

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2020



**COMPREHENSIVE
ANNUAL FINANCIAL
REPORT
of the
CITY OF SUNRISE,
FLORIDA**

**Fiscal Year Ended
September 30, 2020**



**prepared by the
Finance and Administrative Services Department**

CITY OF SUNRISE, FLORIDA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020

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Section I
City of Sunrise, Florida
Introductory Section



March 10, 2021

To the Honorable Mayor and Members of the City Commission and Citizens:

We are pleased to present the City of Sunrise's (the City) Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2020. State law requires that all general-purpose local governments publish a complete set of financial statements within nine months of the close of each fiscal year. The financial statements included in this report conform to generally accepted accounting principles (GAAP) and are audited by a firm of licensed certified public accountants 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.

This report consists of management's representations concerning the finances of the City. Responsibility for both the reliability of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the 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. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Marcum LLP, a firm of licensed certified public accountants, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2020, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit and the reports of other auditors, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended September 30, 2020, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader federal and state mandated "Single Audit" designed to meet the special needs of the federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report on the fair presentation of the financial statements and on the audited government's internal controls over financial reporting and on compliance and other matters.

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. The City's MD&A can be found immediately following the report of the independent auditors.

City Profile

The City of Sunrise, incorporated in 1961, is located in southeastern Florida in Broward County. The City encompasses an area of approximately 18 square miles with an estimated population of over 95,000, making Sunrise the 24th largest city in Florida. The City is convenient to three international airports and three deep-water ports, and hosts an estimated 30 million visitors each year.

The City has operated under a City Commission/City Manager form of government since 1989. The City Commission is comprised of the Mayor, Deputy Mayor, Assistant Deputy Mayor, and two Commissioners, who enact laws, determine policies and adopt the annual budget. The City Commission appoints the charter officers, which include the City Manager, City Clerk, City Attorney and Chief of Police. The City Manager is responsible for carrying out the policies of the City Commission and for overseeing the daily management of the City. The City Manager appoints the heads of the various departments.

The City provides a full range of services including police and fire protection, emergency medical service, water, wastewater and gas services, sanitation and recycling services, stormwater services, recreational and cultural activities/events, construction and maintenance of streets and other infrastructure and general administrative services. Internal services of the City, accounted for on a cost reimbursement basis, include workers' compensation insurance, fleet management, information technology and communications services, and self-funded health insurance. The City is financially accountable for one special improvement district and one special tax district, both of which are included as an integral part of the City's CAFR. Additional information on legally separate entities can be found in the notes to the financial statements (See Note I.A.).

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriation to the City Manager. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents the proposed budget to the City Commission on or before August 1st of each year. The City Commission is required to hold public hearings on the proposed budget and to adopt a final budget by September 30th of each year. The appropriated budget is prepared by fund, function (e.g. Public Safety), and department (e.g. Police). The City Manager is authorized to transfer appropriations within a department, office or agency; however, any other revisions require approval of the City Commission. Program based budgeting has been implemented to help the reader understand the true cost of various programs.

Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted.

Economic Outlook and Financial Condition

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

Local Economy

The City of Sunrise, situated in the heart of the tri-county region (Miami-Dade, Broward and Palm Beach), is well diversified and continues to be a prime location for corporate headquarters and major office operations. The City continues to be a leader in the region for the attraction of new corporate investment, job growth and business expansion. The City offers developers and business owners superior access to a lucrative customer base. As the region's population base continues to shift north and west, the Sawgrass area of Sunrise has become the population center of the tri-county area. As such, the City is uniquely situated to offer a large pool of prospective employees and customers to many multi-national corporations, regional corporate offices and headquarters for leading domestic and international corporations.

Sunrise is a business, commerce and employment dynamo for the State of Florida. The City is home to industry heavyweights and renowned international companies like American Express, Amazon, Mednax, AT&T, HBO, Emerson, Rick Case Automotive Group, Chubb, NY Life and many others. Sunrise also boasts Broward County's largest corporate office park, the 650-acre Sawgrass International Corporate Park, which is ideally situated at the convergence of I-595, I-75 and the Sawgrass Expressway. Companies located in the Corporate Park provide over 20,000 jobs to South Floridians.

The City of Sunrise is home to a diversified group of businesses, including corporate offices, financial services, tech companies, medical companies, research and development companies, one of the most successful outlet malls in the continental United States - Sawgrass Mills and the 20,000 seat BB&T Center, one of the finest arenas in the country and home to the National Hockey League's Florida Panthers and a popular destination for major concerts. A strong endorsement of the City's business appeal is that corporations, hotels, restaurants, office parks and attractions already located in our community continue to expand and invest in the area. The area of the City anchored by these three major assets (Sawgrass Mills mall, Sawgrass International Corporate Park and the BB&T Center) is known as the *Sunrise Business and Entertainment District*. This four square mile district has over \$5 billion worth of property value and continues to attract tourism, investment, and jobs to Sunrise.

Strong interest from the hotel development sector continues. Construction on a new 8-story, 170 room AC Hotel by Marriott began in 2019 and is anticipated to open in early 2021. Demand for quality office, industrial, manufacturing and hospitality projects in South Florida continues and even during these challenging economic times, developers still continued making progress with plans for new office and residential projects in 2020.

In 2020, a total of 407 new business licenses were issued in Sunrise, with over 3,000 business license renewals.

Prior to the pandemic, the City's office market vacancy rate was at 5%, the lowest in our history, while commercial industrial space was near full occupancy in 2020. These low vacancy rates and high demand pushed office lease rates above \$30 per square foot, which are extremely strong numbers for a suburban market like Sunrise.

The Edge at Sawgrass Point will be the first speculative Class (A) office building to be built in Sunrise in over a decade. This new 4-story building that will feature 108,000 square feet of corporate office space and a parking garage was approved in 2020 and they are planning to start construction in 2021. The prime 32-acre tract of vacant land known as Westerra was renamed to Radius at Sawgrass and is going to be an 8-story mixed-use development including, office, residential, retail and hospitality. Radius will be available to meet the future needs of expanding businesses and corporate office users.

In 2020, *Metropica* received their temporary certificate of occupancy on their first 28-story, \$72 million, 263-unit residential tower building and parking garage. This 58 acre mixed-use project located adjacent to the Sawgrass Mills mall has already closed over 115 units. The \$1.5 billion dollar project will have three major components that feature over 2,000 residential units, 350,000 square feet of retail/commercial space and 500,000 square feet of corporate office facilities. The project also calls for 250 hotel rooms and structured parking for 5,300 vehicles. Site development and infrastructure improvements on the retail portion of the project began early in 2019 and the office building designs also recently made their public debut to the business community. The City and the developer continue to collaborate on transportation enhancements to the area as *Metropica* moves forward with additional development.

In 2019, the City launched a massive new redevelopment initiative, coined *Celebrate Sunrise*. *Celebrate Sunrise* is the road map developed from the East Sunrise Improvements Master Plan, which was adopted in March 2019, to improve the quality of life, appearance, and values of both residential and commercial properties within our original eastern Sunrise neighborhoods. The goal is to stimulate investment and redevelopment of commercial areas and to revitalize our original neighborhoods, primarily from University Drive eastward to the City limits. The City has purchased numerous parcels of land and commercial properties in the area and has already committed over \$30 million dollars in infrastructure and other improvements in support of the East Sunrise Improvements Master Plan.

The Sunrise economy continues to prosper and is expected to remain a favorite destination to conduct business and for international visitors to spend time and money. High-quality job opportunities continue to expand in Sunrise with new commercial development and new residential options will strengthen the City's appeal as a location to purchase or rent a home increases. All indicators portray a City poised to capture both residential and commercial investors in 2020 and beyond.

Long-term Financial Planning

The City maintains a general fund revenue stabilization account with a funding level of five percent (5%) of last known audited actual operating expenditures to mitigate any potential future general fund revenue shortfalls. Additionally, a contingency reserve account with a funding level of three times that of the revenue stabilization account was created to provide funding for disasters, emergencies, or other exigent circumstances. These measures are intended to buffer unforeseen economic changes.

Major Initiatives

Park projects include:

- The construction of Veterans Park at Nob Hill Road and NW 55th Street will have parking, restroom facilities, walking trails, playgrounds and an amphitheater.
- The Welleby Park expansion will include the renovation of existing site amenities including an 800 square foot enlargement to the existing meeting room as well as development of an additional 4-acre parcel of land as a dog park.
- The Sunrise Sportsplex park features land totaling approximately 16.4 acres and includes one convertible full size multi-purpose field, four youth baseball/softball fields, two playgrounds, and one concession building with restroom facilities.
- The Sunrise Athletic Complex (SAC) Park expansion and renovation will expand the existing park to the east and renovate site amenities along with the construction of a 15,000 square foot multi-purpose building including five new basketball courts.

- The City Park improvements include a complete renovation including a multi-purpose field, stage, three new covered basketball courts, playground, splash pad and restrooms. Tennis courts will be refurbished and parking lot will be expanded.
- The Oscar Wind Park anticipated expansion is expected to include construction of a 15,000 square foot multi-purpose building with a gymnasium on land purchased from the School Board and the construction of a new playground, restroom building, and boardwalk with fishing pier.

Building projects include:

- The Civic Center expansion provides space for additional programming and includes a new gymnasium with basketball courts and second floor walking track, new multi-level fitness area, new racquetball courts, and new multi-purpose room.
- The Senior Center expansion will provide space for enhanced and additional programming. Work includes a new exercise room, a new craft room, an upgraded kitchen that can accommodate cooking classes, and a new media room.
- The Municipal Campus expansion allows for the construction of a new City Hall building with a multi-modal parking garage and amenities to replace the existing City Hall.

Utility projects include:

- The Springtree Industrial Injection Wells Flow Delivery System Project includes construction of a new injection well, pump, and motor for disposal of treated wastewater from the City's new Reverse Osmosis Water Treatment Plant.
- Improvements to the Springtree Wastewater Treatment Plant headworks consisting of grit removal, odor control and screening facilities.
- Various lift station rehabilitations will continue as part of the City's ongoing maintenance of its infrastructure to improve system-wide reliability to our customers.
- The Pine Island Road Forcemain Replacement project will replace approximately three miles of existing wastewater forcemain piping on Pine Island Road, NW 44th Street, NW 84th Avenue, NW 94th Avenue and Oakland Park Boulevard.
- Improvements to Sunrise Golf Village Infrastructure, including the East Sunrise Watermain Replacement Phase 2, which will increase water quality, service reliability and fire service protection.
- The Reuse Distribution System proposes installations within portions of the Sawgrass International Corporate Park north to Artesia and through Sawgrass Mills and south to Markham Park and beyond to Weston.
- The Sawgrass Wastewater Treat Plant Biosolids Stabilization will provide a sludge stabilization process that produces wastewater biosolids classified as B, A or AA, which can be land applied in conformance with the Florida Administrative Code.
- Stormwater Pump Station No. 5 provides stormwater protection for the residential neighborhood and commercial properties and will be replaced.

Prior to the COVID-19 pandemic, the City hosted a wide range of family-friendly seasonal special events, including Woofstock (a dog-friendly event), an Earth Day Festival, a Royal Egg Hunt, a Back to School Round-Up, a Fall Harvest Festival, and a holiday-themed Arts and Crafts Festival. The City's annual Fourth of July Celebration features a parade and an outdoor concert and fireworks spectacular at the BB&T Center, which attracts an estimated 20,000 revelers from across the region. Cultural events include year-round Theatre and Art Gallery programming, a Martin Luther King Jr. Arts Weekend, Fort Lauderdale International Film Festival screenings, open mic nights and writing workshops for teens, and our Tunes 'N Trucks outdoor concert series. The City's robust scholastic and community-based chess programs have also earned Sunrise local, national, and international acclaim. Together, these offerings enhance the quality of life for Sunrise residents and attract visitors and tourism.

Since March 2020, the City shifted to offering contact-free, physically distanced special events to ensure that the community was still able to enjoy celebrating the seasons through unique and innovative special events. New offerings include drive-in movies, on-line gaming tournaments, and video ceremonies in lieu of in-person celebrations. It is expected that the City will resume the regular calendar of events once the COVID-19 pandemic no longer impedes our ability to gather.

