' compensation insurance for claims in excess of the coverage provided by the Fund.

All departments of the City participate in the program and make payments to the Workers' Compensation Fund based on estimates, by an outside administrator, of the amounts needed to pay prior and current year claims and to accumulate a reserve for future catastrophic losses. Unrestricted net position of the fund is \$821,967 at September 30, 2017.

The claims liability of \$326,472 reported in the Fund at year-end is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported, if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's estimated claims liability amounts for the last two fiscal years were as follows:

	<u>Beginning Liability</u>		<u>Current Year Claims/Change in Estimate</u>		<u>Claim Payments</u>		<u>Ending Liability</u>
2014-2015	\$ 197,338		\$ 331,979		\$ (222,310)		\$ 307,007
2015-2016	307,007		327,503		(276,437)		358,073
2016-2017	358,073		252,076		(283,677)		326,472

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There have been no significant reductions in insurance coverage from the previous year. Settlement amounts have not exceeded insurance coverage for the current year nor for the three prior years.

B. Contingent Liabilities

The City receives revenues from various federal grants. These grants are for specific purposes and are subject to review and audit by the grantor agencies. Such audits could result in disallowed expenditures under the terms of the grants. Based upon prior experience, City management believes such disallowances, if any, would be immaterial.

The City is involved in legal actions which, in the opinion of management, will not have a material effect on the financial statements of the City.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

C. Landfill Post-closure Care Costs

The City operated a solid waste landfill from September 1976, until April 1981. Final closure of the landfill was in September 1989. State and Federal laws and regulations require the City to perform certain ongoing maintenance and monitoring functions at the landfill site for 30 years after closure. The amount of landfill post-closure liability recorded at September 30, 2017, is \$56,506, which represents the estimated remaining current cost of all post-closure care. Due to changes in site conditions, inflation, technology, laws or regulations, these costs may change in the future. These costs are being funded on a cash basis.

D. Post-employment Benefits Other Than Pensions

Plan Description and Funding Policy

The City administers a single employer defined benefit health care and life insurance plan. The plan provides lifetime healthcare and life insurance for eligible retirees and their spouses through the City's group health and life insurance plan, which covers both active and retired members. Retirees and their dependents are permitted to retain coverage under the City's healthcare plan as long as they pay the full premium. This conforms with the minimum requirement for governmental employers under Florida state law. The City's contributions to active employees is limited to a fixed dollar contribution as approved by the City Commission, and the City is not required to contribute any additional amounts to provide benefits. Funding is on a "pay as you go" basis. The plan does not issue a publicly available financial report.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

	2017
Annual Required Contribution	\$ 401,656
Interest on Net OPEB Obligation	118,110
Adjustment to Annual Required Contribution	(160,694)
Total Expense or Annual OPEB Cost	359,072
Actual Contribution Toward OPEB Cost	(109,141)
Increase in Net OPEB Obligation	249,931
Net OPEB Obligation, Beginning of Year	3,374,584
Net OPEB Obligation, End of Year	\$ 3,624,515

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for fiscal years 2017, 2016, and 2015, are as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
09/30/17	\$ 359,072	\$ 109,141	30.40%	\$ 3,624,515
09/30/16	317,321	68,289	21.52%	3,374,584
09/30/15	361,617	78,777	21.78%	3,125,552

Funding Status and Funding Progress

As of the most recent actuarial valuation, the funded status of the plan was as follows:

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded Actuarial Accrued Liability (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
10/1/2015	\$ -	\$ 2,478,634	\$ 2,478,634	0%	\$ 16,230,513	15.3%

The schedule of funding progress included as required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and 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 plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

The City's OPEB actuarial calculation used the entry age normal cost actuarial method to estimate the unfunded liability and to determine the annual required contribution. The amortization method is a level percentage, closed with a remaining 21 year amortization period as of September 30, 2017. Although the OPEB liability is currently unfunded, the actuarial assumptions include a 3.5% investment rate of return on invested assets (including inflation at 2.5%). The actuarial assumptions included projected salary increases of 6% per year (including inflation at 2.5%) and a 3.5% payroll growth assumption. The initial trend rate for costs was 15% for the first year, 6.5% the second year, 6.25% the third year, to an ultimate trend rate of 4.46% in 2041.

E. Pension Plan Information

Defined Contribution Plan

The City provides pension benefits for all other employees through a defined contribution plan "The City of Plant City Miscellaneous Employees' Money Purchase Retirement Plan" (the "Plan") administered by the Florida League of Cities, Inc. It is a qualified plan under Section 401(a) of the Internal Revenue Code. In a defined contribution plan, benefits depend solely on amount contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment. The City contributes an amount equal to 8% of total wages for each eligible employee. The City's contributions for each employee and earnings on investments allocated to the employee's account are fully vested after five years of continuous service. City contributions for, and investment earnings forfeited by, employees who leave employment before five years of service are used to reduce the City's current period contribution requirement. The City Commission has the authority to amend Plan provisions, including contribution rates.

The City's contributions to the Plan for the year ended September 30, 2017, totaled \$1,089,450.

Defined Benefit Plan

The City maintains for its safety employees a single employer defined benefit pension plan administered by the Plan's Board of Trustees which is comprised of two City employees, one police officer and one firefighter, and the fifth member is elected by the other four and is appointed by the City. The Safety Employees' Retirement Plan (the "Plan") provides retirement, disability and death benefits to all of its police and fire department employees who qualify as Plan members. The Plan has been in existence since October 1, 1960, and is a deposit administration type plan. The City Commission has the authority to amend Plan provisions, including contribution rates. The Plan does not issue a stand-alone financial report and is not included in any other retirement system or entity's financial report.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

Membership

Membership in the Plan consisted of the following at October 1, 2017, the date of the latest actuarial valuation:

Inactive Plan Members or Beneficiaries currently receiving benefits	81
Inactive Plan Members entitled to but not yet receiving benefits	13
Active Plan Members	99
Total	193

Participants in the Safety Employees' Retirement Plan are required to make contributions to the plan equal to 10% of the participant's earnings. Contributions from participants in the Safety Employees' Retirement Plan amounted to \$670,543 for the fiscal year ended September 30, 2017. The State and City contribute the remaining required annual contribution, which amounted to \$543,278 and \$2,428,430, respectively, for the fiscal year ended September 30, 2017. The State of Florida makes contributions from taxes on casualty insurance premiums. The City recognized these on-behalf payments from the State as revenues and expenditures in the governmental fund financial statements.

The following is a summary of the funding policies, contribution methods and benefit provision of the defined benefit plan for safety employees:

Eligibility to Participate	Full-time Sworn Police Officers or Certified Firefighters
Required Employer Contributions	Actuarially Determined
Required Member Contributions	10% of W-2 income, plus tax-exempt and tax-deferred items of income
Funding of Administrative Costs	Investment Earnings
Vesting	10 years
Normal Retirement	Earlier of: (1) age 60, (2) the completion of 20 years of credited service, regardless of age, or (3) the attainment of age 55 with 10 years of credited service For Members hired on or after September 26, 2016, it will be the earlier of: (1) age 52 and the completion of 25 years of credited service, or (2) the attainment of age 55 with 10 years of credited service
Early Retirement	Age 50 and 10 years of credited service

The Plan also has provision for benefits in case of death or disability.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

Investment Policy

The following was the Board’s adopted asset allocation policy as of September 30, 2017:

Asset Class	Target Allocation
Domestic Equity	35.0%
International Equity	12.0%
Bonds	28.0%
High Yield Bonds	5.0%
Convertibles	8.0%
Private Real Estate	5.0%
MLPs	5.0%
Cash	2.0%
Total	100.0%

Concentrations

There were no investments (other than U.S. government and U.S. government-guaranteed obligations) that represent more than 5% of net position restricted for benefits.

There are no investments in, loans to, or leases with, any City official, government employer official, party related to a town official or government employer official, non-employer contributor, or organization included in the reporting entity.

Rate of return – For the year ended September 30, 2017, the annual money-weighted rate of return on the City’s pension plan investments, net of pension plan investment expense, was 10.97%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program (DROP) – The City has a DROP for the Safety Employees’ Pension plan. A participant may join when he/she has satisfied normal retirement requirements (earlier of age 60, age 55 with the completion of 10 years of credited service, or 20 years of credited service). Participation in the DROP cannot exceed 96 months. DROP benefits at the participant’s election include: a) actual net rate of investment return, or b) 1.5% less than the actuarial assumption at the time of DROP. The DROP balance as of September 30, 2017, is \$1,269,609.

Net Pension Liability of the City

Effective October 1, 2014, the City implemented the provisions of GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, as well as Statement No. 71, *Pension Transition for Contributions made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, which significantly changed the disclosures required related to the plans. The information disclosed on the following pages is presented in accordance with this new standard. The City’s Plan does not issue separate financial statements.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

The measurement date for the City’s net pension liability is September 30, 2016. The total pension liability used to calculate the net pension liability was determined as of that date. The components of the net pension liability of the City for its September 30, 2017, financial statements, were as follows:

Total pension liability	\$ 56,353,107
Plan fiduciary net position	(36,313,592)
City's net pension liability	<u>\$ 20,039,515</u>
Plan fiduciary net position as a percentage of total pension liability	64.44%

For the year ended September 30, 2017, the City recognized pension expense of \$3,057,039 for the plan. At September 30, 2017, the City reported deferred outflows of resources and deferred inflows related to its pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 434,580
Changes in assumptions	1,759,734	-
Differences between expected and actual earnings on pension plan investments	1,114,230	-
City pension plan contributions subsequent to the measurement date	2,971,708	-
Total	<u>\$ 5,845,672</u>	<u>\$ 434,580</u>

The deferred outflows of resources related to the Pension Plan, totaling \$2,971,708 resulting from City and State contributions to the plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the plans will be recognized in pension expense as follows:

Year ended September 30,	
2018	\$ 783,662
2019	783,662
2020	863,221
2021	8,839
Total	<u>\$ 2,439,384</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

The required schedule of changes in the City’s net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of October 1, 2015, with update procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2016, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.70%
Salary Increases	4.00-10.00%
Discount Rate	7.50%
Investment Rate of Return	7.50%

The actuarial assumptions used in the October 1, 2017, valuation were based on the results of an actuarial experience study dated May 5, 2014.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of September 30, 2017, are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Equity	7.0%
International Equity	3.7%
Bonds	4.0%
High Yield Bonds	5.9%
Convertibles	6.0%
Private Real Estate	4.8%
MLPs	9.7%
Cash	0.8%

Discount Rate: The discount rate used to measure the total pension liability for the Safety Employees’ plan was 7.50%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liabilities of the City, calculated using the discount rates noted above, as well as what the City's net pension liabilities would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
City's Net Pension Liability	\$ 26,932,406	\$ 20,039,515	\$ 14,355,865

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2016, and the current sharing pattern of costs between employer and employee.