Awards and Acknowledgements

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

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

The preparation of this report was made possible by the efficient and dedicated service of the Finance and Administrative Services Department staff. Sincere appreciation is expressed for the contributions made by all individuals in the preparation of this report. Credit also must be given to the City Commission for their commitment to prudent fiscal management practices that emphasize long-term financial stability.

Respectfully submitted,

A handwritten signature in blue ink that reads "Wendy Dunbar".

Wendy Dunbar, CPA
Director of Finance and Administrative Services



Government Finance Officers Association

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

Presented to

**City of Sunrise
Florida**

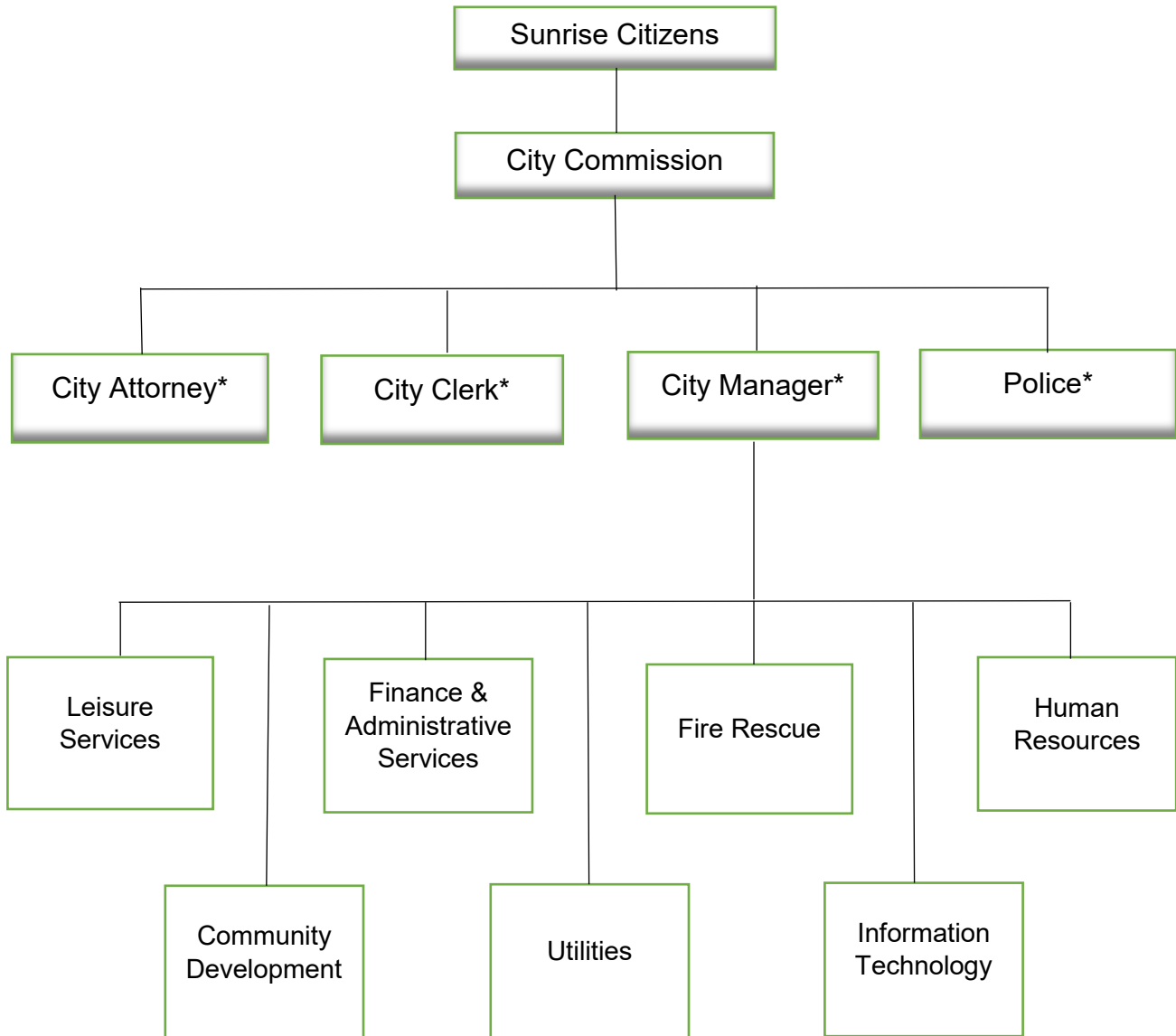
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2019

Christopher P. Morill

Executive Director/CEO

City of Sunrise
Departmental Organizational Chart
Fiscal Year 2019/2020



*Charter Officer

**City of Sunrise, Florida
List of Elected and Principal Officials
September 30, 2020**

Elected Officials

**Mayor
Deputy Mayor
Assistant Deputy Mayor
Commissioner
Commissioner**

**Michael J. Ryan
Joseph A. Scuotto
Neil C. Kerch
Mark A. Douglas
Lawrence A. Sofield**

Principal Officials

**City Manager
City Attorney
City Clerk
Assistant City Manager
Assistant City Manager
Director of Finance & Administrative Services
Director of Leisure Services
Director of Information Technology
Director of Human Resources
Director of Community Development
Director of Utilities
Fire Chief
Police Chief**

**Mark Lubelski
Kimberly A. Kisslan
Felicia Bravo
Sean Dinneen
Emilie Smith
Wendy Dunbar
Kevin Pickard
Laurie Gagner
Stella Mesa
Shannon Ley
Tim Welch
John McNamara
Anthony Rosa**

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Section II
City of Sunrise, Florida
Financial Section

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Commission and City Manager
City of Sunrise, 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 Sunrise, Florida (the City), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pension Trust Funds, which represent 79%, 44% and 61%, respectively, of the assets, net position/fund balance and revenues/additions of the aggregate remaining fund information. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 City'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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City, as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison statement for the general fund 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 on pages 15 through 26, the schedules of changes in the net pension liability and related ratios, the schedules of employer contributions, and the schedule of changes in total OPEB liability and related ratios on pages 87 through 92 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and 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 combining and individual fund statements and schedules and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulation Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.550, *Rules of the Auditor General of the State of Florida*, and the introductory and

statistical sections 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 and the schedule of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining and individual fund statements and schedules and the schedule of expenditures of federal awards 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 it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2021 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's 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.

Marcum LLP

Fort Lauderdale, FL
March 10, 2021

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MANAGEMENT'S DISCUSSION AND ANALYSIS (unaudited)

The following discussion and analysis of the City of Sunrise's financial performance provides an overview of the City's financial activities for the fiscal year ended September 30, 2020. Please read it in conjunction with the letter of transmittal which can be found on pages 1-6 of this report and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

Government-wide

- The City's total net position, on a government-wide basis, totaled \$685,931,933 at September 30, 2020, an increase of 2.8% from September 30, 2019.

Governmental Activities

- On a government-wide basis for governmental activities, the City's general revenues of \$86,202,511 were \$9,541,938 less than the \$95,744,449 of expenses net of program revenue. Additionally, general revenues were \$225,424 more than the prior year representing an increase of approximately .3%.
- As of September 30, 2020, the City's governmental activities reported a total ending net position of \$182,600,084. Unrestricted net position has a negative amount of \$81,288,333 due to the deferred outflows, deferred inflows and the pension and other postemployment benefits liabilities now being recognized as required by GASB reporting requirements.

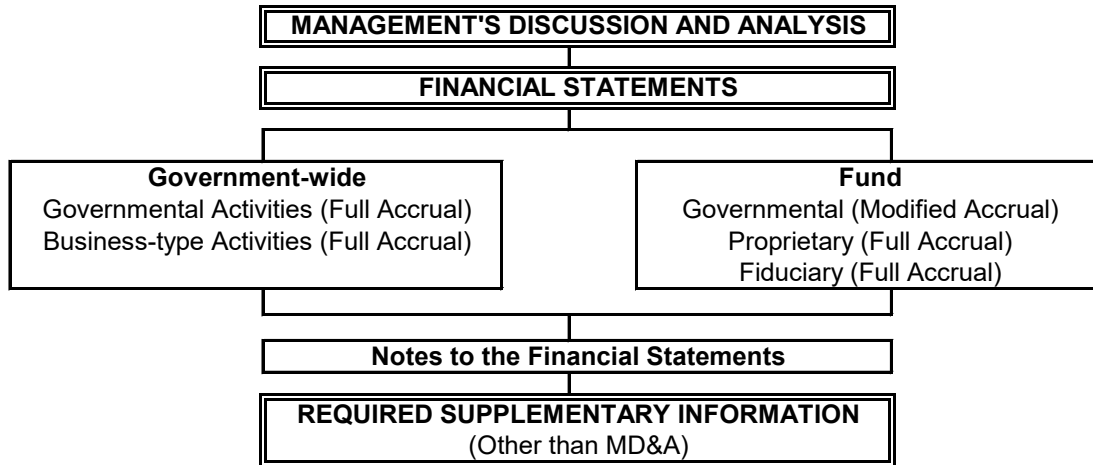
General Fund

- At the end of the current fiscal year, fund balance for the general fund was \$77,757,245. Of this balance, \$222,943 for inventories, prepaid items and advances was nonspendable; \$31,981,132 was committed for revenue stabilization, contingency, economic development, and reforestation replacement; \$373,830 was assigned for subsequent year's expenditures and \$1,327,008 was assigned for encumbrances. The balance of \$43,852,332 is unassigned and available for new spending.
- At the end of the fiscal year, the unassigned fund balance was \$43,852,332 or 33.2% of general fund revenues and 35% of general fund expenditures.
- General fund revenues and other financing sources increased by \$2,636,993, an increase of 1.9% from fiscal year 2019 primarily due to increased assessed property values and grant funds received from the Federal Emergency Management Agency (FEMA) related to Hurricane Irma.
- General fund expenditures and other financing uses increased by \$17,587,785, or 13.7% more than last fiscal year primarily due to increases in transfers out.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

The City's basic financial statements are presented within the financial section of this Comprehensive Annual Financial Report (CAFR). As illustrated in the following chart, the financial section has three components: management's discussion and analysis (this section), the basic financial statements and required supplementary information.

COMPONENTS OF THE FINANCIAL SECTION



GOVERNMENT-WIDE STATEMENTS

The government-wide financial statements, the Statement of Net Position and the Statement of Activities, report information about the City as a whole using accounting methods similar to those used by private-sector companies; they provide both long-term and short-term information about the City's overall financial status. The Statement of Net Position presents financial and capital resources of the City. It includes all of the City's assets, liabilities and deferred inflows/outflows of resources reported using the full accrual basis of accounting. The Statement of Activities accounts for all of the current year's revenues and expenses, regardless of when cash is received or paid.

The government-wide financial statements report the City's net position and the changes in net position. The City's net position - the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources - are one way to measure the financial health, or financial position, of the City. Over time, increases or decreases in net position may be an indicator of whether the financial position of the City is improving or deteriorating. However, in order to assess the overall health of the City, other non-financial factors such as changes in the City's property tax base and condition of the infrastructure must be considered.

The City's government-wide financial statements are divided into two categories:

Governmental activities – Most of the City's basic services are reported here, such as police, fire and other public safety services, culture and recreation, transportation and general administration. Property, utility service and sales taxes, charges for services, franchise fees, and state and federal grants finance most of these activities. Two other legal entities for which the City is financially accountable - Special Tax District No. 1 and Metropica Improvement District - are blended component units of the City. Metropica Improvement District does not have any financial activity to date.

Business-type activities – The City's water, wastewater and gas, sanitation, recycling, stormwater and golf course operations are reported here. Fees are charged to customers to recover all or a significant portion of the costs of providing these services.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more information about the City's most significant funds on an individual basis. The fund financial statements focus on reporting the City's operations in more detail than the government-wide statements. The City has three types of funds – Governmental, Proprietary and Fiduciary.

Governmental Funds

General, special revenue, debt service and capital projects funds are governmental funds, funds which focus on 1) near-term inflows and outflows of spendable resources and 2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information follows the governmental funds statements that explain the differences between them.

In fiscal year 2020, the City maintained sixteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Improvements capital projects fund (major funds). Data from the other fourteen 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 elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and other governmental funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget as one of the basic financial statements.