The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position for the City's pension plan as of and for the year ended September 30, 2017, is as follows:

	Safety Employees' Retirement Fund
Assets	
Cash and Cash Equivalents	\$ 980,393
Receivables	
Contributions	250,360
Accrued Interest and Dividends	81,637
Total Receivables	331,997
Investments at Fair Value	
U.S. Government Agencies	3,580,208
Corporate Bonds and Notes	7,080,591
Common Stock	15,824,161
Mutual Funds	13,253,399
Total Investments	39,738,359
Total Assets	41,050,749
Net Position	
Restricted for Pension Benefits	\$ 41,050,749

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 4 – OTHER INFORMATION (CONTINUED)

	Safety Employees' Retirement Fund
Additions	
Contributions	
Employer	\$ 2,428,430
Employee	670,543
State of Florida	543,278
Total Contributions	3,642,251
Investment Income	
Interest and Dividends	1,001,901
Net Appreciation (Depreciation) in Fair Value of Investments	3,096,432
Net Investment Income	4,098,333
Total Additions	7,740,584
Deductions	
Pension Benefits	2,861,699
Administrative Expenses	141,728
Total Deductions	3,003,427
Change in Net Position	4,737,157
Net Position, Beginning of Year	36,313,592
Net Position, End of Year	\$ 41,050,749

REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 8,339,654	\$ 8,339,654	\$ 8,561,406	\$ 221,752
Utility Taxes	3,790,000	3,790,000	4,529,890	739,890
Business Taxes	505,000	505,000	530,728	25,728
Communication Services Tax	1,250,000	1,250,000	1,146,197	(103,803)
Insurance Premium Tax	515,000	515,000	543,278	28,278
Franchise Fees	3,705,000	3,705,000	3,934,776	229,776
Fees and Permits	809,200	809,200	777,126	(32,074)
Fines and Forfeitures	131,400	131,400	188,013	56,613
Intergovernmental	4,533,320	4,631,586	4,901,792	270,206
Charges for Services	1,432,800	1,432,800	1,719,088	286,288
Contributions	13,000	18,250	23,455	5,205
Interest Revenue	10,000	10,000	135,634	125,634
Miscellaneous	32,000	32,000	488,290	456,290
Total Revenues	<u>25,066,374</u>	<u>25,169,890</u>	<u>27,479,673</u>	<u>2,309,783</u>
Expenditures				
Current				
General Government				
City Commission	37,742	37,742	35,744	1,998
Legal Department	143,724	143,724	142,044	1,680
City Manager	248,576	248,576	244,478	4,098
City Clerk/Records Management	162,411	160,211	107,391	52,820
Human Resources/Risk Management	173,073	173,073	154,514	18,559
Information Technology	231,167	231,167	203,924	27,243
Special Appropriations	728,475	783,306	473,974	309,332
Finance	477,798	477,364	415,328	62,036
Purchasing	106,345	106,295	104,206	2,089
Planning and Zoning	265,051	265,041	260,819	4,222
Engineering	692,716	693,201	619,354	73,847
General Services	1,127,594	1,131,844	1,050,801	81,043
Total General Government	<u>4,394,672</u>	<u>4,451,544</u>	<u>3,812,577</u>	<u>638,967</u>
Public Safety				
Fire	5,102,905	5,170,340	5,061,324	109,016
Police	9,970,269	10,021,664	9,632,206	389,458
Building Inspections	817,736	817,686	743,594	74,092
Total Public Safety	<u>15,890,910</u>	<u>16,009,690</u>	<u>15,437,124</u>	<u>572,566</u>
Physical Environment				
Parks Maintenance	358,700	358,700	327,360	31,340
Code Enforcement	309,007	307,783	266,730	41,053
Total Physical Environment	<u>667,707</u>	<u>666,483</u>	<u>594,090</u>	<u>72,393</u>
Transportation				
Motor Garage	37,900	37,900	2,128	35,772
Total Transportation	<u>37,900</u>	<u>37,900</u>	<u>2,128</u>	<u>35,772</u>

(Continued)

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures				
Economic Development				
Community Redevelopment Agency	\$ 461,653	\$ 461,653	\$ 461,653	\$ -
Total Economic Development	<u>461,653</u>	<u>461,653</u>	<u>461,653</u>	<u>-</u>
Culture and Recreation				
Recreation	1,225,893	1,218,853	1,196,055	22,798
Parks	3,110,641	3,094,271	3,004,586	89,685
Library	853,566	866,966	761,123	105,843
Total Culture and Recreation	<u>5,190,100</u>	<u>5,180,090</u>	<u>4,961,764</u>	<u>218,326</u>
Capital Outlay	171,140	338,065	244,270	93,795
Total Expenditures	<u>26,814,082</u>	<u>27,145,425</u>	<u>25,513,606</u>	<u>1,631,819</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,747,708)</u>	<u>(1,975,535)</u>	<u>1,966,067</u>	<u>3,941,602</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	48,900	48,900
Transfers Out	(845,221)	(883,127)	(883,127)	-
Total Other Financing Sources (Uses)	<u>(845,221)</u>	<u>(883,127)</u>	<u>(834,227)</u>	<u>48,900</u>
Net Change in Fund Balance	(2,592,929)	(2,858,662)	1,131,840	3,990,502
Fund Balance, Beginning	16,190,827	16,190,827	16,190,827	-
Fund Balance, Ending	<u>\$ 13,597,898</u>	<u>\$ 13,332,165</u>	<u>\$ 17,322,667</u>	<u>\$ 3,990,502</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
COMMUNITY REDEVELOPMENT AGENCY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 577,318	\$ 575,360	\$ 575,361	\$ 1
Intergovernmental	462,653	461,653	461,653	-
Total Revenues	<u>1,039,971</u>	<u>1,037,013</u>	<u>1,037,014</u>	<u>1</u>
Expenditures				
Current				
Economic Environment	467,420	549,624	390,056	159,568
Capital Outlay	625,000	1,400,961	358,817	1,042,144
Total Expenditures	<u>1,092,420</u>	<u>1,950,585</u>	<u>748,873</u>	<u>1,201,712</u>
Net Change in Fund Balance	(52,449)	(913,572)	288,141	1,201,713
Fund Balance, Beginning	1,175,399	1,175,399	1,175,399	-
Fund Balance, Ending	<u>\$ 1,122,950</u>	<u>\$ 261,827</u>	<u>\$ 1,463,540</u>	<u>\$ 1,201,713</u>

**CITY OF PLANT CITY, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET COMPARISONS**

SEPTEMBER 30, 2017

On or before September 1 each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. A public hearing is conducted at City Hall to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage of an ordinance.

Annual budgets are adopted for the General Fund, Special Revenue Funds and Debt Service Fund in accordance with generally accepted accounting principles. All annual appropriations lapse at the end of each fiscal year for these funds. Project length budgets are adopted for Capital Project Funds. Appropriations in these funds remain open and carry over to succeeding years until the related expenditures are made, modified or cancelled.

Budgetary control is maintained at the department level. Department heads are permitted to transfer appropriations between line items within their department, with the approval of the City Manager. All other types of budget transfers or amendments must be approved by the City Commission. Expenditures may not legally exceed budgeted appropriations at the department level.

**CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SEPTEMBER 30, 2017
(UNAUDITED)**

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS - SAFETY EMPLOYEES**

Reporting Period Ending Measurement Date	9/30/2015 <u>9/30/2014</u>	9/30/2016 <u>9/30/2015</u>	9/30/2017 <u>9/30/2016</u>	9/30/2018 <u>9/30/2017</u>
Total pension liability				
Service cost	\$ 1,492,763	\$ 1,495,811	\$ 1,653,939	\$ 1,748,152
Interest on total pension liability	3,616,029	3,779,930	3,952,881	4,247,163
Change in excess state money	34,094	52,791	(333,475)	-
Differences between expected and actual experience	-	(231,630)	(369,503)	-
Changes in assumptions	-	1,370,307	1,171,937	276,735
Contributions - buy back	-	126,105	3,910	-
Benefit payments, including refunds of employee contributions	<u>(2,682,691)</u>	<u>(3,311,295)</u>	<u>(2,222,409)</u>	<u>(2,944,845)</u>
Net change in total pension liability	<u>2,460,195</u>	<u>3,282,019</u>	<u>3,857,280</u>	<u>3,327,205</u>
Total pension liability - beginning	<u>46,753,613</u>	<u>49,213,808</u>	<u>52,495,827</u>	<u>56,353,107</u>
Total pension liability - ending (a)	<u>\$ 49,213,808</u>	<u>\$ 52,495,827</u>	<u>\$ 56,353,107</u>	<u>\$ 59,680,312</u>
Plan fiduciary net position				
Contributions - employer	\$ 2,271,679	\$ 2,260,706	\$ 2,188,239	\$ 2,428,430
Contributions - state	508,305	517,964	528,282	543,278
Contributions - employee	623,658	737,626	646,277	670,543
Net investment income	2,684,626	(612,817)	3,200,293	4,098,333
Benefit payments, including refunds of member contributions	(2,682,691)	(3,316,293)	(2,222,409)	(2,861,699)
Administrative expenses	<u>(117,715)</u>	<u>(130,132)</u>	<u>(135,259)</u>	<u>(141,728)</u>
Net change in plan fiduciary net position	<u>3,287,862</u>	<u>(542,946)</u>	<u>4,205,423</u>	<u>4,737,157</u>
Plan fiduciary net position - beginning	<u>29,363,253</u>	<u>32,651,115</u>	<u>32,108,169</u>	<u>36,313,592</u>
Plan fiduciary net position - ending (b)	<u>\$ 32,651,115</u>	<u>\$ 32,108,169</u>	<u>\$ 36,313,592</u>	<u>\$ 41,050,749</u>
City's net pension liability - ending (a) - (b)	<u>\$ 16,562,693</u>	<u>\$ 20,387,658</u>	<u>\$ 20,039,515</u>	<u>\$ 18,629,563</u>
Plan fiduciary net position as a percentage of the total pension liability	66.35%	61.16%	64.44%	68.78%
Covered-employee payroll	\$ 5,898,563	\$ 6,508,413	\$ 6,421,006	\$ 6,699,828
City's net pension liability as a percentage of covered-employee payroll	280.79%	313.25%	312.09%	278.06%

Notes to the Schedule:

For the 9/30/15 measurement date, amounts reported as changes of assumptions result from lowering the investment rate of return from 7.75% to 7.5%.

The schedule will present 10 years of information once it is accumulated.

**CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SEPTEMBER 30, 2017
(UNAUDITED)**

**SCHEDULE OF CONTRIBUTIONS
SAFETY EMPLOYEES**

Reporting Period Ending Measurement Date	9/30/2015 9/30/2014	9/30/2016 9/30/2015	9/30/2017 9/30/2016	9/30/2018 9/30/2017
Actuarially determined contribution	\$ 2,323,784	\$ 2,441,481	\$ 2,531,000	\$ 2,709,332
Contributions in relation to the actuarially determined contribution	2,779,984	2,778,670	2,716,521	2,971,708
Contribution deficiency (excess)	<u>\$ (456,200)</u>	<u>\$ (337,189)</u>	<u>\$ (185,521)</u>	<u>\$ (262,376)</u>
Covered employee payroll	\$ 5,898,563	\$ 6,508,413	\$ 6,421,006	\$ 6,699,828
Contributions as a percentage of covered-employee payroll	47.13%	42.69%	42.31%	44.35%

Notes to the Schedule:

Valuation Date: October 1, 2017
Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Funding method: Entry age normal actuarial cost method

Amortization method: Level percentage of pay, closed

Remaining amortization period: 30 years (as of 10/1/2015)

Mortality:

RP-2000 Table with no projection - disabled lives set forward 5 years. Based on a study of over 650 public safety funds, this table reflects a 10% margin for future mortality improvements.

Interest Rate: 7.50% per year, compounded annually, net of investment-related expenses.

Retirement age: The earlier of age 60, age 55 with the completion of 10 years of credited service or the completion of 20 years of credited service. Members who are eligible to retire on the valuation date are assumed to work one additional year.

Early retirement: Commencing with the earliest early retirement age (50), members are assumed to retire with an immediate subsidized benefit at the rate of 5% per year.

Disability and Termination Rates:

See table below. It is assumed that 75% of disablements and active Member deaths are service related.

Salary increases:

6.0% per year up to the assumed retirement age. In addition, the projected salary in the year of retirement is increased 20% to account for non-regular compensation.

Payroll growth:

2.7% per year.

Asset valuation method:

Each year, the actuarial value of assets is brought forward using the historical geometric four-year average market value return. Over time, this may result in a demeris bias that is above or below the market value of assets.

Termination and Disability Rate Table:

Age	% Becoming Disabled During the Year	% Terminating During the Year
20	0.051%	12.4%
30	0.058%	10.5%
40	0.121%	5.7%
50	0.429%	1.5%

The schedule will present 10 years of information once it is accumulated.

**CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SEPTEMBER 30, 2017
(UNAUDITED)**

**SCHEDULE OF PENSION INVESTMENT RETURNS
SAFETY EMPLOYEES**

Reporting Period Ending Measurement Date	9/30/2015 <u>9/30/2014</u>	9/30/2016 <u>9/30/2015</u>	9/30/2017 <u>9/30/2016</u>	9/30/2018 <u>9/30/2017</u>
Safety Employees: Annual money-weighted rate of return, net of investment expenses	9.16%	-2.23%	9.68%	10.97%

Notes to the Schedules:

The schedules will present 10 years of information once it is accumulated.

**CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SEPTEMBER 30, 2017
(UNAUDITED)**

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
Other Post-Employment Benefits:						
10/1/2015	\$ -	\$ 2,478,634	\$ 2,478,634	0.00%	\$ 16,230,513	15.27%
10/1/2013	-	2,550,884	2,550,884	0.00%	14,667,065	17.39%
10/1/2011	-	3,545,931	3,545,931	0.00%	15,430,771	22.98%

Notes to the Schedule:

The above schedule was prepared in accordance with GASB Statements No. 43 and 45.

The actuarial assumptions used for the schedule are detailed in Note 5 of the financial statements – employer disclosure section.

OTHER SUPPLEMENTARY INFORMATION

**CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017**

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Assets							
Cash and Cash Equivalents	\$ 1,613,591	\$ 226,424	\$ 412,075	\$ -	\$ -	\$ 14,619,212	\$ 16,871,302
Due from Other Governments	168,995	-	332,184	-	-	-	501,179
Loans Receivable	-	102,951	-	-	-	-	102,951
Restricted Cash	-	-	-	393,992	426,957	-	820,949
Land Held for Resale	-	161,577	-	-	-	-	161,577
Total Assets	\$ 1,782,586	\$ 490,952	\$ 744,259	\$ 393,992	\$ 426,957	\$ 14,619,212	\$ 18,457,958
Liabilities and Fund Balances							
Liabilities							
Accounts Payable	\$ 53,954	\$ 24,512	\$ -	\$ -	\$ -	\$ 239,006	\$ 317,472
Due to Other Governments	-	109,080	-	-	-	-	109,080
Other Current Liabilities	12,568	-	-	-	-	-	12,568
Unearned Revenues	-	-	-	-	310,344	-	310,344
Total Liabilities	66,522	133,592	-	-	310,344	239,006	749,464
Deferred Inflows of Resources							
Unavailable Revenues	-	4,326	-	-	-	-	4,326
Total Deferred Inflows	-	4,326	-	-	-	-	4,326
Fund Balances							
Restricted	1,716,064	353,034	744,259	393,992	116,613	4,469,211	7,793,173
Committed	-	-	-	-	-	9,910,995	9,910,995
Total Fund Balances	1,716,064	353,034	744,259	393,992	116,613	14,380,206	17,704,168
Total Liabilities, Deferred Inflows and Fund Balances	\$ 1,782,586	\$ 490,952	\$ 744,259	\$ 393,992	\$ 426,957	\$ 14,619,212	\$ 18,457,958

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Revenues							
Taxes	\$ 1,309,148	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,309,148
Impact Fees	-	-	-	-	-	596,888	596,888
Intergovernmental	1,321,789	156,815	1,919,502	-	389,656	-	3,787,762
Interest Revenue	17,326	1,101	27,156	-	58	21,574	67,215
Other	986	-	-	-	-	-	986
Total Revenues	<u>2,649,249</u>	<u>157,916</u>	<u>1,946,658</u>	<u>-</u>	<u>389,714</u>	<u>618,462</u>	<u>5,761,999</u>
Expenditures							
Current							
General Government	-	-	-	-	-	66,860	66,860
Transportation	1,500,856	-	-	-	-	456,033	1,956,889
Economic Development	-	159,803	-	-	-	-	159,803
Culture and Recreation	-	-	-	-	-	13,179	13,179
Debt Service							
Principal	-	-	-	625,000	320,000	-	945,000
Interest and Fiscal Charges	-	-	-	160,808	63,725	-	224,533
Capital Outlay	3,706	25,139	-	-	-	1,523,157	1,552,002
Total Expenditures	<u>1,504,562</u>	<u>184,942</u>	<u>-</u>	<u>785,808</u>	<u>383,725</u>	<u>2,059,229</u>	<u>4,918,266</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,144,687</u>	<u>(27,026)</u>	<u>1,946,658</u>	<u>(785,808)</u>	<u>5,989</u>	<u>(1,440,767)</u>	<u>843,733</u>
Other Financing Sources (Uses)							
Proceeds From Sale of Capital Assets	1,305	-	-	-	-	-	1,305
Transfers In	-	38,461	-	786,880	-	4,396,760	5,222,101
Transfers Out	(865,000)	-	(2,171,880)	-	-	-	(3,036,880)
Total Other Financing Sources (Uses)	<u>(863,695)</u>	<u>38,461</u>	<u>(2,171,880)</u>	<u>786,880</u>	<u>-</u>	<u>4,396,760</u>	<u>2,186,526</u>
Net Change in Fund Balance	280,992	11,435	(225,222)	1,072	5,989	2,955,993	3,030,259
Fund Balance, Beginning	1,435,072	341,599	969,481	392,920	110,624	11,424,213	14,673,909
Fund Balance, Ending	<u>\$ 1,716,064</u>	<u>\$ 353,034</u>	<u>\$ 744,259</u>	<u>\$ 393,992</u>	<u>\$ 116,613</u>	<u>\$ 14,380,206</u>	<u>\$ 17,704,168</u>

**CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2017**

	Capital Improvement	Streets RR&I	Community Investment RR&I	Impact Fees Library
Assets				
Cash and Cash Equivalents	\$ 3,036,994	\$ 2,350,929	\$ 4,644,588	\$ 649,387
Total Assets	<u>\$ 3,036,994</u>	<u>\$ 2,350,929</u>	<u>\$ 4,644,588</u>	<u>\$ 649,387</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$ 50,522	\$ -	\$ 70,994	\$ 12,159
Total Liabilities	<u>50,522</u>	<u>-</u>	<u>70,994</u>	<u>12,159</u>
Fund Balances				
Restricted	-	-	-	637,228
Committed	2,986,472	2,350,929	4,573,594	-
Total Fund Balances	<u>2,986,472</u>	<u>2,350,929</u>	<u>4,573,594</u>	<u>637,228</u>
Total Liabilities and Fund Balances	<u>\$ 3,036,994</u>	<u>\$ 2,350,929</u>	<u>\$ 4,644,588</u>	<u>\$ 649,387</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 1,088,294	\$ 333,217	\$ 324,433	\$ 2,191,370	\$ 14,619,212
<u>\$ 1,088,294</u>	<u>\$ 333,217</u>	<u>\$ 324,433</u>	<u>\$ 2,191,370</u>	<u>\$ 14,619,212</u>
\$ -	\$ -	\$ -	\$ 105,331	\$ 239,006
<u>-</u>	<u>-</u>	<u>-</u>	<u>105,331</u>	<u>239,006</u>
1,088,294	333,217	324,433	2,086,039	4,469,211
-	-	-	-	9,910,995
<u>1,088,294</u>	<u>333,217</u>	<u>324,433</u>	<u>2,086,039</u>	<u>14,380,206</u>
<u>\$ 1,088,294</u>	<u>\$ 333,217</u>	<u>\$ 324,433</u>	<u>\$ 2,191,370</u>	<u>\$ 14,619,212</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	<u>Capital Improvement</u>	<u>Streets RR&I</u>	<u>Community Investment RR&I</u>	<u>Impact Fees Library</u>
Revenue				
Impact Fees	\$ -	\$ -	\$ -	\$ 63,212
Interest	-	-	-	2,988
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>66,200</u>
Expenditures				
Current				
General Government	66,860	-	-	-
Transportation	-	138,472	-	-
Culture and Recreation	11,051	-	2,128	-
Capital Outlay	<u>674,242</u>	<u>-</u>	<u>573,221</u>	<u>36,991</u>
Total Expenditures	<u>752,153</u>	<u>138,472</u>	<u>575,349</u>	<u>36,991</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(752,153)</u>	<u>(138,472)</u>	<u>(575,349)</u>	<u>29,209</u>
Other Financing Sources				
Transfers In	<u>2,146,760</u>	<u>865,000</u>	<u>1,385,000</u>	<u>-</u>
Total Other Financing Sources	<u>2,146,760</u>	<u>865,000</u>	<u>1,385,000</u>	<u>-</u>
Net Change in Fund Balances	1,394,607	726,528	809,651	29,209
Fund Balances, Beginning	<u>1,591,865</u>	<u>1,624,401</u>	<u>3,763,943</u>	<u>608,019</u>
Fund Balances, Ending	<u>\$ 2,986,472</u>	<u>\$ 2,350,929</u>	<u>\$ 4,573,594</u>	<u>\$ 637,228</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 87,167	\$ 130,185	\$ 67,531	\$ 248,793	\$ 596,888
4,882	1,253	1,311	11,140	21,574
<u>92,049</u>	<u>131,438</u>	<u>68,842</u>	<u>259,933</u>	<u>618,462</u>
-	-	-	-	66,860
-	-	-	317,561	456,033
-	-	-	-	13,179
-	-	7,643	231,060	1,523,157
-	-	7,643	548,621	2,059,229
<u>92,049</u>	<u>131,438</u>	<u>61,199</u>	<u>(288,688)</u>	<u>(1,440,767)</u>
-	-	-	-	4,396,760
-	-	-	-	4,396,760
92,049	131,438	61,199	(288,688)	2,955,993
996,245	201,779	263,234	2,374,727	11,424,213
<u>\$ 1,088,294</u>	<u>\$ 333,217</u>	<u>\$ 324,433</u>	<u>\$ 2,086,039</u>	<u>\$ 14,380,206</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2017