Proprietary Funds

Services for which the City charges customers a fee are generally reported in proprietary funds. These funds, like the government-wide statements, provide both long-term and short-term financial information. The City's enterprise funds (one type of proprietary fund) are the same as its business-type activities, but the fund financial statements provide more detail and additional information, such as cash flows. The City uses enterprise funds to account for its water, wastewater and gas, sanitation, recycling, stormwater, and golf course operations. The City uses internal service funds (the other type of proprietary fund) to report activities that provide services for the City's other programs and activities. The Workers' Compensation, Fleet Management, Information Technology and Communications, and Self-Insured Health funds are the City's four internal service funds. Because these services benefit both governmental activities and business-type activities, they have been allocated accordingly in the government-wide financial statements.

The proprietary fund financial statements provide separate information for the water, wastewater and gas utility system and the sanitation funds, both of which are considered to be major funds of the City. Data from the other three proprietary funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor proprietary funds is provided in the form of combining statements elsewhere in this report.

Fiduciary Funds

The City is the trustee, or fiduciary, for its employees' pension plans and for the special assessment agency fund. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The City's fiduciary activities are reported in a separate Statement of Fiduciary Net Position for the pension plans and agency fund, a separate Statement of Changes in Fiduciary Net Position for the pension plans, and a Statement of Changes in Assets and Liabilities for the Agency Fund. The City excludes these activities from the City's government-wide financial statements because the City cannot use these assets to finance its operations. The accounting used for fiduciary funds is similar to accounting used for proprietary funds. Data from the three pension trust funds is combined into a single aggregated presentation. Individual fund data is provided in the form of combining statements elsewhere in this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Summary of Net Position

The following table presents the condensed comparative Summary of Net Position for fiscal year 2020 and 2019:

Header	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$226,231	\$206,044	\$357,916	\$330,475	\$ 584,147	\$ 536,519
Capital assets	227,707	221,543	423,815	429,470	651,522	651,013
Total assets	453,938	427,587	781,731	759,945	1,235,669	1,187,532
Deferred outflows of resources	60,169	48,769	19,179	16,686	79,348	65,455
Current and other liabilities	14,168	14,559	24,664	27,092	38,832	41,651
Long-term liabilities	310,733	257,899	269,423	263,386	580,156	521,285
Total liabilities	324,901	272,458	294,087	290,478	618,988	562,936
Deferred inflows of resources	6,606	16,179	3,491	6,480	10,097	22,659
Net position:						
Net investment in capital assets	160,572	176,946	232,336	235,859	392,908	412,805
Restricted	103,316	74,232	69,276	101,961	172,592	176,193
Unrestricted	(81,288)	(63,459)	201,720	141,853	120,432	78,394
Total net position	\$182,600	\$187,719	\$503,332	\$479,673	\$ 685,932	\$ 667,392

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of September 30, 2020, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$685,932 thousand.

The majority of the City's net position (57.3%) reflects its investment in capital assets, less any outstanding related debt and deferred outflows/inflows used to acquire those assets. 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.

An additional portion of the City's net position (25.2%) represents resources that are subject to external restrictions on how they may be used, such as debt or capital projects. The remaining balance of unrestricted net position (17.5%) may be used to meet the City's ongoing obligations to its citizenry.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position for the business-type activities and positive balances in two of the three categories of net position (net investment in capital assets and restricted) for the governmental activities.

There was an overall increase in net position of \$18,540 thousand for the current fiscal year. The increase of \$23,659 thousand for business-type activities is primarily due to higher revenues for water/wastewater and stormwater as compared to the expenses for those operations. The decrease of \$5,119 thousand for governmental activities is primarily due to decreased revenues as a result of the COVID-19 impact on charges for services, interest earnings, and state shared revenues as well as an increase in operating expenses as compared to September 30, 2019.

Summary of Activities

The following table provides a condensed comparative summary of the City's operations for the fiscal years ended September 30, 2020 and 2019:

Changes in Net Position
For the Fiscal Years Ended September 30, 2020 and 2019
(in thousands)

Header	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
Program revenues:						
Charges for services	\$ 54,177	\$ 56,581	\$147,293	\$149,460	\$201,470	\$206,041
Operating grants and contributions	8,406	8,137	-	-	8,406	8,137
Capital grants and contributions	2,154	2,616	1,926	1,367	4,080	3,983
General revenues:						
Property taxes	49,897	47,472	-	-	49,897	47,472
Utility service tax	10,104	10,273	-	-	10,104	10,273
Communications services tax	2,959	3,051	-	-	2,959	3,051
Local business tax	1,751	2,208	-	-	1,751	2,208
Franchise fees	9,393	9,732	-	-	9,393	9,732
Contributions not restricted to specific programs	8,232	9,048	-	-	8,232	9,048
Unrestricted investment earnings	2,147	3,761	3,496	6,195	5,643	9,956
Miscellaneous	1,719	387	1,407	2,956	3,126	3,343
Gain on sale of capital assets	-	44	-	-	-	44
Total revenues	150,939	153,310	154,122	159,978	305,061	313,288
Expenses						
General government	35,525	31,927	-	-	35,525	31,927
Public safety	97,520	91,538	-	-	97,520	91,538
Physical environment	28	4	-	-	28	4
Economic development	444	447	-	-	444	447
Transportation	8,279	9,001	-	-	8,279	9,001
Culture and recreation	16,428	16,048	-	-	16,428	16,048
Interest on long-term debt	2,257	1,708	-	-	2,257	1,708
Water and wastewater	-	-	98,734	90,310	98,734	90,310
Gas	-	-	7,001	7,533	7,001	7,533
Sanitation	-	-	12,450	12,295	12,450	12,295
Recycling	-	-	927	930	927	930
Stormwater	-	-	4,999	5,028	4,999	5,028
Golf course	-	-	1,929	1,846	1,929	1,846
Total expenses	160,481	150,673	126,040	117,942	286,521	268,615
Increase (decrease) in net position before transfers	(9,542)	2,637	28,082	42,036	18,540	44,673
Transfers	4,423	3,086	(4,423)	(3,086)	-	-
Change in net position	(5,119)	5,723	23,659	38,950	18,540	44,673
Net position – beginning	187,719	181,996	479,673	440,723	667,392	622,719
Net position – ending	\$182,600	\$187,719	\$503,332	\$479,673	\$685,932	\$667,392

Revenues

For the fiscal year ended September 30, 2020, revenues from governmental activities totaled \$150,939 thousand.

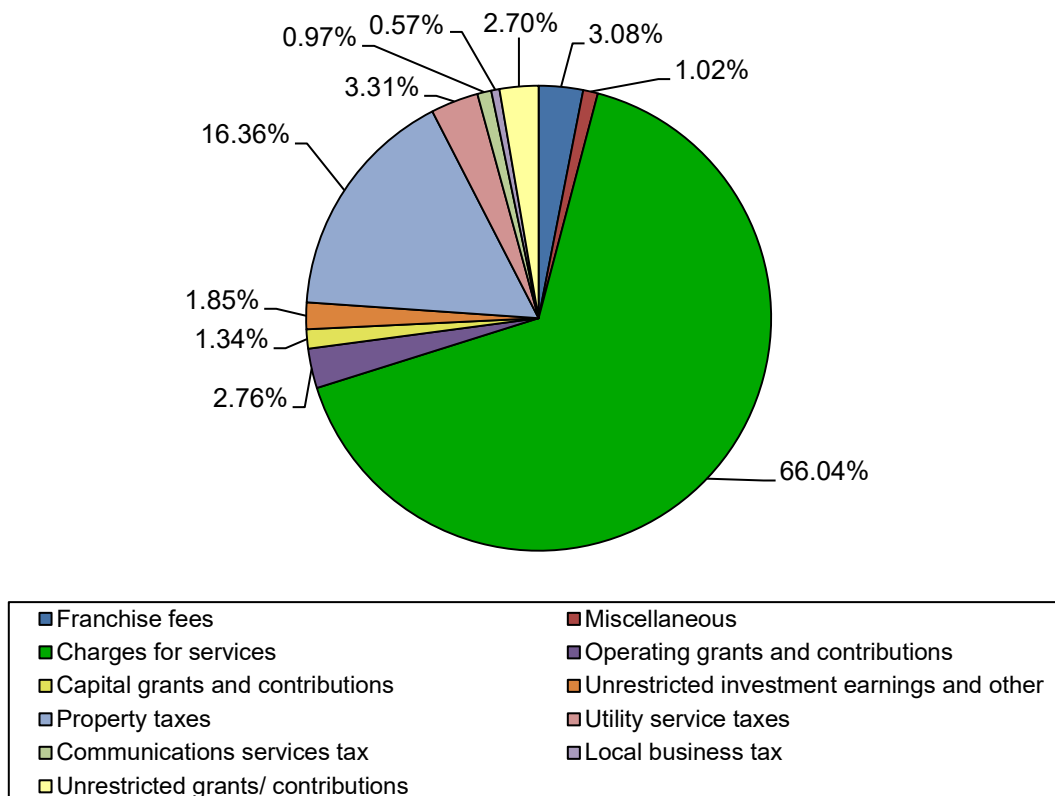
General property taxes were \$49,897 thousand, an increase of \$2,425 thousand as compared to fiscal year 2019. Assessed property values increased slightly compared to 2019 while the City maintained its previous year's millage rate.

Charges for services decreased by \$4,571 thousand mainly due to the elimination or reduction of various programs and services throughout the City beginning in March 2020 due to the COVID-19 pandemic.

Operating grants and contributions increased by \$269 thousand primarily due to the receipt of public safety federal and state grant funds. Capital grants and contributions increased by \$97 thousand primarily due to an increase in developer contributions.

Unrestricted investment earnings decreased by \$4,313 thousand due to a decrease in the average interest rate from 2.4% in fiscal year 2019 to 1.1% in fiscal year 2020.

Sources of Revenue: Government-wide for FY 2020

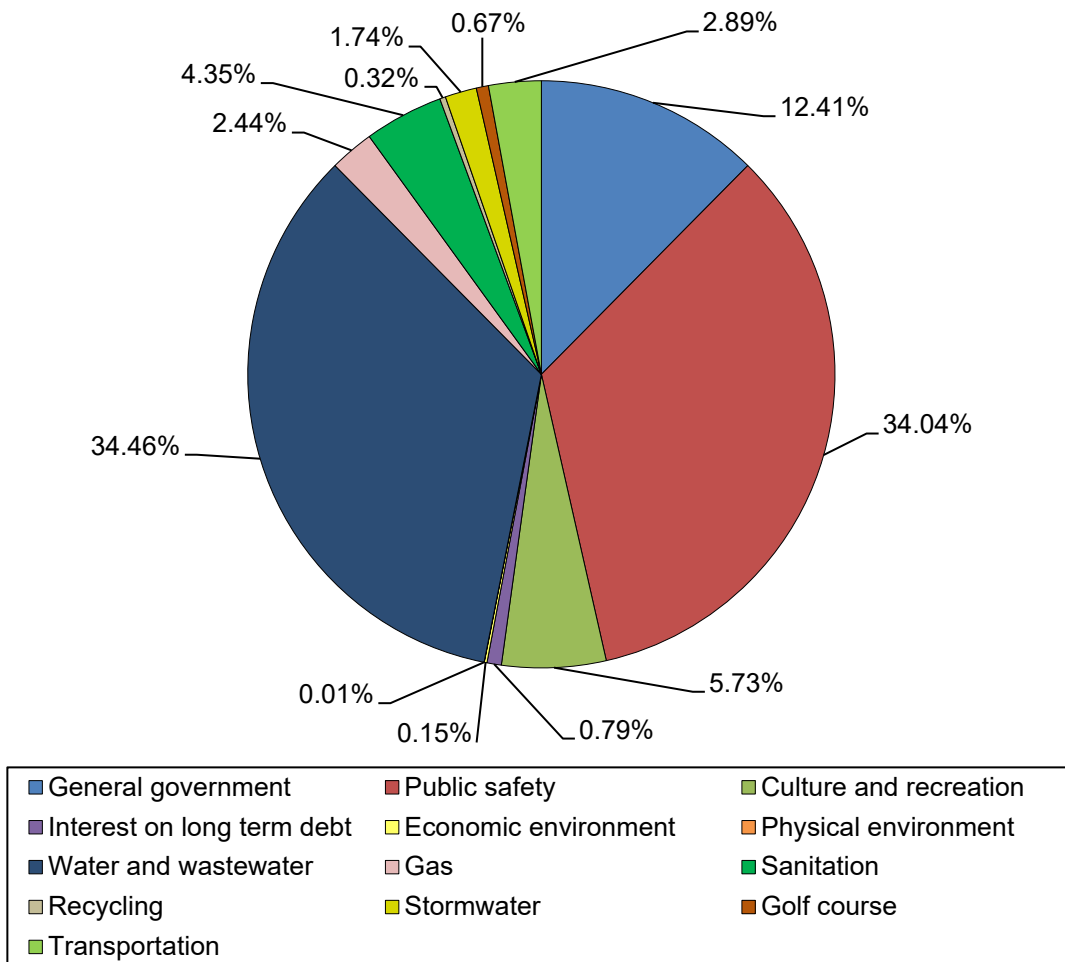


Expenses

For the fiscal year ended September 30, 2020, expenses for governmental activities totaled \$160,481 thousand, an increase of \$9,808 thousand. This is primarily due to increases for employee compensation, capital equipment purchases, and the ongoing effects of recent GASB pronouncements.