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Assets			
Current			
Cash and Cash Equivalents	\$ 2,455,370	\$ 1,127,965	\$ 3,583,335
Investments	9,273,586	-	9,273,586
Interest Receivable	42,694	-	42,694
Total Current Assets	<u>11,771,650</u>	<u>1,127,965</u>	<u>12,899,615</u>
Noncurrent Assets			
Deposits	-	30,000	30,000
Capital Assets			
Transportation Equipment	10,973,357	-	10,973,357
Less Accumulated Depreciation	(4,882,710)	-	(4,882,710)
Total Noncurrent Assets	<u>6,090,647</u>	<u>30,000</u>	<u>6,120,647</u>
Total Assets	<u>17,862,297</u>	<u>1,157,965</u>	<u>19,020,262</u>
Liabilities			
Accounts Payable	111,372	9,526	120,898
Estimated Claims Payable	-	326,472	326,472
Total Liabilities	<u>111,372</u>	<u>335,998</u>	<u>447,370</u>
Net Position			
Investment in Capital Assets	6,090,647	-	6,090,647
Unrestricted	11,660,278	821,967	12,482,245
Total Net Position	<u>\$ 17,750,925</u>	<u>\$ 821,967</u>	<u>\$ 18,572,892</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Operating Revenues			
Charges for Services	\$ 2,699,780	\$ 256,643	\$ 2,956,423
Total Operating Revenues	<u>2,699,780</u>	<u>256,643</u>	<u>2,956,423</u>
Operating Expenses			
Other Services and Charges	-	252,076	252,076
Depreciation	1,473,905	-	1,473,905
Total Operating Expenses	<u>1,473,905</u>	<u>252,076</u>	<u>1,725,981</u>
Operating Income	<u>1,225,875</u>	<u>4,567</u>	<u>1,230,442</u>
Nonoperating Revenues (Expenses)			
Interest Revenue	75,021	6,091	81,112
Loss on Sale of Equipment	(50,797)	-	(50,797)
Total Nonoperating Revenues (Expenses)	<u>24,224</u>	<u>6,091</u>	<u>30,315</u>
Income Before Transfers	1,250,099	10,658	1,260,757
Transfers In	<u>88,332</u>	<u>-</u>	<u>88,332</u>
Change in Net Position	1,338,431	10,658	1,349,089
Net Position, Beginning	16,412,494	811,309	17,223,803
Net Position, Ending	<u>\$ 17,750,925</u>	<u>\$ 821,967</u>	<u>\$ 18,572,892</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR YEAR ENDED SEPTEMBER 30, 2017

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Cash Flows from Operating Activities			
Cash Received from Other Funds for Goods and Services	\$ 2,699,780	\$ 256,643	\$ 2,956,423
Payments to Suppliers for Goods and Services	111,372	(280,793)	(169,421)
Net cash provided by (used by) operating activities	<u>2,811,152</u>	<u>(24,150)</u>	<u>2,787,002</u>
Cash Flows from Noncapital Financing Activities			
Transfers In	88,332	-	88,332
Net cash provided by noncapital financing activities	<u>88,332</u>	<u>-</u>	<u>88,332</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(2,785,837)	-	(2,785,837)
Net cash used by capital and related financing activities	<u>(2,785,837)</u>	<u>-</u>	<u>(2,785,837)</u>
Cash Flows from Investing Activities			
Purchase of Investments	(7,814,317)	-	(7,814,317)
Interest and Investment Earnings	33,061	6,091	39,152
Net cash provided by (used by) investing activities	<u>(7,781,256)</u>	<u>6,091</u>	<u>(7,775,165)</u>
Net change in cash and cash equivalents	(7,667,609)	(18,059)	(7,685,668)
Cash and Cash Equivalents, Beginning of Year	10,122,979	1,146,024	11,269,003
Cash and Cash Equivalents, End of Year	<u>\$ 2,455,370</u>	<u>\$ 1,127,965</u>	<u>\$ 3,583,335</u>
Reconciliation of Operating Income to Net Cash Provided by (Used by) Operating Activities			
Operating Income	\$ 1,225,875	\$ 4,567	\$ 1,230,442
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used by) Operating Activities			
Depreciation	1,473,905	-	1,473,905
Changes in Assets and Liabilities			
Accounts Payable	111,372	2,884	114,256
Estimated Claims Payable	-	(31,601)	(31,601)
Net Cash Provided by (Used by) Operating Activities	<u>\$ 2,811,152</u>	<u>\$ (24,150)</u>	<u>\$ 2,787,002</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
STREETS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 1,250,000	\$ 1,250,000	\$ 1,309,148	\$ 59,148
Intergovernmental	522,956	1,222,956	1,321,789	98,833
Interest revenue	-	-	17,326	17,326
Other	-	-	986	986
Total Revenues	<u>1,772,956</u>	<u>2,472,956</u>	<u>2,649,249</u>	<u>176,293</u>
Expenditures				
Current				
Transportation	1,588,825	1,618,679	1,500,856	117,823
Capital Outlay	-	5,800	3,706	2,094
Total Expenditures	<u>1,588,825</u>	<u>1,624,479</u>	<u>1,504,562</u>	<u>119,917</u>
Excess of Revenues Over Expenditures	<u>184,131</u>	<u>848,477</u>	<u>1,144,687</u>	<u>296,210</u>
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	-	-	1,305	1,305
Transfers out	(204,905)	(904,905)	(865,000)	39,905
Total Other Financing Sources (Uses)	<u>(204,905)</u>	<u>(904,905)</u>	<u>(863,695)</u>	<u>41,210</u>
Net Change in Fund Balance	(20,774)	(56,428)	280,992	337,420
Fund Balance, Beginning	1,435,072	1,435,072	1,435,072	-
Fund Balance, Ending	<u>\$ 1,414,298</u>	<u>\$ 1,378,644</u>	<u>\$ 1,716,064</u>	<u>\$ 337,420</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 346,095	\$ 601,068	\$ 156,815	\$ (444,253)
Interest revenue	-	-	1,101	1,101
Total Revenues	<u>346,095</u>	<u>601,068</u>	<u>157,916</u>	<u>(443,152)</u>
Expenditures				
Current				
Economic development	138,461	180,975	159,803	21,172
Capital Outlay	246,095	478,105	25,139	452,966
Total Expenditures	<u>384,556</u>	<u>659,080</u>	<u>184,942</u>	<u>474,138</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(38,461)</u>	<u>(58,012)</u>	<u>(27,026)</u>	<u>30,986</u>
Other Financing Sources				
Transfers in	38,461	38,461	38,461	-
Total Other Financing Sources	<u>38,461</u>	<u>38,461</u>	<u>38,461</u>	<u>-</u>
Net Change in Fund Balance	-	(19,551)	11,435	30,986
Fund Balance, Beginning	341,599	341,599	341,599	-
Fund Balance, Ending	<u>\$ 341,599</u>	<u>\$ 322,048</u>	<u>\$ 353,034</u>	<u>\$ 30,986</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
COMMUNITY INVESTMENT TAX FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 1,880,000	\$ 1,880,000	\$ 1,919,502	\$ 39,502
Interest revenue	-	-	27,156	27,156
Total Revenues	<u>1,880,000</u>	<u>1,880,000</u>	<u>1,946,658</u>	<u>66,658</u>
Expenditures				
Current				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>1,880,000</u>	<u>1,880,000</u>	<u>1,946,658</u>	<u>66,658</u>
Other Financing Sources				
Transfers out	<u>(2,172,841)</u>	<u>(2,172,841)</u>	<u>(2,171,880)</u>	<u>961</u>
Total Other Financing Sources	<u>(2,172,841)</u>	<u>(2,172,841)</u>	<u>(2,171,880)</u>	<u>961</u>
Net Change in Fund Balance	(292,841)	(292,841)	(225,222)	67,619
Fund Balance, Beginning	969,481	969,481	969,481	-
Fund Balance, Ending	<u>\$ 676,640</u>	<u>\$ 676,640</u>	<u>\$ 744,259</u>	<u>\$ 67,619</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
INFRASTRUCURE SALES TAX REVENUE BONDS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures				
Debt Service				
Principal	\$ 625,000	\$ 625,000	\$ 625,000	\$ -
Interest	161,841	161,841	160,808	1,033
Total Expenditures	<u>786,841</u>	<u>786,841</u>	<u>785,808</u>	<u>1,033</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(786,841)</u>	<u>(786,841)</u>	<u>(785,808)</u>	<u>1,033</u>
Other Financing Sources				
Transfers in	786,841	786,841	786,880	39
Total Other Financing Sources	<u>786,841</u>	<u>786,841</u>	<u>786,880</u>	<u>39</u>
Net Change in Fund Balance	-	-	1,072	1,072
Fund Balance, Beginning	392,920	392,920	392,920	-
Fund Balance, Ending	<u>\$ 392,920</u>	<u>\$ 392,920</u>	<u>\$ 393,992</u>	<u>\$ 1,072</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
STADIUM LOAN FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 383,436	\$ 383,436	\$ 389,656	\$ 6,220
Interest revenue	-	-	58	58
Total Revenues	<u>383,436</u>	<u>383,436</u>	<u>389,714</u>	<u>6,278</u>
Expenditures				
Debt Service				
Principal	320,000	320,000	320,000	-
Interest	63,436	63,436	63,725	(289)
Total Expenditures	<u>383,436</u>	<u>383,436</u>	<u>383,725</u>	<u>(289)</u>
Net Change in Fund Balance	-	-	5,989	5,989
Fund Balance, Beginning	110,624	110,624	110,624	-
Fund Balance, Ending	<u>\$ 110,624</u>	<u>\$ 110,624</u>	<u>\$ 116,613</u>	<u>\$ 5,989</u>

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STATISTICAL SECTION

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

Contents

Financial Trends	88 - 93
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	94 - 97
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	98 - 101
<i>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.</i>	
Demographic and Economic Information	102 and 103
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	104 - 106
<i>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.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's financial reports for the relevant year.