Expenses for the City's business-type activities, which provide water, wastewater and gas, sanitation, recycling, stormwater services and golf course operations, totaled \$126,040 thousand, an increase of \$8,098 thousand from fiscal year 2019. This increase is due to additional employee compensation across funds and an increase in operational expenses for sanitation, water and wastewater, and the golf course, including the cost of maintaining and depreciating capital assets.

Functional Expenses: Government-wide for FY2020



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

For the fiscal year ended September 30, 2020, the governmental funds reflect a combined fund balance of \$185,670,526, an increase of \$23,046,352 in comparison with the prior year. Approximately 97.7% of this total amount (\$185,389,729) constitutes spendable fund balance. The remainder of fund balance is non-spendable and not available for new spending because it has already been committed for advances (\$220,000), prepaid items (\$1,820) and inventories (\$58,977). This year's overall increase in fund balance is due to a number of reasons. The other governmental funds fund balance increased by \$4,431,471 primarily due to the issuance of General Obligation Bonds, Series 2019 capital improvement bonds. The Capital Improvements Capital Projects Fund had an increase in fund balance of \$24,648,396 due to the transfer of funds from the General Fund and General Obligations Fund for construction of various city-wide and park, recreation and leisure projects. The General Fund's expenditures and other financing uses were \$6,033,515 in excess of its revenues and other financing sources primarily due to the transfer of funds to the Capital Improvements Capital Projects Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

The difference between the original budget and the final amended budget amounted to a \$15,640,200 increase in appropriations. Of this increase, \$431,550 was funded through various grants and \$15,208,650 was funded from the General Fund unassigned fund balance. Highlights of the supplemental appropriation follow:

- \$367,500 in increases for general government activities. The increase was comprised of a supplemental appropriation of \$367,500 in the Community Development Department to be used to provide rental assistance, mortgage assistance, and emergency home repairs associated with the impacts of COVID-19 for Sunrise residents
- \$166,350 in increases allocated to public safety. Included in this amount was supplemental appropriations to fund \$393,740 for personnel and operating expenses and \$302,709 for public safety related grants.
- \$15,106,350 in increases for transfers out to the Capital Improvements capital projects fund for various city-wide and park, recreation and leisure projects.

General Fund
 Summary of Revenues, Expenditures and Changes in Fund
 Balance – Budget to Actual
FY 2020
(in thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>
Revenues			
Taxes	\$ 61,749	\$ 61,749	\$ 61,750
Permits and fees	2,206	2,206	1,426
Franchise fees	9,570	9,570	9,463
Intergovernmental	9,158	9,590	11,771
Charges for services	24,647	24,647	23,727
Other	<u>23,512</u>	<u>23,512</u>	<u>23,868</u>
Total	<u>130,842</u>	<u>131,274</u>	<u>132,005</u>
Expenditures	<u>134,644</u>	<u>135,178</u>	<u>125,157</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,802)</u>	<u>(3,904)</u>	<u>6,848</u>
Other financing sources (uses)			
Transfers in	7,765	7,765	7,760
Transfers out	(5,624)	(20,730)	(20,730)
Sale of capital assets	<u>20</u>	<u>20</u>	<u>89</u>
Total	<u>2,161</u>	<u>(12,945)</u>	<u>(12,881)</u>
Net change in fund balance	<u>\$ (1,641)</u>	<u>\$ (16,849)</u>	<u>\$ 6,033</u>

Actual general fund revenues and other financing sources exceeded original budgeted revenues and other financing sources by \$1,227 thousand. This increase is primarily due to the receipt of grant funds from FEMA related to Hurricane Irma. The original budget was amended to account for \$432 thousand in additional grant awards. Actual general fund operating expenditures were less than the original budget by \$9,487 thousand primarily due the impacts related to COVID-19 resulting in position vacancies allowing for salary and related payroll cost savings as well as a reduction in expenditures for capital equipment and operating expenditures. Additionally, the original budget for transfers out was more than the original budget by \$15,106 thousand due to the transfer of funds to the Capital Improvements Capital Projects Fund for construction of various city-wide and park, recreation and leisure projects.

Actual revenue collections and other financing sources exceeded the final budget by \$795 thousand. The increase between actual revenues and the final budget are primarily due to the receipt of grant funds from FEMA related to Hurricane Irma. In addition, total expenditures were approximately \$10,021 thousand less than final budget due to a reduction in spending for operational and capital items as well as position vacancies due the impacts related to COVID-19.

CAPITAL ASSETS

At the end of fiscal year 2020, the City's governmental activities had a net investment of \$227,707,256 in a variety of capital assets and infrastructure, which represents a net increase of \$6,164,470 from the prior year. The City's net investment in capital assets for its business-type activities amounted to \$423,814,899, which represents a net decrease of \$5,655,118 from the prior year. The following table reflects the components of capital assets and their changes:

Header	Government-wide Change in Capital Assets (in thousands)					
	Governmental Activities			Business-type Activities		
	Balance 10/1/2019	Net Additions/ Deletions	Balance 10/1/2020	Balance 10/1/2019	Net Additions/ Deletions	Balance 10/1/2020
Non-depreciable assets:						
Land	\$ 26,704	\$ -	\$ 26,704	\$ 12,412	\$ -	\$ 12,412
Construction in progress	47,692	13,071	60,763	71,996	(1,020)	70,976
Depreciable capital assets:						
Intangibles	1,566	81	1,647	353	-	353
Buildings and system Improvements other than buildings	150,469	(705)	149,764	637,629	7,085	644,714
Machinery and equipment	63,585	356	63,941	18,688	1,879	20,567
Vehicles	22,513	(437)	22,076	9,098	(255)	8,843
Infrastructure	27,883	1,825	29,708	12,175	1,223	13,398
Accumulated depreciation on capital assets	337,332	2,315	339,647	-	-	-
Totals	<u>(456,201)</u>	<u>(10,342)</u>	<u>(466,543)</u>	<u>(332,881)</u>	<u>(14,567)</u>	<u>(347,448)</u>
	<u>\$ 221,543</u>	<u>\$ 6,164</u>	<u>\$ 227,707</u>	<u>\$ 429,470</u>	<u>\$ (5,655)</u>	<u>\$ 423,815</u>

Major capital asset events during the current fiscal year included the following:

- The City made public safety purchases including an ambulance for \$323,260, a fire engine pumper for \$654,550, and police department vehicles totaling \$1,017,114.
- Twenty portable centrifugal pumps to assist in power outages at lift stations were purchased by the Water/Wastewater Utility System for \$729,780.
- Various major projects were completed in the Water/Wastewater Utility System including Southwest Water Treatment Plant Improvements and Ion Exchange and major watermain pipeline replacements.

Planning, design or construction is in progress on the following projects:

- Parks improvements/expansions are in the construction phase at the Sunrise Athletic Complex Park.
- Construction is wrapping up at the Sunrise Sportsplex, Veterans Park, City Park and Nob Hill Soccer Club as well as the expansion of the Senior Center, Civic Center and Welleby Park.
- The Municipal Campus Expansion, Civic Center Phase 2 Improvements, and Village Art Plaza are in the design phase.
- Various system additions and improvements are under construction in the Water/Wastewater Utility System.

Additional information on the City's capital assets can be found in note IV.C to the financial statements.

LONG-TERM DEBT

At the end of the current fiscal year, the City had total debt principal outstanding of \$251,030,000. Of this amount, \$188,945,000 represents bonds and a direct borrowing secured solely by specified revenue sources, \$4,795,000 is special tax district ad valorem tax bonds and \$57,290,000 is general obligation bonds. More detailed information about the City's long-term liabilities is presented in Note IV. H to the financial statements.

The City's special tax district ad valorem tax bonds have an insured rating of "A2" by Moody's Investors Service and an insured rating of "AA" by Standard and Poor's. The general obligation bonds have a rating of "Aa2" by Moody's and "AA" by Fitch.

The Series 2010 utility bonds have a rating of "AA" by Standard and Poor's and "AA+" by Fitch.

The special assessment bonds (Series 2015) were issued to fund design and construction of two public parking garage structures and improvements to public infrastructure, intersections, traffic signalization and rights-of-way and a portion of existing parking lots on land owned by benefitted owners located at Sawgrass Mills mall. The bonds have a rating of "BBB" by Fitch. The City is not obligated in any manner for the payment of principal and interest for these bonds. Funds are collected through special assessments on the affected property owners. The City acts as the fiduciary agent for these funds.

In November 2019, the City received bond proceeds in the amount of \$24,997,095 in general obligation bonds (Series 2019), which includes a premium of \$1,632,095. The bonds were issued to pay costs related to the development, design, acquisition, construction, equipment and installation of certain parks, recreation and leisure projects within the City. The bonds were given a rating of "Aa2" by Moody's and "AA" by Fitch.

In April 2020, the City defeased the principal amount of \$93,915,000 of utility revenue and refunding bonds (Series 2010B). These funds were defeased with a direct placement borrowing, issued as Utility System Revenue Refunding Bonds, Series 2020.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The millage rate of \$6.0543 was adopted for fiscal year 2021, which was the same millage rate as fiscal year 2020. The millage rate has remained the same since fiscal year 2010.

There are no rate increases for the Water and Wastewater Fund and the Consumer Price Index (CPI) adjustment has been waived for fiscal year 2021. Stormwater rates have increased by the CPI of 2.78%. On the expenditure side, health insurance premiums remain the same while increases are expected for pension and other employee benefit costs.

According to the U.S. Department of Labor, Bureau of Labor Statistics, the City's total resident employment as of September 2020 was 47,688 compared to 52,195 as of September 2019. The City's resident unemployment rate increased from 2.9% in September 2019 to 8% in September 2020. The State of Florida's unemployment rate in September 2020 was 7.2%.

As of September 2019 (the latest data available from the U. S. Census Bureau), the City's median household income was \$53,321, while the State's median household income was \$59,227.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance and Administrative Services Director, 10770 West Oakland Park Blvd., Sunrise, Florida 33351.

BASIC FINANCIAL STATEMENTS

CITY OF SUNRISE, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 168,926,255	\$ 161,643,637	\$ 330,569,892
Investments	57,316,962	75,158,894	132,475,856
Receivables, net of allowance for uncollectibles	5,994,909	23,090,948	29,085,857
Internal balances	(6,376,505)	6,376,505	-
Inventories	359,486	2,703,404	3,062,890
Prepaid items	9,887	63,774	73,661
Restricted assets:			
Cash and cash equivalents	-	62,443,326	62,443,326
Investments	-	26,424,792	26,424,792
Interest receivable on investments	-	10,314	10,314
Capital assets not being depreciated:			
Land	26,704,399	12,412,438	39,116,837
Construction in progress	60,763,103	70,975,406	131,738,509
Capital assets (net of accumulated depreciation and amortization):			
Intangibles	116,275	8,924	125,199
Buildings and system	93,740,154	322,033,454	415,773,608
Improvements other than buildings	19,036,222	10,296,659	29,332,881
Machinery and equipment	5,810,550	2,494,325	8,304,875
Vehicles	12,305,272	5,593,693	17,898,965
Infrastructure	9,231,281	-	9,231,281
Total assets	<u>453,938,250</u>	<u>781,730,493</u>	<u>1,235,668,743</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	-	814,323	814,323
Other postemployment benefits	8,201,863	3,375,198	11,577,061
Pensions	51,967,554	14,989,371	66,956,925
Total deferred outflows of resources	<u>60,169,417</u>	<u>19,178,892</u>	<u>79,348,309</u>
LIABILITIES			
Accounts payable and other current liabilities	4,137,297	6,679,602	10,816,899
Retainage payable	1,645,938	1,393,247	3,039,185
Intergovernmental payable	194,098	2,426,462	2,620,560
Interest payable	641,397	-	641,397
Accrued liabilities	2,501,597	840,482	3,342,079
Unearned revenue	2,701,580	57,132	2,758,712
Other liabilities	2,346,544	-	2,346,544
Liabilities payable from restricted assets	-	13,267,057	13,267,057
Non-current liabilities:			
Due within one year	4,544,843	6,576,885	11,121,728
Due in more than one year			
Net pension liability	179,313,899	46,821,074	226,134,973
Total pension liability - retiree subsidy	22,099,664	17,833,560	39,933,224
Total pension liability - excess plan	2,541,493	-	2,541,493
Total other postemployment benefits	28,043,735	11,746,487	39,790,222
Debt and other	74,189,449	186,444,527	260,633,976
Total liabilities	<u>324,901,534</u>	<u>294,086,515</u>	<u>618,988,049</u>
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits	3,705,551	1,536,132	5,241,683
Pensions	2,900,498	1,954,889	4,855,387
Total deferred inflows of resources	<u>6,606,049</u>	<u>3,491,021</u>	<u>10,097,070</u>
NET POSITION			
Net investment in capital assets	160,572,202	232,335,691	392,907,893
Restricted:			
Debt service	4,713,033	-	4,713,033
Renewal and replacement	-	35,112,517	35,112,517
Operations and maintenance	-	4,360,792	4,360,792
System reserve	-	29,802,339	29,802,339
Capital projects	83,917,194	-	83,917,194
Transportation	4,815,557	-	4,815,557
Building fees	8,833,485	-	8,833,485
Impact fees	1,036,946	-	1,036,946
Unrestricted	(81,288,333)	201,720,510	120,432,177
Total net position	<u>\$ 182,600,084</u>	<u>\$ 503,331,849</u>	<u>\$ 685,931,933</u>

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

CITY OF SUNRISE, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 35,524,813	\$ 9,646,237	\$ -	\$ -	\$ (25,878,576)	\$ -	\$ (25,878,576)
Public safety	97,520,348	26,752,194	2,633,374	419,771	(67,715,009)	-	(67,715,009)
Physical environment	28,128	17,020,766	-	-	16,992,638	-	16,992,638
Economic environment	443,930	-	3,874,649	-	3,430,719	-	3,430,719
Transportation	8,279,260	23,529	1,859,631	1,341,349	(5,054,751)	-	(5,054,751)
Culture and recreation	16,428,526	734,329	38,524	392,762	(15,262,911)	-	(15,262,911)
Interest on long-term debt	2,256,559	-	-	-	(2,256,559)	-	(2,256,559)
Total governmental activities	<u>160,481,564</u>	<u>54,177,055</u>	<u>8,406,178</u>	<u>2,153,882</u>	<u>(95,744,449)</u>	<u>-</u>	<u>(95,744,449)</u>
Business-type activities:							
Water and wastewater	98,733,773	117,349,726	-	1,925,979	-	20,541,932	20,541,932
Gas	7,000,935	7,399,531	-	-	-	398,596	398,596
Sanitation	12,450,318	12,192,848	-	-	-	(257,470)	(257,470)
Recycling	927,004	1,202,641	-	-	-	275,637	275,637
Stormwater	4,998,637	8,038,872	-	-	-	3,040,235	3,040,235
Golf course	1,929,285	1,109,186	-	-	-	(820,099)	(820,099)
Total business-type activities	<u>126,039,952</u>	<u>147,292,804</u>	<u>-</u>	<u>1,925,979</u>	<u>-</u>	<u>23,178,831</u>	<u>23,178,831</u>
Total	<u>\$ 286,521,516</u>	<u>\$ 201,469,859</u>	<u>\$ 8,406,178</u>	<u>\$ 4,079,861</u>	<u>(95,744,449)</u>	<u>23,178,831</u>	<u>(72,565,618)</u>
General revenues:							
Property taxes					49,897,326	-	49,897,326
Utility service tax					10,104,112	-	10,104,112
Communications services tax					2,959,356	-	2,959,356
Local business tax					1,750,490	-	1,750,490
Franchise fees based on gross receipts					9,393,252	-	9,393,252
Contributions not restricted to specific programs					8,232,276	-	8,232,276
Unrestricted investment earnings					2,146,905	3,496,208	5,643,113
Miscellaneous					1,718,794	1,406,818	3,125,612
Transfers					4,422,736	(4,422,736)	-
Total general revenues and transfers					<u>90,625,247</u>	<u>480,290</u>	<u>91,105,537</u>
Change in net position					(5,119,202)	23,659,121	18,539,919
Net position - beginning					187,719,286	479,672,728	667,392,014
Net position - ending					<u>\$ 182,600,084</u>	<u>\$ 503,331,849</u>	<u>\$ 685,931,933</u>

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

CITY OF SUNRISE, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

Header	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
		<u>Capital Improvements</u>		
ASSETS				
Cash and cash equivalents	\$ 52,819,806	\$ 30,654,875	\$ 64,333,377	\$ 147,808,058
Investments	27,235,709	13,324,676	5,468,333	46,028,718
Receivables, net of allowance for uncollectibles:				
Interest	11,550	6,325	3,022	20,897
Taxes	704,154	-	-	704,154
Franchise fees	1,073,521	-	-	1,073,521
Accounts receivable	1,102,314	-	-	1,102,314
Other	28,389	-	10,884	39,273
Due from other funds	637,650	-	829	638,479
Interfund	87,127	-	-	87,127
Intergovernmental	2,009,692	153,228	442,413	2,605,333
Prepaid items	1,820	-	-	1,820
Inventories	1,123	-	57,854	58,977
Advances to other funds	220,000	-	-	220,000
Total assets	<u>\$ 85,932,855</u>	<u>\$ 44,139,104</u>	<u>\$ 70,316,712</u>	<u>\$ 200,388,671</u>
LIABILITIES				
Accounts payable	1,256,731	551,888	559,132	2,367,751
Accrued liabilities	2,296,555	-	141,481	2,438,036
Retainage payable	-	1,328,637	317,301	1,645,938
Intergovernmental payable	191,801	-	2,297	194,098
Due to other funds	161,838	-	97,613	259,451
Interfund payable	-	-	87,127	87,127
Matured bonds payable	-	-	2,340,000	2,340,000
Matured interest payable	-	-	117,620	117,620
Unearned revenue	2,600,432	-	101,148	2,701,580
Other	1,668,253	-	678,291	2,346,544
Advances from other funds	-	-	220,000	220,000
Total liabilities	<u>8,175,610</u>	<u>1,880,525</u>	<u>4,662,010</u>	<u>14,718,145</u>
FUND BALANCES				
Nonspendable:				
Inventories	1,123	-	57,854	58,977
Prepaid items	1,820	-	-	1,820
Advances	220,000	-	-	220,000
Restricted for:				
Building department	-	-	8,833,485	8,833,485
Capital projects	-	-	40,260,062	40,260,062
Recreation	-	-	327,191	327,191
Public safety	-	-	5,227,111	5,227,111
Fire equipment	-	-	255,787	255,787
Median strips	-	-	435,882	435,882
Housing	-	-	1,204,264	1,204,264
Transportation	-	-	3,993,373	3,993,373
Developer agreements	-	623,333	-	623,333
Committed:				
Revenue stabilization	6,140,638	-	-	6,140,638
Contingency	18,421,914	-	-	18,421,914
Economic development	7,285,613	-	-	7,285,613
Reforestation replacement	132,967	-	-	132,967
Assigned to:				
Subsequent year's expenditures	373,830	-	-	373,830
Other purposes	1,327,008	-	-	1,327,008
Construction contracts	-	20,544,641	-	20,544,641
Transportation	-	-	764,330	764,330
Debt service funds	-	-	2,896,810	2,896,810
Capital projects funds	-	21,090,605	1,398,553	22,489,158
Unassigned				
General fund	43,852,332	-	-	43,852,332
Total fund balances	<u>77,757,245</u>	<u>42,258,579</u>	<u>65,654,702</u>	<u>185,670,526</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 85,932,855</u>	<u>\$ 44,139,104</u>	<u>\$ 70,316,712</u>	<u>\$ 200,388,671</u>

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

**CITY OF SUNRISE, FLORIDA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION -
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020**

Fund balances - total governmental funds	\$	185,670,526
 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.		212,251,721
Debt interest payable that will not be liquidated with current financial resources is not reported in the funds.		(523,777)
Deferred inflows of resources related to pension earnings and other post employment benefits are not recognized in the governmental funds; however, they are reported in the statement of net position under full accrual accounting.		(6,293,722)
Deferred outflows of resources related to pension contributions and other post employment benefits are not recognized in the governmental funds; however, they are reported in the statement of net position under full accrual accounting.		58,594,306
The internal service funds are used by management to charge the costs of workers' compensation, fleet management, information technology and communications, and self-insured health to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		31,731,593
Other post employment benefits are not due and payable in the current period and, therefore, are not reported in the funds.		(27,221,962)
Pension liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(198,567,609)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.		<u>(73,040,992)</u>
Net position of governmental activities	\$	<u>182,600,084</u>

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

CITY OF SUNRISE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Header	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
		Capital Improvements		
REVENUES				
Taxes:				
Property	\$ 45,217,806	\$ -	\$ 4,679,520	\$ 49,897,326
Local option fuel	-	-	1,470,761	1,470,761
Insurance premium	1,718,554	-	-	1,718,554
Utility service	10,104,112	-	-	10,104,112
Communications services	2,959,356	-	-	2,959,356
Local business	1,750,490	-	-	1,750,490
Permits and fees	1,425,675	-	6,256,305	7,681,980
Franchise fees	9,463,252	-	-	9,463,252
Intergovernmental	11,770,851	628,901	1,462,562	13,862,314
Charges for services	23,726,422	-	23,529	23,749,951
Administrative charges	7,797,260	-	-	7,797,260
Judgments, fines and forfeitures	1,373,385	-	557,206	1,930,591
Special assessments	11,828,173	-	-	11,828,173
Impact fees	-	-	374,362	374,362
Investment earnings	913,490	441,615	752,200	2,107,305
Contributions and donations	16,330	126,666	-	142,996
Miscellaneous	1,939,717	144	79,049	2,018,910
Total revenues	<u>132,004,873</u>	<u>1,197,326</u>	<u>15,655,494</u>	<u>148,857,693</u>
EXPENDITURES				
Current:				
General government	31,282,308	-	-	31,282,308
Public safety	79,902,579	-	7,824,378	87,726,957
Economic development	-	-	443,930	443,930
Transportation	1,235,526	-	3,063,290	4,298,816
Culture and recreation	11,598,901	-	-	11,598,901
Debt service:				
Principal	-	-	3,155,000	3,155,000
Interest	-	-	2,056,327	2,056,327
Bond issuance costs	-	-	374,863	374,863
Other	-	-	47,681	47,681
Capital outlay	1,137,585	8,892,559	6,804,930	16,835,074
Total expenditures	<u>125,156,899</u>	<u>8,892,559</u>	<u>23,770,399</u>	<u>157,819,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,847,974</u>	<u>(7,695,233)</u>	<u>(8,114,905)</u>	<u>(8,962,164)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	7,760,646	32,343,629	739,220	40,843,495
Transfers out	(20,730,820)	-	(13,189,939)	(33,920,759)
Ad valorem tax bonds issued	-	-	23,365,000	23,365,000
Premium on ad valorem tax bonds	-	-	1,632,095	1,632,095
Proceeds on sale of capital assets	88,685	-	-	88,685
Total other financing sources (uses)	<u>(12,881,489)</u>	<u>32,343,629</u>	<u>12,546,376</u>	<u>32,008,516</u>
Net change in fund balances	(6,033,515)	24,648,396	4,431,471	23,046,352
Fund balances - beginning	<u>83,790,760</u>	<u>17,610,183</u>	<u>61,223,231</u>	<u>162,624,174</u>
Fund balances - ending	<u>\$ 77,757,245</u>	<u>\$ 42,258,579</u>	<u>\$ 65,654,702</u>	<u>\$ 185,670,526</u>