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**CITY OF PLANT CITY, FLORIDA
NET POSITION BY COMPONENT
(ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental activities										
Net investment in capital assets	\$ 61,045,618	\$ 60,239,035	\$ 62,251,613	\$ 60,867,888	\$ 58,900,763	\$ 38,918,146	\$ 61,233,737	\$ 62,162,897	\$ 61,906,745	\$ 60,416,780
Restricted	19,300,058	15,920,836	18,405,194	14,877,356	15,815,797	9,920,744	9,088,722	9,386,371	8,984,542	9,351,406
Unrestricted	15,128,743	14,564,089	10,867,293	15,516,370	16,124,926	41,942,417	24,707,169	10,325,119	11,021,839	17,189,600
 Total governmental activities net position	 <u>\$ 95,474,419</u>	 <u>\$ 90,723,960</u>	 <u>\$ 91,524,100</u>	 <u>\$ 91,261,614</u>	 <u>\$ 90,841,486</u>	 <u>\$ 90,781,307</u>	 <u>\$ 95,029,628</u>	 <u>\$ 81,874,387</u>	 <u>\$ 81,913,126</u>	 <u>\$ 86,957,786</u>
Business-type activities										
Net investment in capital assets	\$ 48,271,433	\$ 49,746,293	\$ 49,980,355	\$ 48,631,942	\$ 49,757,008	\$ 62,655,353	\$ 61,597,906	\$ 63,872,906	\$ 69,956,337	\$ 72,797,595
Restricted	6,947,652	10,641,709	9,090,700	10,192,700	12,311,324	9,676,363	7,622,081	8,538,525	12,208,118	14,811,283
Unrestricted	46,810,596	52,127,596	55,789,254	58,671,185	59,189,757	53,356,862	56,838,616	56,877,638	52,343,282	52,365,200
 Total business-type activities net position	 <u>\$ 102,029,681</u>	 <u>\$ 112,515,598</u>	 <u>\$ 114,860,309</u>	 <u>\$ 117,495,827</u>	 <u>\$ 121,258,089</u>	 <u>\$ 125,688,578</u>	 <u>\$ 126,058,603</u>	 <u>\$ 129,289,069</u>	 <u>\$ 134,507,737</u>	 <u>\$ 139,974,078</u>
Primary government										
Net investment in capital assets	\$ 109,317,051	\$ 109,985,328	\$ 112,231,968	\$ 109,499,830	\$ 108,657,771	\$ 101,573,499	\$ 122,831,643	\$ 126,035,803	\$ 131,863,082	\$ 133,214,375
Restricted	26,247,710	26,562,545	27,495,894	25,070,056	28,127,121	19,597,107	16,710,803	17,924,896	21,192,660	24,162,689
Unrestricted	61,939,339	66,691,685	66,656,547	74,187,555	75,314,683	95,299,279	81,545,785	67,202,757	63,365,121	69,554,800
 Total primary government net position	 <u>\$ 197,504,100</u>	 <u>\$ 203,239,558</u>	 <u>\$ 206,384,409</u>	 <u>\$ 208,757,441</u>	 <u>\$ 212,099,575</u>	 <u>\$ 216,469,885</u>	 <u>\$ 221,088,231</u>	 <u>\$ 211,163,456</u>	 <u>\$ 216,420,863</u>	 <u>\$ 226,931,864</u>

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

Expenses	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental activities										
General government	\$ 4,215,969	\$ 3,676,686	\$ 3,377,561	\$ 3,536,904	\$ 2,915,559	\$ 3,177,857	\$ 3,587,748	\$ 3,776,582	\$ 3,994,458	\$ 4,762,505
Public safety	12,742,320	12,849,124	13,845,412	13,788,251	14,397,373	14,492,775	14,822,970	14,088,879	17,934,296	13,835,477
Physical environment	2,419,393	973,334	1,547,139	1,303,781	881,879	542,720	1,144,602	1,156,681	802,554	806,300
Transportation	4,925,791	4,728,051	4,521,280	4,683,651	4,474,841	5,749,755	3,803,625	3,565,989	4,158,498	3,904,189
Economic development	39,657	647,884	607,186	493,443	1,523,580	1,022,097	1,127,812	1,085,561	1,124,283	1,150,709
Culture and recreation	6,758,707	6,232,189	5,826,055	5,823,085	5,742,766	5,219,251	5,325,809	5,674,351	5,694,309	6,094,501
Interest on long-term debt	681,792	624,597	764,973	540,450	468,600	544,161	365,005	293,290	262,789	230,007
Total governmental activities expenses	<u>31,783,629</u>	<u>29,731,865</u>	<u>30,489,606</u>	<u>30,169,565</u>	<u>30,404,598</u>	<u>30,748,616</u>	<u>30,177,571</u>	<u>29,641,333</u>	<u>33,971,187</u>	<u>30,783,688</u>
Business-type activities										
Water and sewer	13,889,565	15,077,820	15,235,785	13,870,851	13,735,263	14,560,761	13,970,507	13,659,389	13,684,024	15,211,641
Solid waste	5,150,465	4,516,315	4,570,351	4,711,736	4,849,754	4,742,337	4,830,818	4,880,680	4,918,903	5,642,980
Stormwater	-	1,710,785	1,619,238	1,811,878	2,248,884	2,046,964	2,501,872	2,468,072	2,605,373	2,588,495
Industrial park	40,062	-	-	44,036	34,451	30,262	64,828	27,641	14,813	20,058
Total business-type activities expenses	<u>19,080,092</u>	<u>21,304,920</u>	<u>21,425,374</u>	<u>20,438,501</u>	<u>20,868,352</u>	<u>21,380,324</u>	<u>21,368,025</u>	<u>21,035,782</u>	<u>21,223,113</u>	<u>23,463,174</u>
Total primary government net position	50,863,721	51,036,785	51,914,980	50,608,066	51,272,950	52,128,940	51,545,596	50,677,115	55,194,300	54,246,862
Program revenues										
Governmental activities										
Charges for services										
General government	1,298,450	1,305,233	1,735,754	1,056,592	708,471	179,535	693,601	882,271	1,172,956	1,338,829
Public safety	1,122,303	853,382	974,857	945,595	843,739	1,432,027	1,154,703	990,406	1,106,110	1,044,097
Physical environment	1,952,839	262	344	1,000	-	236,079	324,229	274,225	212,810	250,684
Transportation	1,277,172	279,930	268,039	131,337	208,661	-	75,567	71,793	-	-
Economic development	-	-	-	-	-	40,768	-	-	-	-
Culture and recreation	716,198	855,510	793,062	783,960	987,742	501,503	570,941	612,958	637,653	673,912
Operating grants and contributions	5,417,835	4,871,786	2,599,424	1,762,197	1,768,736	1,573,407	1,462,428	1,404,562	2,526,747	1,879,877
Capital grants and contributions	2,522,401	2,160,053	4,177,996	408,136	980,516	1,702,585	2,608,841	250,405	224,768	719,790
Total governmental activities program revenues	<u>14,307,198</u>	<u>10,326,156</u>	<u>10,549,476</u>	<u>5,088,817</u>	<u>5,497,865</u>	<u>5,665,904</u>	<u>6,890,310</u>	<u>4,486,620</u>	<u>5,881,044</u>	<u>5,907,189</u>
Business-type activities										
Charges for services	23,912,541	24,112,510	23,389,758	23,691,867	23,509,947	24,094,412	24,440,933	25,019,768	26,424,356	28,190,473
Operating grants and contributions	-	(34,384)	7,693	-	-	1,150	-	17,824	374,546	859,635
Capital grants and contributions	679,097	1,325,992	520,717	903,049	1,905,396	2,109,691	524,718	799,409	592,337	569,304
Total business-type activities program revenues	<u>24,591,638</u>	<u>25,404,118</u>	<u>23,918,168</u>	<u>24,594,916</u>	<u>25,415,343</u>	<u>26,205,253</u>	<u>24,965,651</u>	<u>25,837,001</u>	<u>27,391,239</u>	<u>29,619,412</u>
Total primary government program revenues	38,898,836	35,730,274	34,467,644	29,683,733	30,913,208	31,871,157	31,855,961	30,323,621	33,272,283	35,526,601
Net (expenses)/revenue										
Governmental activities	(17,476,431)	(19,405,709)	(19,940,130)	(25,080,748)	(24,906,733)	(25,082,712)	(23,287,261)	(25,154,713)	(28,090,143)	(24,876,499)
Business-type activities	5,511,546	4,099,198	2,492,794	4,156,415	4,546,991	4,824,929	3,597,626	4,801,219	6,168,126	6,156,238
Total primary government net expenses	<u>\$ (11,964,885)</u>	<u>\$ (15,306,511)</u>	<u>\$ (17,447,336)</u>	<u>\$ (20,924,333)</u>	<u>\$ (20,359,742)</u>	<u>\$ (20,257,783)</u>	<u>\$ (19,689,635)</u>	<u>\$ (20,353,494)</u>	<u>\$ (21,922,017)</u>	<u>\$ (18,720,261)</u>

Sources: Information derived from the annual financial reports for the relevant year.