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

CITY OF SUNRISE, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

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

Net change in fund balances -- total governmental funds	\$	23,046,352
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		4,292,588
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, write-offs and donations) is to increase/(decrease) net position.		715,612
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the 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 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.		(21,703,761)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		(2,027,824)
Cash pension contributions reported in the funds were greater than the calculated pension expense on the statement of activities and therefore reduced net pension liability.		(8,520,167)
Internal service funds are used by management to charge the costs of workers' compensation, fleet management, information technology and communications, and self-insured health to individual funds. The net revenue of certain activities of the internal service funds are reported with governmental activities.		<u>(922,002)</u>
Change in net position of governmental activities	\$	<u>(5,119,202)</u>

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

CITY OF SUNRISE, FLORIDA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 45,120,160	\$ 45,120,160	\$ 45,217,806	\$ 97,646
Insurance premium	1,548,800	1,548,800	1,718,554	169,754
Utility service	9,780,000	9,780,000	10,104,112	324,112
Communications services	3,000,000	3,000,000	2,959,356	(40,644)
Local business	2,300,000	2,300,000	1,750,490	(549,510)
Permits and fees	2,205,670	2,205,670	1,425,675	(779,995)
Franchise fees	9,570,000	9,570,000	9,463,252	(106,748)
Intergovernmental	9,158,600	9,590,150	11,770,851	2,180,701
Charges for services	24,646,580	24,646,580	23,726,422	(920,158)
Administrative charges	7,797,260	7,797,260	7,797,260	-
Judgments, fines and forfeitures	1,638,800	1,638,800	1,373,385	(265,415)
Special assessments	11,685,080	11,685,080	11,828,173	143,093
Investment earnings	675,000	675,000	913,490	238,490
Contributions and donations	86,000	86,000	16,330	(69,670)
Miscellaneous	1,630,400	1,630,400	1,939,717	309,317
Total revenues	130,842,350	131,273,900	132,004,873	730,973
EXPENDITURES				
Current:				
General government:				
City Commission	871,200	871,200	824,426	46,774
City Manager	2,853,310	2,841,290	2,514,878	326,412
City Clerk	714,600	714,600	605,966	108,634
City Attorney	1,557,510	1,557,510	1,222,702	334,808
Finance and Administrative Services	5,649,510	5,648,366	5,412,106	236,260
Human Resources	1,600,580	1,598,630	1,363,989	234,641
Facilities	3,984,601	3,941,341	3,585,744	355,597
Planning and Development	4,856,816	5,206,566	3,922,513	1,284,053
Non-departmental	13,650,772	12,599,772	11,829,984	769,788
Total general government	35,738,899	34,979,275	31,282,308	3,696,967
Public safety:				
Police	49,146,285	49,137,885	47,577,637	1,560,248
Fire	30,917,910	30,985,610	30,607,400	378,210
Code Enforcement	2,245,235	2,236,360	1,717,542	518,818
Total public safety	82,309,430	82,359,855	79,902,579	2,457,276
Transportation:				
Public Works	1,434,152	1,434,152	1,235,526	198,626
Culture and recreation:				
Leisure Services	14,479,270	14,378,546	11,598,901	2,779,645

(continued)

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

**CITY OF SUNRISE, FLORIDA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL, continued
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Capital outlay:				
General government:				
City Manager	32,500	44,520	35,013	9,507
Finance and Administrative Services	-	1,144	1,144	-
Human Resources	-	1,950	1,775	175
Facilities	155,780	199,040	165,985	33,055
Planning and Development	-	17,750	17,750	-
Non-departmental	-	1,051,000	383,821	667,179
Public safety:				
Police	183,945	247,495	163,362	84,133
Fire	79,730	123,230	99,370	23,860
Code Enforcement	27,579	36,454	36,454	-
Culture and recreation:				
Leisure Services	202,768	303,492	232,911	70,581
Total capital outlay	<u>682,302</u>	<u>2,026,075</u>	<u>1,137,585</u>	<u>888,490</u>
Total expenditures	<u>134,644,053</u>	<u>135,177,903</u>	<u>125,156,899</u>	<u>10,021,004</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,801,703)</u>	<u>(3,904,003)</u>	<u>6,847,974</u>	<u>10,751,977</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	7,765,390	7,765,390	7,760,646	(4,744)
Transfers out	(5,624,470)	(20,730,820)	(20,730,820)	-
Proceeds on sale of capital assets	20,000	20,000	88,685	68,685
Total other financing sources (uses)	<u>2,160,920</u>	<u>(12,945,430)</u>	<u>(12,881,489)</u>	<u>63,941</u>
Net change in fund balance	<u>(1,640,783)</u>	<u>(16,849,433)</u>	<u>(6,033,515)</u>	<u>10,815,918</u>
Fund balance - beginning	<u>83,790,760</u>	<u>83,790,760</u>	<u>83,790,760</u>	<u>-</u>
Fund balance - ending	<u>\$ 82,149,977</u>	<u>\$ 66,941,327</u>	<u>\$ 77,757,245</u>	<u>\$ 10,815,918</u>

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

CITY OF SUNRISE, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water, Wastewater and Gas Utility System	Sanitation	Other Enterprise Funds	Total	
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 145,513,995	\$ 378,472	\$ 15,751,170	\$ 161,643,637	\$ 21,118,197
Investments	67,377,176	504,772	7,276,946	75,158,894	11,288,244
Interest receivable	31,762	219	3,289	35,270	4,653
Accounts receivable, net of allowance for uncollectibles	18,187,945	2,696,267	993,391	21,877,603	63,388
Other receivables	173,563	239	37	173,839	381,376
Due from other funds	33,341	-	-	33,341	17,931
Intergovernmental receivable	1,004,236	-	-	1,004,236	-
Inventories	2,690,965	-	12,439	2,703,404	300,509
Prepaid items	59,914	-	3,860	63,774	-
Restricted assets:					
Cash and cash equivalents	8,016,399	-	-	8,016,399	-
Total current assets	243,089,296	3,579,969	24,041,132	270,710,397	33,174,298
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	53,595,329	831,598	-	54,426,927	-
Investments	26,424,792	-	-	26,424,792	-
Interest receivable on investments	10,314	-	-	10,314	-
Capital assets:					
Land	11,123,293	-	1,289,145	12,412,438	-
Intangibles	349,303	-	3,283	352,586	353,427
Buildings and system	644,028,814	-	685,480	644,714,294	-
Improvements other than buildings	8,617,363	-	11,949,747	20,567,110	-
Machinery and equipment	6,026,319	1,504	2,815,227	8,843,050	2,056,469
Vehicles	11,911,140	-	1,487,080	13,398,220	19,938,052
Construction in progress	69,987,460	-	987,946	70,975,406	3,804,648
Less accumulated depreciation/amortization	(341,803,201)	(1,053)	(5,643,951)	(347,448,205)	(10,697,061)
Total net capital assets	410,240,491	451	13,573,957	423,814,899	15,455,535
Total noncurrent assets	490,270,926	832,049	13,573,957	504,676,932	15,455,535
Total assets	733,360,222	4,412,018	37,615,089	775,387,329	48,629,833
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on refunding	814,323	-	-	814,323	-
Other postemployment benefits	3,097,945	22,050	255,203	3,375,198	232,053
Pension	13,725,225	19,435	1,244,711	14,989,371	1,343,058
Total deferred outflows of resources	17,637,493	41,485	1,499,914	19,178,892	1,575,111

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water, Wastewater and Gas Utility System	Sanitation	Other Enterprise Funds	Total	
LIABILITIES					
Current liabilities:					
Accounts payable	4,998,942	1,320,407	321,844	6,641,193	1,595,821
Accrued liabilities	791,576	5,172	43,734	840,482	63,561
Due to other funds	462,732	162,711	12,544	637,987	4,447
Compensated absences	327,802	4,083	-	331,885	34,167
Retainage payable	1,370,477	-	22,770	1,393,247	-
Intergovernmental payable	2,421,054	-	5,408	2,426,462	-
Current liabilities payable from restricted assets:					
Accounts payable	1,084,181	-	-	1,084,181	-
Revenue bonds payable	6,245,000	-	-	6,245,000	-
Accrued interest payable	1,771,399	-	-	1,771,399	-
Total current liabilities	19,473,163	1,492,373	406,300	21,371,836	1,697,996
Noncurrent liabilities:					
Revenue bonds and notes payable (net of unamortized discounts/premiums)	182,700,000	-	-	182,700,000	-
Compensated absences	3,470,635	28,414	245,478	3,744,527	324,237
Net pension liability	42,817,342	50,109	3,953,623	46,821,074	4,139,390
Total pension liability - retiree subsidy	16,108,957	18,103	1,706,500	17,833,560	1,248,057
Total other postemployment benefits	10,766,647	78,483	901,357	11,746,487	821,773
Claims and judgments	-	-	-	-	2,986,829
Unearned revenue	12,177	42,152	2,803	57,132	-
Noncurrent liabilities payable from restricted assets:					
Retainage payable	341,889	-	-	341,889	-
Customer deposits payable	9,237,990	831,598	-	10,069,588	-
Total noncurrent liabilities	265,455,637	1,048,859	6,809,761	273,314,257	9,520,286
Total liabilities	284,928,800	2,541,232	7,216,061	294,686,093	11,218,282
DEFERRED INFLOWS OF RESOURCES					
Other postemployment benefits	1,408,881	10,135	117,116	1,536,132	106,632
Pension	1,777,806	13,157	163,926	1,954,889	205,695
Total deferred inflows of resources	3,186,687	23,292	281,042	3,491,021	312,327
NET POSITION					
Net investment in capital assets	218,876,601	451	13,458,639	232,335,691	14,402,198
Restricted for:					
Renewal and replacement	35,112,517	-	-	35,112,517	-
Operations and maintenance	4,360,792	-	-	4,360,792	-
System reserve	29,802,339	-	-	29,802,339	-
Unrestricted	174,729,979	1,888,528	18,159,261	194,777,768	24,272,137
Total net position	\$ 462,882,228	\$ 1,888,979	\$ 31,617,900	496,389,107	\$ 38,674,335
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				6,942,742	
Net position of business-type activities				\$ 503,331,849	

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

CITY OF SUNRISE, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

<u>Business-type Activities - Enterprise Funds</u>					
	<u>Water, Wastewater and Gas Utility System</u>	<u>Sanitation</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating revenues:					
Charges for sales and services:					
Water sales	\$ 54,757,969	\$ -	\$ -	\$ 54,757,969	\$ -
Wastewater service	59,800,120	-	-	59,800,120	-
Gas sales	7,358,535	-	-	7,358,535	-
Fees	-	12,192,848	10,350,699	22,543,547	-
Service charges	980,706	-	-	980,706	27,809,245
Guaranteed revenues	465,417	-	-	465,417	-
Administrative charges	677,070	-	-	677,070	-
Total operating revenues	124,039,817	12,192,848	10,350,699	146,583,364	27,809,245
Operating expenses:					
Costs of sales and services:					
Power, water and wastewater purchases	3,416,658	-	161,097	3,577,755	33,644
Natural gas purchases	1,510,190	-	-	1,510,190	-
Chemical purchases	2,918,064	-	127,915	3,045,979	-
Solid waste/sludge removal	1,191,986	11,340,474	-	12,532,460	-
Recycling charges	-	-	814,720	814,720	-
Materials and supplies	1,597,228	-	124,979	1,722,207	1,137,995
Repairs and maintenance	5,895,508	11,700	163,074	6,070,282	2,425,202
Salaries, wages and employee benefits	32,563,854	285,945	2,306,656	35,156,455	3,509,653
Insurance and other expenses	12,715,313	18,236	2,485,494	15,219,043	4,706,479
Claims expense	-	-	-	-	15,472,712
Administrative fees	5,665,580	789,360	902,890	7,357,830	-
Depreciation and amortization	24,320,334	301	801,284	25,121,919	2,020,064
Total operating expenses	91,794,715	12,446,016	7,888,109	112,128,840	29,305,749
Operating income (loss)	32,245,102	(253,168)	2,462,590	34,454,524	(1,496,504)