Continued

CITY OF PLANT CITY, FLORIDA
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General revenues										
Governmental activities										
Property taxes	\$ 9,493,884	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,748,507	\$ 8,133,553	\$ 8,637,832	\$ 9,136,767
Insurance premium tax	588,642	487,375	483,931	484,385	496,312	508,505	508,305	517,964	528,282	543,278
Sales taxes	885,847	581,696	564,537	3,963,522	4,698,838	1,771,696	5,204,164	5,722,462	5,991,530	-
Utility taxes	3,281,594	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901	4,529,890
Gas taxes	1,578,862	1,541,616	1,534,079	1,529,449	1,542,424	1,530,555	1,508,730	1,632,883	1,641,573	1,309,148
Communications services taxes	1,663,831	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775	1,146,197
Business taxes	461,761	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709	530,728
Franchise fees	2,450,539	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034	3,934,776
Intergovernmental revenues, unrestricted	-	-	-	-	-	4,023,794	394,961	389,779	390,374	7,065,783
Unrestricted investment earnings	1,113,984	273,464	76,684	51,555	46,166	47,873	62,604	78,789	126,643	283,961
Miscellaneous Revenue	-	-	-	-	-	38,232	197,473	-	-	-
Gain/(loss) on sale of capital assets	(57,705)	(229,359)	15,535	(39,237)	45,516	-	23,904	15,367	-	50,205
Transfers in (out)	169,159	1,048,707	276,479	1,441,242	936,095	693,845	2,611,938	1,863,250	1,111,229	1,390,426
Total governmental activities	<u>21,630,398</u>	<u>21,521,188</u>	<u>20,699,683</u>	<u>24,818,262</u>	<u>24,486,605</u>	<u>24,469,335</u>	<u>27,535,582</u>	<u>27,834,039</u>	<u>28,128,882</u>	<u>29,921,159</u>
Business-type activities										
Unrestricted investment earnings	1,559,293	565,653	134,719	84,044	147,969	92,970	91,306	189,640	67,766	407,768
Miscellaneous Revenue	-	-	-	-	-	8,774	8,122	1,865	88,437	148,378
Gain/(loss) on sale of capital assets	317,024	3,835	(6,322)	(163,699)	3,396	197,661	47,632	100,992	5,568	144,383
Transfers in (out)	(169,159)	(1,048,707)	(276,479)	(1,441,242)	(936,095)	(693,845)	(2,611,938)	(1,863,250)	(1,111,229)	(1,390,426)
Total business-type activities	<u>1,707,158</u>	<u>(479,219)</u>	<u>(148,082)</u>	<u>(1,520,897)</u>	<u>(784,730)</u>	<u>(394,440)</u>	<u>(2,464,878)</u>	<u>(1,570,753)</u>	<u>(949,458)</u>	<u>(689,897)</u>
Total primary government	<u>23,337,556</u>	<u>21,041,969</u>	<u>20,551,601</u>	<u>23,297,365</u>	<u>23,701,875</u>	<u>24,074,895</u>	<u>25,070,704</u>	<u>26,263,286</u>	<u>27,179,424</u>	<u>29,231,262</u>
Change in net position										
Governmental activities	4,153,967	2,115,479	759,553	(262,486)	(420,128)	(613,377)	4,248,321	2,679,326	38,739	5,044,660
Business-type activities	7,218,704	3,619,979	2,344,712	2,635,518	3,762,261	4,430,489	1,132,748	3,230,466	5,218,668	5,466,341
Total primary government	<u>\$ 11,372,671</u>	<u>\$ 5,735,458</u>	<u>\$ 3,104,265</u>	<u>\$ 2,373,032</u>	<u>\$ 3,342,133</u>	<u>\$ 3,817,112</u>	<u>\$ 5,381,069</u>	<u>\$ 5,909,792</u>	<u>\$ 5,257,407</u>	<u>\$ 10,511,001</u>

Sources: Information derived from the annual financial reports for the relevant year.

**CITY OF PLANT CITY, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ 83,907	\$ 100,237	\$ 92,270	\$ 92,076	\$ 47,770	\$ 42,693	\$ 66,878
Restricted	-	-	-	226,228	233,167	284,782	332,141	357,126	387,590	375,685
Committed	-	-	-	2,113,130	1,398,670	1,466,490	1,504,663	1,551,814	1,610,283	1,657,719
Assigned	-	-	-	3,810,154	4,245,456	4,475,552	3,888,938	3,872,912	3,834,264	3,731,232
Unassigned	-	-	-	7,962,266	7,910,431	7,982,002	8,481,712	9,088,018	10,315,997	11,491,153
Reserved	6,444,573	6,272,937	5,608,064	-	-	-	-	-	-	-
Unreserved	5,801,791	6,516,276	7,538,808	-	-	-	-	-	-	-
Total general fund	<u>\$ 12,246,364</u>	<u>\$ 12,789,213</u>	<u>\$ 13,146,872</u>	<u>\$ 14,195,685</u>	<u>\$ 13,887,961</u>	<u>\$ 14,301,096</u>	<u>\$ 14,299,530</u>	<u>\$ 14,917,640</u>	<u>\$ 16,190,827</u>	<u>\$ 17,322,667</u>
All other governmental funds										
Nonspendable, reported in										
Special Revenue Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 291,222	\$ 279,129	\$ 272,147	\$ -
Capital Projects Fund	-	-	-	-	-	-	46,978	-	-	-
Restricted, reported in										
Special Revenue Funds	-	-	-	2,918,885	1,275,968	4,140,565	3,151,267	3,775,835	3,649,404	4,276,897
Capital Projects Funds	-	-	-	4,924,377	4,974,265	5,007,567	5,112,235	4,753,473	4,444,004	4,469,211
Debt Service Funds	-	-	-	486,843	492,665	487,830	493,079	499,937	503,544	510,605
Committed, reported in										
Special Revenue Funds	-	-	-	1,206,061	2,987,774	-	-	-	-	-
Capital Projects Fund	-	-	-	4,663,137	6,020,213	5,082,140	6,566,874	6,320,107	6,980,209	9,910,995
Assigned, reported in										
Special Revenue Funds	-	-	-	64,292	190,105	-	-	-	-	-
Reserved										
Unassigned, reported in	3,433,257	2,493,013	1,636,973	-	-	-	-	-	-	-
Special Revenue Funds	4,092,947	2,327,093	3,357,300	-	-	-	-	-	-	-
Capital Projects Funds	11,614,564	11,051,716	10,214,732	-	-	-	-	-	-	-
Debt Service Funds	-	7,267	(646,540)	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 19,140,768</u>	<u>\$ 15,879,089</u>	<u>\$ 14,562,465</u>	<u>\$ 14,263,595</u>	<u>\$ 15,940,990</u>	<u>\$ 14,718,102</u>	<u>\$ 15,661,655</u>	<u>\$ 15,628,481</u>	<u>\$ 15,849,308</u>	<u>\$ 19,167,708</u>

Note: GASB 54 was implemented during fiscal year 2011.

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

Revenues	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Property Taxes	\$ 9,493,884	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,304,524	\$ 7,666,752	\$ 8,134,416	\$ 9,136,767
Utility Taxes	3,281,594	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901	4,529,890
Gas Taxes	1,578,862	1,541,616	1,534,079	1,529,448	1,542,423	1,159,890	1,176,255	1,235,751	1,273,096	1,309,148
Business Taxes	461,761	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709	530,728
Communication Services Tax	1,663,831	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775	1,146,197
Insurance Premium Tax	588,642	487,375	483,931	484,385	496,312	508,505	508,305	517,964	528,282	543,278
Franchise Fees	2,450,539	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034	3,934,776
Fees and Permits	632,324	439,494	434,707	421,875	472,922	555,380	648,215	871,006	730,960	777,126
Impact Fees	1,609,783	294,807	286,253	158,634	288,505	384,574	463,327	516,696	743,712	596,888
Fines and Forfeitures	189,427	188,013	205,309	179,900	144,032	213,129	156,518	208,379	199,350	188,013
Intergovernmental	8,739,069	8,039,612	7,797,363	6,725,318	7,443,543	8,539,432	9,997,817	8,189,180	9,304,440	9,151,207
Charges for Services	3,168,014	1,407,823	1,452,736	1,450,229	1,763,795	1,579,450	1,624,477	1,601,390	1,683,856	1,719,088
Contributions	12,963	71,819	38,294	33,055	25,181	9,690	91,808	31,365	63,260	23,455
Interest Revenue	1,013,162	242,051	56,762	46,101	41,838	42,337	58,155	69,615	100,904	202,849
Miscellaneous Revenue	167,448	286,537	869,410	80,829	49,144	509,650	247,974	57,863	355,908	489,276
Total revenues	35,051,303	30,816,836	30,907,282	28,497,120	28,988,949	29,356,872	31,552,371	30,445,953	32,819,603	34,278,686
Expenditures										
Current										
General government	3,441,977	3,232,801	3,110,991	3,172,352	2,747,586	2,763,376	3,067,347	3,531,455	3,380,205	3,879,437
Public safety	11,719,360	11,770,998	12,753,388	12,846,068	13,638,821	14,188,565	14,088,121	14,111,326	14,400,301	15,437,124
Physical environment	1,891,257	672,803	1,251,562	1,069,040	694,727	317,061	535,978	564,298	585,330	594,090
Transportation	1,990,430	1,870,314	1,770,628	1,756,775	1,399,800	3,184,321	1,976,888	1,957,598	2,064,631	1,959,017
Economic development	9,985	609,588	569,099	419,399	1,203,747	701,029	807,103	771,162	773,465	1,011,512
Culture and recreation	5,685,449	5,147,648	4,777,405	4,542,419	4,617,031	4,145,980	4,279,180	4,669,837	4,675,684	4,974,943
Capital outlay	7,043,666	4,963,468	5,985,754	2,986,693	2,370,322	3,217,453	4,474,639	3,666,441	4,171,023	2,155,089
Debt service										
Principal retirement	1,058,386	943,359	1,442,322	996,653	1,202,472	1,263,450	1,054,220	890,000	920,000	945,000
Interest and fiscal charges	663,733	606,539	607,382	533,230	461,380	389,015	326,233	286,000	256,711	224,533
Total expenditures	33,504,243	29,817,518	32,268,531	28,322,629	28,335,886	30,170,250	30,609,709	30,448,117	31,227,350	31,180,745
Excess of revenues over (under) expenditures	1,547,060	999,318	(1,361,249)	174,491	653,063	(813,378)	942,662	(2,164)	1,592,253	3,097,941