Business-type Activities - Enterprise Funds

	Water, Wastewater and Gas Utility System	Sanitation	Other Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Non-operating revenues (expenses):					
Investment earnings	3,224,297	22,115	249,796	3,496,208	420,339
Interest and amortization expense	(8,582,368)	(9,074)	-	(8,591,442)	-
Gain (loss) on sale of capital assets	(5,168,878)	-	-	(5,168,878)	(5,113)
Other	1,846,488	117	(439,787)	1,406,818	3,217,924
Total non-operating revenues (expenses)	(8,680,461)	13,158	(189,991)	(8,857,294)	3,633,150
Income before contributions and transfers	23,564,641	(240,010)	2,272,599	25,597,230	2,136,646
Capital contributions	1,925,979	-	-	1,925,979	-
Transfers in	-	-	837,910	837,910	-
Transfers out	(5,260,646)	-	-	(5,260,646)	(2,500,000)
Change in net position	20,229,974	(240,010)	3,110,509	23,100,473	(363,354)
Total net position - beginning	442,652,254	2,128,989	28,507,391		39,037,689
Total net position - ending	\$ 462,882,228	\$ 1,888,979	\$ 31,617,900		\$ 38,674,335
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				558,648	
Change in net position of business-type activities				\$ 23,659,121	

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

CITY OF SUNRISE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water, Wastewater and Gas Utility System	Sanitation	Other Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 124,764,458	\$ 11,981,635	\$ 10,236,245	\$ 146,982,338	\$ 27,790,672
Receipts from interfund services provided	677,070	-	-	677,070	-
Payments to suppliers	(30,933,318)	(11,331,559)	(4,123,489)	(46,388,366)	(20,201,719)
Payments to and for employees	(29,103,788)	(259,200)	(2,110,963)	(31,473,951)	(3,231,279)
Payments for interfund services used	(5,665,580)	(789,360)	(902,890)	(7,357,830)	-
Net cash provided by (used for) operating activities	<u>59,738,842</u>	<u>(398,484)</u>	<u>3,098,903</u>	<u>62,439,261</u>	<u>4,357,674</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer from other funds	-	-	837,910	837,910	-
Transfer to other funds	(5,260,646)	-	-	(5,260,646)	(2,500,000)
Net cash provided by (used for) noncapital financing activities	<u>(5,260,646)</u>	<u>-</u>	<u>837,910</u>	<u>(4,422,736)</u>	<u>(2,500,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from refunding debt	96,880,000	-	-	96,880,000	-
Capital contributions	1,219,348	-	-	1,219,348	-
Acquisition and construction of capital assets	(22,869,217)	-	(1,198,946)	(24,068,163)	(3,196,990)
Principal paid on capital debt	(99,905,000)	-	-	(99,905,000)	-
Interest paid on capital debt	(10,589,124)	-	-	(10,589,124)	-
Proceeds from sales of capital assets	60,750	-	-	60,750	15,540
Net cash (used for) capital and related financing activities	<u>(35,203,243)</u>	<u>-</u>	<u>(1,198,946)</u>	<u>(36,402,189)</u>	<u>(3,181,450)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sales and maturities of investments	64,462,710	376,098	4,701,642	69,540,450	8,660,882
Purchase of investments	(127,369,472)	(685,067)	(9,768,314)	(137,822,853)	(15,785,749)
Interest and dividends received	3,060,777	21,129	236,807	3,318,713	396,462
Net cash (used for) investing activities	<u>(59,845,985)</u>	<u>(287,840)</u>	<u>(4,829,865)</u>	<u>(64,963,690)</u>	<u>(6,728,405)</u>
Net increase (decrease) in cash and cash equivalents	(40,571,032)	(686,324)	(2,091,998)	(43,349,354)	(8,052,181)
Cash and cash equivalents, September 30, 2019 (including \$109,751,688 and \$806,278 for the utility system and sanitation funds, respectively, reported in restricted accounts)	<u>247,696,755</u>	<u>1,896,394</u>	<u>17,843,168</u>	<u>267,436,317</u>	<u>29,170,378</u>
Cash and cash equivalents, September 30, 2020 (including \$61,611,728 and \$831,598 for the utility system and sanitation funds, respectively, reported in restricted accounts)	<u>\$ 207,125,723</u>	<u>\$ 1,210,070</u>	<u>\$ 15,751,170</u>	<u>\$ 224,086,963</u>	<u>\$ 21,118,197</u>

Business-type Activities - Enterprise Funds

	<u>Water, Wastewater and Gas Utility System</u>	<u>Sanitation</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ 32,245,102	\$ (253,168)	\$ 2,462,590	\$ 34,454,524	\$ (1,496,504)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Miscellaneous non-operating income (loss)	1,846,488	(8,957)	(439,787)	1,397,744	3,217,924
Depreciation and amortization expense	24,320,334	301	801,284	25,121,919	2,020,064
(Increase) in accounts receivable	(656,175)	(230,070)	(112,828)	(999,073)	(642)
(Increase) in other receivables	(101,240)	(5)	(2)	(101,247)	(163,794)
(Increase) in due from other funds	(13,267)	-	-	(13,267)	(17,931)
(Increase) decrease in intergovernmental receivables	(738,496)	-	463,724	(274,772)	2,671
(Increase) decrease in inventories	(426,653)	-	(5,506)	(432,159)	62,601
(Increase) in prepaid items	(340)	-	(130)	(470)	-
(Increase) in deferred outflows	(2,498,516)	(17,714)	(223,344)	(2,739,574)	(187,629)
Increase in customer deposits	31,071	25,320	-	56,391	-
Increase (decrease) in accounts payable	(260,593)	47,813	(231,329)	(444,109)	1,021,090
Increase in accrued liabilities	290,243	1,220	8,899	300,362	12,713
Increase (decrease) in due to other funds	61,187	(3,750)	1,092	58,529	(278)
Increase in intergovernmental payables	159,814	-	2,697	162,511	-
Increase (decrease) in unearned revenue	(32,043)	(2,606)	808	(33,841)	-
(Decrease) in retainage payable	(239,754)	-	(39,114)	(278,868)	-
Increase (decrease) in compensated absences payable	147,375	3,794	(70,867)	80,302	37,894
Increase in total other postemployment benefits payable	2,889,148	20,529	237,700	3,147,377	216,092
Increase in total pension liability - retiree subsidy	1,667,057	11,829	166,924	1,845,810	124,864
Increase in net pension liability	3,710,211	26,587	305,288	4,042,086	277,785
(Decrease) in deferred inflows	(2,740,476)	(19,607)	(229,196)	(2,989,279)	(204,481)
(Decrease) in claims and judgments	-	-	-	-	(564,765)
Total adjustments	<u>27,493,740</u>	<u>(145,316)</u>	<u>636,313</u>	<u>27,984,737</u>	<u>5,854,178</u>
Net cash provided by (used for) operating activities	\$ <u>59,738,842</u>	\$ <u>(398,484)</u>	\$ <u>3,098,903</u>	\$ <u>62,439,261</u>	\$ <u>4,357,674</u>
Noncash investing, capital and financing activities:					
Contributions of capital assets	\$ 706,631	\$ -	\$ -	\$ 706,631	\$ -
Net increase in fair value of investments	231,151	1,955	16,791	249,897	30,514

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

**CITY OF SUNRISE, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020**

	<u>Pension Trust Funds</u>	<u>Special Assessment Agency Fund</u>
ASSETS		
Cash and cash equivalents	\$ 3,951,939	\$ 6,631,982
Receivable from sale of securities	522,360	-
Interest and dividends receivable	465,354	-
Due from other funds	212,134	-
Other receivables	61	-
Investments:		
Money market funds	3,090,846	-
U.S. government and agency securities	31,561,132	-
Corporate bonds	31,237,024	-
Mutual funds	198,970,680	-
Common stocks	171,761,827	-
International equity funds	65,240,098	-
Commingled real estate funds	66,651,170	-
Total investments	<u>568,512,777</u>	-
Prepaid items	684,366	-
Total assets	<u>574,348,991</u>	<u>6,631,982</u>
LIABILITIES		
Deposits held for others	-	6,631,982
Accounts payable	494,288	-
Payable for securities purchased	624,477	-
Total liabilities	<u>1,118,765</u>	<u>\$ 6,631,982</u>
NET POSITION		
Restricted for pensions	<u>\$ 573,230,226</u>	

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

**CITY OF SUNRISE, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Pension Trust Funds
ADDITIONS	
Contributions:	
Employer	\$ 31,273,043
Plan members	6,401,430
Other sources	1,718,554
Total contributions	<u>39,393,027</u>
Investment earnings:	
Interest	4,372,206
Dividends	5,297,545
Net appreciation in fair value of investments	36,335,092
Other	35,489
Total investment earnings	<u>46,040,332</u>
Less investment expense	<u>1,754,805</u>
Net investment earnings	<u>44,285,527</u>
Total additions	<u>83,678,554</u>
DEDUCTIONS	
Benefits	38,573,766
Refunds of contributions	223,818
Administrative expenses	613,560
Total deductions	<u>39,411,144</u>
Change in net position	44,267,410
Net position - beginning	<u>528,962,816</u>
Net position - ending	<u>\$ 573,230,226</u>

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

**CITY OF SUNRISE, FLORIDA
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SEPTEMBER 30, 2020**

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CITY OF SUNRISE, FLORIDA

I. Summary of Significant Accounting Policies

A. Reporting entity

The City of Sunrise, Florida (the City) was incorporated June 22, 1961 and has a population of approximately 95,000 living within an area of approximately 18 square miles. The City was established under Charter 61-2902, which was adopted in 1961 with a mayor/commission form of government. By referendum, the city commission/city manager form of government replaced the mayor/commission form of government in 1989. Five elected city commission members comprised of the Mayor, Deputy Mayor, Assistant Deputy Mayor and two Commissioners govern the City.

In evaluating the City as a reporting entity, management has addressed all potential component units for which the City may or may not be financially accountable and, as such, be includable within the City's financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the City and/or has operational responsibility. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. If the component unit's governing body is substantively the same as the City's, the component unit is blended (reported as if it was part of the City's operations).

Blended component units

Special Tax District No. 1 (the District) was created by Ordinance 373. The District provides, or assists in the provision of, public works lying within its territorial limits. All elected and appointed officials and employees of the City are, ex officio, the officials and employees of the District. Management of the City has operational responsibility for the component unit.

Metropica Improvement District was created by Ordinance 909-X. The Metropica District provides, or assists in the provision of, land and public improvements within its territorial boundaries or outside its boundaries which benefit property lying within its territorial limits. All elected and appointed officials and employees of the City are, ex officio, the officials and employees of the Metropica District. Management of the City has operational responsibility for the component unit. The Metropica District does not have any financial activity to date.

The City Commission establishes ad valorem taxes for Special Tax District No. 1. If necessary, the City Commission would establish the ad valorem tax rate for the Metropica Improvement District.

Separate financial statements are not required or prepared for the special districts. The City reports fund balances and financial activity in the debt service funds, and the capital projects fund for Special Tax District No. 1.

B. Government-wide and fund financial statements

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units in accordance with Governmental Standards Board Pronouncements (GASB). In November 2016, the GASB issued *Certain Asset Retirement Obligations* (Statement No. 83). This statement was early

CITY OF SUNRISE, FLORIDA

implemented last fiscal year. Statement No. 88, issued in April 2018, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements* was early implemented in fiscal year 2018.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been eliminated from these statements. Exceptions to this are administrative charges where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's water and wastewater function and various other functions of the City. The net residual amounts due between governmental and business-type activities are presented as internal balances in the statement of net position. Amounts reported in the funds as receivable from or payable to fiduciary funds are included in the statement of net position as receivable from and payable to external parties, rather than as internal balances.