Continued

CITY OF PLANT CITY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

Other financing sources (uses)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Bond/Loan proceeds	\$ -	\$ -	\$ 4,610,000	\$ 256,752	\$ 483,768	\$ 3,290,000	\$ -	\$ -	\$ -	\$ -
Capital lease proceeds	-	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	95,138	302,369	28,170	14,198	82,280	2,880	23,904	17,280	16,332	50,205
Principal retirement	-	-	(4,112,544)	-	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	-	-	-	(3,270,980)	-	-	-	-
Transfers in	4,986,333	4,315,546	5,048,817	3,806,830	3,734,818	6,796,197	5,555,761	3,625,997	3,186,786	5,222,101
Transfers out	(4,969,374)	(4,640,399)	(5,176,017)	(3,502,328)	(3,584,282)	(6,814,472)	(5,580,520)	(3,055,997)	(3,301,357)	(3,920,007)
Total other financing sources (uses)	<u>112,097</u>	<u>(22,484)</u>	<u>398,426</u>	<u>575,452</u>	<u>716,584</u>	<u>3,625</u>	<u>(855)</u>	<u>587,280</u>	<u>(98,239)</u>	<u>1,352,299</u>
Net change in fund balances	<u>\$ 1,659,157</u>	<u>\$ 976,834</u>	<u>\$ (962,823)</u>	<u>\$ 749,943</u>	<u>\$ 1,369,647</u>	<u>\$ (809,753)</u>	<u>\$ 941,807</u>	<u>\$ 585,116</u>	<u>\$ 1,494,014</u>	<u>\$ 4,450,240</u>
Debt service as a percentage of non-capital expenditures	<u>6.51%</u>	<u>6.24%</u>	<u>7.80%</u>	<u>6.04%</u>	<u>6.41%</u>	<u>5.48%</u>	<u>4.51%</u>	<u>3.86%</u>	<u>4.37%</u>	<u>4.01%</u>

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
NET OF EXEMPTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Railroad Property Assessed Value	Totals Assessed Value	Total Direct Tax Rate
2008	\$ 1,840,997,611	\$ 306,605,870	\$ 3,011,574	\$ 2,150,615,055	4.1653
2009	1,758,061,017	323,703,964	3,518,989	2,085,283,970	4.1653
2010	1,520,152,233	302,946,028	3,550,392	1,826,648,653	4.7157
2011	1,343,228,198	263,007,846	3,179,093	1,609,415,137	4.7157
2012	1,234,156,271	259,415,402	3,446,441	1,497,018,114	4.7157
2013	1,195,496,931	253,621,134	3,493,363	1,452,611,428	4.7157
2014	1,231,203,797	283,091,939	3,619,491	1,517,915,227	4.7157
2015	1,278,034,222	323,358,398	3,708,819	1,605,101,439	4.7157
2016	1,390,178,736	278,551,547	5,718,702	1,674,448,985	4.7157
2017	1,523,970,856	328,190,684	6,055,465	1,858,217,005	4.7157

Source: Hillsborough County Property Appraiser
Note: Tax rate are per every \$1,000 of assessed value.

**CITY OF PLANT CITY, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
MILLAGE RATES (\$1 per \$1,000 Valuation)**

<u>City of Plant City</u>		<u>Overlapping Rates ^(a)</u>						
<u>Fiscal Year</u>	<u>Direct Millage</u>	<u>Hillsborough County</u>	<u>Southwest Florida Water Management District</u>	<u>Hillsborough County School Board</u>	<u>Hillsborough County Environmental Lands</u>	<u>Tampa Port Authority</u>	<u>Childrens Board</u>	<u>Total</u>
2008	4.1563	5.7446	0.3866	7.5230	0.0604	0.1982	0.4634	18.5325
2009	4.1653	5.7439	0.3866	7.7770	0.0604	0.1950	0.5000	18.8282
2010	4.7157	5.7423	0.3866	7.6920	0.0604	0.1925	0.5000	19.2895
2011	4.7157	5.7407	0.3770	7.5920	0.0604	0.1900	0.5000	19.1758
2012	4.7157	5.7391	0.3928	7.9130	0.0604	0.1900	0.5000	19.5110
2013	4.7157	5.7374	0.3928	7.8770	0.0604	0.1850	0.5000	19.4683
2014	4.7157	5.7356	0.3818	7.6900	0.0604	0.1750	0.4828	19.2413
2015	4.7157	5.7339	0.3658	7.3530	0.0604	0.1650	0.4589	18.8527
2016	4.7157	5.7322	0.3488	7.2470	0.0604	0.1550	0.4589	18.7180
2017	4.7157	5.7322	0.3317	6.9060	0.0604	0.1450	0.4589	18.3499

^(a) Overlapping rates are those of local and county governments that apply to property owners

Source: Hillsborough County Tax Collector

**CITY OF PLANT CITY
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Fiscal Year 2016/2017			Fiscal Year 2008/2009*		
	Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Gordon Food Service & Highland	\$ 30,207,022	1.6%	1	\$ -	-	-
Sweetbay Supermarkets	24,246,817	1.3%	2	-	-	-
Hunters Ridge At Walden Lake	18,694,300	1.0%	3	-	-	-
Dart	18,410,300	1.0%	4	-	-	-
Madison Park	17,859,300	1.0%	5	-	-	-
Save A Lot Disribution Facility	16,651,909	0.9%	6	-	-	-
James Hardie Building Supplies	15,395,259	0.8%	7	14,297,405	0.7%	6
Wal-Mart	12,703,001	0.7%	8	14,035,960	0.7%	7
Star Distribution	12,304,732	0.7%	9	11,932,100	0.6%	10
Versacold	11,205,635	0.6%	10	-	-	-
Abs Fla Investor LLC	-	-	-	22,467,300	1.1%	1
United Dominion Realty Trust	-	-	-	19,649,400	0.9%	2
Food Lion Inc	-	-	-	17,288,700	0.8%	3
Moran Foods Inc	-	-	-	15,572,989	0.7%	4
Village At Park Road	-	-	-	14,549,400	0.7%	5
Publix Super Markets Inc	-	-	-	12,814,100	0.6%	8
Eagle Land Company-Florida	-	-	-	12,725,212	0.6%	9
Total ten largest taxpayers	<u>177,678,275</u>	<u>9.6%</u>		<u>155,332,566</u>	<u>7.5%</u>	
Other taxpayers	<u>1,680,538,730</u>	<u>90.4%</u>		<u>1,922,784,627</u>	<u>92.5%</u>	
Total per tax roll	<u>\$ 1,858,217,005</u>	<u>100.0%</u>		<u>\$ 2,078,117,193</u>	<u>100.0%</u>	

* Data not available for years prior to FY 2008-09
Source : Hillsborough County Property Appraiser

**CITY OF PLANT CITY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Total Tax Levy ⁽¹⁾	Current Tax Collections ⁽²⁾	Percent of Levy Collected	Prior Years Tax Collections	Total Tax Collections	Percentage of Total Collections To Tax Levy
2008	\$ 8,941,664	\$ 8,489,886	94.95%	\$ 119,419	\$ 8,609,305	96.28%
2009	8,665,982	8,292,630	95.69%	59,438	8,352,068	96.38%
2010	8,582,407	8,238,211	95.99%	140,381	8,378,592	97.63%
2011	7,564,233	7,163,430	94.70%	197,104	7,360,534	97.31%
2012	7,025,237	6,751,422	96.10%	108,023	6,859,445	97.64%
2013	6,850,080	6,581,401	96.08%	32,419	6,613,820	96.55%
2014	7,158,033	6,688,804	93.44%	262,017	6,950,821	97.11%
2015	7,541,474	7,273,454	96.45%	20,158	7,293,612	96.71%
2016	7,896,119	7,693,761	97.44%	38,098	7,731,859	97.92%
2017	8,762,794	8,520,329	97.23%	41,077	8,561,406	97.70%

⁽¹⁾ Total assessed value times millage rate. Gross taxes before discounts

⁽²⁾ Source: Hillsborough County Tax Collector

CITY OF PLANT CITY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-type Activities		Total Primary Government	Hillsborough County Personal Income	Per Capita
	Capital Leases	Capital Projects Revenue Bonds	Utility System Revenue Bonds/ Notes	State Revolving Loans			
2008	\$ 249,059	\$ 15,014,244	\$ 14,012,762	\$ 46,464,925	\$ 75,740,990	\$ 39,028	\$ 2,261
2009	166,981	13,448,957	13,256,366	47,584,857	74,457,161	37,782	2,236
2010	102,115	12,563,252	11,434,453	46,482,605	70,582,425	39,497	2,033
2011	205,863	11,628,311	11,460,858	44,380,626	67,675,658	42,059	1,948
2012	85,591	11,024,179	10,557,263	42,226,856	63,893,889	41,151	1,827
2013	-	9,882,988	-	40,020,023	49,903,011	40,317	1,413
2014	-	8,842,309	-	37,758,812	46,601,121	41,742	1,296
2015	-	7,965,440	-	35,441,881	43,407,321	43,472	1,182
2016	-	7,058,571	-	33,067,855	40,126,426	43,803	1,084
2017	-	6,261,444	-	30,635,324	36,896,768	44,135	997

Sources: Population data from the Bureau of Economic & Business/ Florida. Personal income data from the US Bureau of Economic Analysis.

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

Debt limitation: There are no legal debt limits for Florida municipalities.

**CITY OF PLANT CITY, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2017**

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to Plant City</u>	<u>Amount Applicable to Plant City</u>
City of Plant City	\$ 6,261,444	100.00%	\$ 6,261,444
Overlapping Bonded Debt:			
Hillsborough County	61,476,000	2.11%	1,299,875
School District of Hillsborough County	948,933,533	2.11%	20,064,664
Total overlapping bonded debt	<u>1,010,409,533</u>		<u>21,364,539</u>
Total net direct and net overlapping bonded debt	<u>\$ 1,016,670,977</u>		<u>\$ 27,625,983</u>

⁽¹⁾ Calculated as a ratio of taxable valuation of property in the City of Plant City to total taxable valuation of property in Hillsborough County.

Sources: Hillsborough County and School District of Hillsborough County annual CAFRs.

**CITY OF PLANT CITY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2017**

The constitution of the State of Florida, Florida Statute 200.181 and the City of Plant City, Florida, set no legal debt limit.

**CITY OF PLANT CITY, FLORIDA
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS**

Water and Sewer Bonds						
Fiscal Year	Gross Revenues ⁽¹⁾	Less Operating Expenses ⁽²⁾	Net Available For Debt Service	Debt Service Requirements		
				Principal	Interest	Coverage
2008	\$ 18,762,636	\$ 10,070,368	\$ 8,692,268	\$ 785,000	\$ 815,377	5.43
2009	15,796,341	9,824,662	5,971,679	2,803,447	1,903,802	1.27
2010	14,787,154	8,773,476	6,013,678	2,865,032	3,031,814	1.02
2011	15,156,970	7,789,550	7,367,420	2,032,086	1,727,529	1.96
2012	15,174,129	7,869,200	7,304,929	3,012,563	1,611,506	1.58
2013	15,419,722	8,151,826	7,267,896	13,205,685	1,700,273	0.49
2014	15,609,952	9,043,998	6,565,954	2,213,674	955,145	2.07
2015	16,204,131	8,891,878	7,312,253	2,267,963	900,823	2.31
2016	17,020,014	9,269,945	7,750,069	2,374,027	847,390	2.41
2017	18,606,591	10,812,772	7,793,819	2,380,571	784,139	2.46

⁽¹⁾ Gross revenues from water and sewer charges for services, plus interest income and service charges.

⁽²⁾ Total operating expenses exclusive of depreciation, sewer impact fees, amortization of intangibles and non-reoccurring costs.

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

Source: City of Plant City Finance Department

**CITY OF PLANT CITY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Plant City Population ⁽¹⁾	Hillsborough County		
		Per Capita Personal Income ⁽²⁾	Public School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2008	33,500	\$ 39,028	190,580	7.5%
2009	33,306	37,782	189,761	11.3%
2010	34,721	39,497	190,799	10.5%
2011	34,746	42,059	192,499	9.0%
2012	34,963	41,151	195,198	7.4%
2013	35,313	40,317	198,659	6.3%
2014	35,956	41,742	201,300	5.5%
2015	36,710	43,472	204,089	4.6%
2016	37,841	43,803	209,414	4.7%
2017	38,279	44,135	212,844	3.3%

- Sources:
- ⁽¹⁾ Bureau of Economic and Business Research/Florida
 - ⁽²⁾ U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System
 - ⁽³⁾ Hillsborough County School Board
 - ⁽⁴⁾ U.S. Department of Labor/Bureau of Labor Statistics

**CITY OF PLANT CITY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Employer</u>	<u>Type of Business</u>	<u>Fiscal Year 2016/2017</u>		<u>Fiscal Year 2006/2007</u>	
		<u>Number of Employees</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>Rank</u>
South Florida Baptist Hospital	Health Services	775	1	*	*
Dart Container	Manufacturing	375	2	*	*
Highland Packaging Solutions, Inc.	Manufacturing	350	3	*	*
James Hardie Products	Manufacturing	350	3	*	*
Mosaic-Plant City	Manufacturing	350	3	*	*
Star Distribution Systems	Distribution/Logistics	325	4	*	*
Gordon Food Service	Distribution/Logistics	300	5	*	*
Paradise, Inc.	Manufacturing	275	6	*	*
Solaris Healthcare Plant City	Health Services	260	7	*	*
Toufayan Bakery	Manufacturing	250	8	*	*
Evergreen Packaging	Manufacturing	200	9	*	*
C&S Wholesale Services, Inc.	Distribution/Logistics	200	9	*	*
M&J Plastics	Manufacturing	200	9	*	*
Santa Sweets	Agri-Business	200	9	*	*
Linder Industrial Machinery	Equipment Supplier	109	10	*	*
Total		<u>4,519</u>			

* Data not available

Source: Community Development Department
Plant City Economic Development Council

CITY OF PLANT CITY, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of September 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government										
City Manager	4	4	3	2	2	2	4	4	4	4
City Attorney	2	2	2	2	2	2	2	2	2	2
City Clerk	3	2	2	2	2	2	2	2	2	2
Finance	12	12	12	11	11	11	11	11	12	12
Human Resources	5	5	5	3	3	3	3	3	3	3
Information Technology	6	6	5	5	5	5	5	5	5	5
Planning and Zoning	4	3	3	2	2	2	2	2	3	3
Engineering	12	9	8	8	10	8	9	9	9	10
Building/Code Enforcement	12	10	10	10	9	10	13	13	13	13
Library	13	13	13	13	12	12	12	12	12	12
Community Development	2	2	2	2	1	-	1	1	1	1
General Services	11	11	11	11	11	10	10	10	10	10
Public safety										
Police	100	89	89	88	87	87	87	85	85	85
Fire	46	46	42	42	42	42	42	44	44	44
Stormwater and Streets	49	49	47	45	45	45	45	45	46	45
Public Works	6	6	6	4	-	-	-	-	-	-
Water and Sewer	89	89	88	81	83	83	83	83	81	82
Parks and recreation	61	61	56	49	49	48	48	48	51	51
Solid Waste	35	34	34	34	34	34	34	34	35	34
Total	<u>472</u>	<u>453</u>	<u>438</u>	<u>414</u>	<u>410</u>	<u>406</u>	<u>413</u>	<u>413</u>	<u>418</u>	<u>418</u>

Source: City of Plant City Annual Budget

**CITY OF PLANT CITY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Building inspection										
Building permits issued	3,679	2,373	2,242	2,211	2,551	2,663	2,790	3,159	2,986	3,052
Number of building inspections completed	9,677	7,935	6,887	6,215	7,126	7,296	7,569	8,314	8,334	8,419
Number of re-inspections	1,000	790	690	620	700	800	750	998	605	998
Number of total building construction plans reviewed	710	555	546	674	879	886	881	1,614	1,386	1,625
Law enforcement										
Physical arrests	2,015	1,925	1,554	1,444	1,216	1,207	1,377	1,350	1,301	1,249
DUI arrests	138	81	63	51	48	57	57	37	92	86
Traffic violations	9,124	9,010	11,525	9,944	8,524	8,316	7,850	7,022	8,180	6,347
Traffic crashes	1,474	1,402	1,298	1,154	1,216	1,304	1,346	1,471	1,582	1,622
Calls for service	73,756	73,339	87,377	82,693	79,371	87,677	81,817	82,330	93,319	93,203
Fire										
Emergency responses	4,262	4,449	4,332	4,347	4,275	4,390	4,690	4,580	4,161	5,107
Number of actual fires suppressed	152	163	175	181	166	114	158	119	118	220
Number of building inspections	1,002	1,097	1,012	1,086	918	1,106	980	1,185	704	113
Number of school inspections	9	9	9	9	9	9	9	9	9	9
Number of re-inspection	97	109	104	123	87	110	99	127	93	-
Number of plans reviewed	479	354	145	116	107	98	129	110	84	116
Public works										
Street resurfacing (miles)	3	-	-	6	5	6	-	1	1	9
Other street repairs	*	1,900	3,334	3,058	2,972	3,047	2,907	2,776	8,250	5,466

* Data not available

Source: Various City departments

**CITY OF PLANT CITY, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Transportation										
Paved streets (miles)	156	156	156	156	156	156	156	156	162	160
Unpaved streets (miles)	5	5	5	5	5	5	5	5	5	5
Public safety										
Number of fire stations	2	2	2	2	2	2	2	2	2	2
Number of firefighters and officers	45	42	42	42	40	40	41	45	42	42
Number of police stations	1	1	1	1	1	1	1	1	1	1
Number of sworn officers	74	74	74	74	67	67	67	67	67	67
Municipal water system										
Number of customers	11,238	11,316	11,360	11,391	11,439	11,472	11,562	12,060	12,107	12,205
Average daily consumption	5.969MGD	5.151MGD	4.773MGD	5.024MGD	4.966MGD	4.926MGD	5.272MGD	6.214MGD	5.548MGD	6.139MGD
Plant capacity, all plants	11.81MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD
Deep wells	4	4	4	4	4	4	4	4	4	4
Number of fire hydrants	1,226	1,233	1,240	1,258	1,263	1,267	1,287	1,338	1,356	1,357
Municipal sewer system										
Number of customers	10,703	10,654	10,670	10,772	10,786	10,661	10,723	10,860	10,938	11,066
Treatment facility capacity	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD
Annual average flow	5.203MGD	4.073MGD	3.897MGD	3.474MGD	3.879MGD	4.141MGD	4.216MGD	4.621MGD	4.313MGD	4.738MGD
Municipal stormwater system										
Number of customers	*	*	*	11,691	11,761	11,620	11,645	11,340	11,709	11,790
Building permits issued										
	3,679	2,373	2,242	2,211	2,551	2,663	2,790	3,159	2,986	3,052
Recreation and culture										
Number of neighborhood parks	11	12	12	12	12	13	14	15	15	15
Park area, number of acres	724	724	724	724	724	734	735	736	736	736
Number of items in the Library collection	*	*	*	*	*	*	*	*	*	66,835

* Data not available

Source: Various City departments

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OTHER AUDITOR REPORTS

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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 Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida, 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 Plant City, Florida (the “City”), as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements and have issued our report thereon dated February 14, 2018.

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

Purpose of this Report

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

Bradenton, Florida
February 14, 2018

Mauldin & Jenkins, LLC

**CITY OF PLANT CITY, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2017**

**SECTION I
SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs or state award programs as of September 30, 2017, due to the total amount expended being less than \$750,000.

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None noted

**SECTION III
FEDERAL PROGRAMS FINDINGS AND QUESTIONED COSTS**

None noted

**SECTION IV
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

None

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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Plant City, Florida (the "City"), as of and for the fiscal year ended September 30, 2017, and have issued our report thereon dated February 14, 2018.

Auditor's Responsibility

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

Other Reports and Schedule

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*, Schedule of Findings and Responses, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated February 14, 2018, 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 or recommendations in the preceding annual financial audit report requiring correction.

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 Plant City, Florida was incorporated in 1927. Additional information on the City's creation and the City's component unit is disclosed within the City's footnotes.

Financial Condition

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires 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.c. 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.

Annual Financial Report

Section 10.554(1)(i)5.b. 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 the annual financial report for the City for the fiscal year ended September 30, 2017, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2017. In connection with our audit, we determined that these two reports were in agreement.

Special District Component Units

Section 10.554(1)(i)5.d, 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 determined that all special district component units provided 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 which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

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

Bradenton, Florida
February 14, 2018

Mauldin & Jenkins, LLC



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida

We have examined the City of Plant City, Florida's (the "City") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2017. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2017.

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

Bradenton, Florida
February 14, 2018

A handwritten signature in cursive script that reads "Mauldin & Jenkins, LLC".