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. 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 user fees and charges for support.

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.

C. Measurement focus, basis of accounting and financial statement presentation

Measurement focus is commonly used to describe the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues and expenditures/expenses are recognized in the accounts and reported in the financial statements and relates to the timing of transactions, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. The economic resources measurement focus is on the determination of net income and capital maintenance. All fund assets, deferred outflows/inflows of resources, and liabilities, current and non-current, are accounted for in the fund. Under 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. Certain indirect costs are included in the program expense reported for business-type activities.

Amounts reported as program revenues include 1) charges to customers for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as

CITY OF SUNRISE, FLORIDA

general revenues, rather than as program revenues. Taxes and other items not classified as program revenues are reported as general revenues.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. The current financial resources measurement focus is on the determination of and changes in financial position. This concept emphasizes the acquisition, use and balance of governmental fund expendable available financial resources and related current liabilities. Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of 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 are generally recorded when a liability is incurred. The exception to this general rule is that principal and interest on general long-term debt and compensated absences are recognized when due.

Property taxes, gas taxes, utility service taxes, franchise fees, fuel tax refunds, administrative charges 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 fiscal period. In applying the susceptible to accrual concept to intergovernmental revenues, revenues are recognized when all eligibility requirements are met. All other revenue items are considered to be measurable and available only when cash is received by the City.

Governmental funds are used to account for the City's general government activities. The City reports the following major governmental funds:

- The General Fund is the operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.
- The Capital Improvements capital projects fund accounts for general capital projects and the acquisition and construction in the Neighborhood Renaissance Program.

The other governmental funds are a summarization of all the non-major governmental funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the City's enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative fees, general expenses and depreciation/amortization on capital assets. Operating expenses for the internal service funds include claims, insurance premiums, general expenses and depreciation/amortization on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The City reports the following major proprietary funds:

- The Water, Wastewater, and Gas Utility System enterprise fund accounts for the provision of water, wastewater and natural gas services to customers inside and outside the City limits.
- The Sanitation enterprise fund accounts for the provision of solid waste disposal services to City residents.

The other proprietary funds are a summarization of all the non-major proprietary funds.

CITY OF SUNRISE, FLORIDA

Additionally, the City reports the following fund types:

The internal service funds are used to account for goods or services provided by one department to other departments of the City on a cost-reimbursement basis. The City operates four internal service funds for the purpose of workers' compensation services, fleet management, information technology and communications, and self-insured health.

Fiduciary funds include pension trust funds and an agency fund. The pension trust funds account for the activities of the City's general employees', police officers' and firefighters' pension plans, which accumulate resources for pension benefit payments to qualified employees. The agency fund is used to account for transactions related to \$70,120,000 Taxable Special Assessment Bonds, Series 2015 which includes the establishment of a debt service reserve and the debt service transactions associated with the bonds. The bonds were issued by the City and secured by assessments on real property within a specified area that stands to benefit from the improvements provided by the bonds, known as the Parking Garages Assessment Area. The City has no liability for repayment of the bonds and is merely acting as the property owners' agent in handling the debt service transactions by collecting the assessments (which are reported as deposits held for others until paid) and forwarding for payment to the bondholders each May 1 and November 1. For fiscal year ended September 30, 2020, the agency fund reports total assets of \$6,631,982, which consists of the debt service reserve of \$4,786,575 and \$1,845,407 received from the property owners for the 2021 debt service of the bonds.

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash and cash equivalents

The City has defined cash and cash equivalents to include cash on hand, demand deposits, short-term investments (including restricted assets) with original maturities at the time of purchase of three months or less, external investment pools, money market mutual funds, and equity in the City's pooled cash.

Pooled cash is an investment tool employed by the City that maximizes earning potential by investing large amounts of idle cash for short periods of time. It is available for use by all funds except those whose cash and investments must be segregated due to bond covenants or other legal restrictions. The City maintains pooled cash accounts in all of its funds except for the pension trust funds, debt service funds, capital projects funds that are funded by special assessments or debt, and the Police Confiscation fund. Interest income is distributed monthly based on average daily balances.

The City invests surplus funds in a variety of investment vehicles. One such vehicle is the Florida PRIME, an external investment pool. The City owns shares of the pool, not the underlying securities. This fund is administered by the SBA, who provides regulatory oversight, and has been managed by Federated Investors since February 2008. Florida PRIME is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 215 and 218 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for administration of the investment pool. Florida PRIME is not a registrant with the Securities and Exchange Commission (SEC); however, the SBA has adopted operating procedures consistent with the requirements for a 2a-7 fund and measures all of its investments at amortized cost. The investments in Florida PRIME are not insured by FDIC or any other governmental agency. With regard to liquidity fees, Florida Statute

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218.409(4) provides authority for the SBA to impose penalties for early withdrawals, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made. As of September 30, 2020, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100 percent of the account value.

Pooled cash and cash equivalents are also invested in various certificates of deposit and five money market mutual funds including Fidelity Investments Money Market Government Portfolio Institutional Class, Fidelity Investments Money Market Treasury Portfolio – Class III, Goldman Sachs Financial Square Government Fund – Institutional Shares, First American Funds Treasury Obligations Fund, and Federated Hermes Government Obligations Fund – Institutional Shares.

2. Investments

The City's authorized investments include the Florida PRIME or any authorized intergovernmental investment pool, U.S. Government and Agency securities, certificates of deposit, corporate bonds, mortgage-backed securities, repurchase agreements, commercial paper, certain money market mutual funds, short term bond funds, obligations of U.S. government sponsored enterprises implicitly or explicitly guaranteed by the U.S. government, obligations of state and local governments, and banker's acceptances. Investments purchased with maturities of three months or less are classified as cash equivalents.

Investments are stated at fair value (quoted market price or the best available estimate thereof). However, the Florida Prime investment pool, money market investments, including short-term, highly liquid investments with a remaining maturity at time of purchase of one year or less, and certificates of deposit are reported at amortized cost.

Bond ordinances authorize trust account investments in deposit accounts of any banks that are fully insured by federal depository insurance or fully collateralized by federal securities, repurchase agreements and general obligation or full faith credit bonds, notes or obligations of any state or subdivision provided such obligations meet certain rating requirements. The bond ordinances also provide that monies on deposit in the reserve account may be invested only in federal securities.

The City's pension funds' investment policies are determined by the respective Boards of Trustees. Their portfolios may consist of obligations guaranteed by the U.S. government, time or savings accounts, corporate bonds, common or preferred stocks, international equity funds (up to 25% of portfolios), limited real estate investments (up to 15% of portfolios), and mutual funds. Fair values of investments are determined as follows: securities traded on a national securities exchange are valued at the last reported sales price on the last business day of the fiscal year at current exchange rates; securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the mean between the past reported bid and ask prices; and investments that do not have an established market are reported at estimated fair value as determined by the Board of Trustees. Time deposits and short-term investment pools are valued at amortized cost.

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3. Receivables and payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “interfund receivables/payables” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Advances to other funds (an asset), as reported in the governmental fund financial statements, are classified as nonspendable fund balance to indicate they are not available for appropriation. Customer receivables are shown net of an allowance for uncollectibles. All assessments are reported, including delinquencies.

4. Inventories and prepaid items

All City inventories are maintained on a consumption basis of accounting where items are purchased for inventory and charged as an expenditure/expense as the items are consumed. The reported governmental fund type inventories are offset by a fund balance classified as nonspendable that indicates unavailability of spendable resources. Inventories held by the General Fund consist of postage stamps while inventories included in the special revenue funds consist of irrigation parts and road materials. Inventories included in the enterprise funds consist of chemicals, meters, and parts and supplies. Inventories in the internal service funds consist of fuel. Governmental fund inventories are stated at cost, using the first-in/first-out (FIFO) method. The chemicals and fuel inventories in the enterprise and internal service funds are stated at cost using the FIFO method; the meters and parts and supplies inventories are stated at cost, using the weighted average method.

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. The cost of prepaid items is recorded as expenditure when consumed rather than when purchased. The governmental fund financial statements consider prepaid items to be nonspendable fund balance.

5. Restricted assets

Certain proceeds of the City’s enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants. The “revenue bond operations and maintenance” account is used to report resources set aside to pay operating and maintenance expenses. The “revenue bond debt service” account is used to segregate resources accumulated for debt service payments over the next twelve months. The “revenue bond reserve” account is used to report resources set aside to make up potential future deficiencies in the revenue bond debt service account. The “revenue bond renewal and replacement” account is used to report resources set aside to cure deficiencies in the debt service account or the reserve account, or to fund asset renewals and replacements.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first and then unrestricted resources as they are needed. In the governmental funds, when both restricted resources and other resources (committed, assigned, and unassigned) can be used, the spending priority is committed, assigned, then

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unassigned, except in the General Fund where the spending priority is assigned, unassigned, then committed.

6. Capital assets

Capital assets, which include property, plant, equipment, vehicles, intangibles and infrastructure assets (e.g., roads, bridges, etc.), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Generally, the City, with the exception of the firefighters' pension fund, defines capital assets as assets with an initial, individual cost of \$1,000 or greater and an estimated useful life in excess of one year. The firefighters' pension fund has established a capital threshold of \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Contributed assets are recorded at acquisition value as of the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated and amortized using the straight-line method over the following estimated useful lives.

Intangibles	5 years
Buildings	25 – 50 years
Improvements other than buildings	5 – 20 years
Water and wastewater plant	30 – 50 years
Gas plant	25 – 50 years
Deep well injection system	50 years
Machinery & equipment	3 – 10 years
Vehicles	5 – 10 years
Public domain infrastructure	30 – 50 years

Contributions of funds from federal, state or local sources for the purpose of purchasing property, plant and equipment and connection fees intended to recover the cost of connecting new customers to the system are recorded as capital contributions on the proprietary statement of revenues, expenses, and changes in net position.

7. Pensions

Net pension liability, deferred outflows and inflows of resources, pension expense and information about the fiduciary net position, and additions and deductions to fiduciary net position have been determined and reported on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

8. Deferred outflows/inflows of resources

The Statement of Net Position includes a separate section for deferred outflows of resources. This represents a consumption of net position applicable to future periods and will not be recognized as an expense/expenditure until the future period to which it applies. Items in this category include a deferred charge on refunding, a deferred pension expense (see note V.C.) and a deferred OPEB expense (see note V.D.). A deferred charge on refunding is the

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difference between 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 or the refunding debt.

The Statement of Net Position also includes a separate section, listed below total liabilities, for deferred inflows of resources that represents the acquisition of net position applicable to future periods and is not recognized as revenue until the period to which it applies. Items in this category include unavailable revenue, deferred pension income (see note V.C.) and deferred OPEB income (see note V.D.). Governmental funds report unavailable revenue using the modified accrual basis of accounting from special assessments. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

9. Compensated absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits, which will be paid to employees upon separation from City service if certain criteria are met. The accumulated compensated absences and associated employee-related costs are accrued when incurred in the government-wide and proprietary fund financial statements. The current portion is the amount estimated to be used in the following fiscal year. The compensated absences balance in the governmental funds represents a reconciling item between the fund and the government-wide presentations.

10. 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/discounts are amortized using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

11. Net position or fund equity

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets represent the City's capital assets net of accumulated depreciation plus the capital-related deferred outflows of resources less any capital-related borrowings and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed to meet the various covenants as may be specified and defined in the revenue bond indenture or other legal document.

The governmental funds' financial statements report five categories of fund balance: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balances include amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Commission through an ordinance or resolution (which are both equal and the highest level of decision making authority) are classified as committed fund balances. These constraints remain binding unless removed or changed in the same manner employed to commit those resources. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Funds can only be assigned by City Commission. With the exception of the general

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fund, this is the residual fund balance classification for all governmental funds with positive balances. Unassigned fund balance is the residual classification that has not been restricted, committed or assigned. Any residual (unassigned) balance must be positive in the General Fund but may be negative in any other governmental funds as a result of overspending for specific purposes for which amounts have been restricted, committed or assigned.

12. Revenue stabilization

A general fund revenue stabilization account was approved by City Commission through resolution to mitigate the impacts of future revenue shortfalls. The minimum funding level is five percent (5%) of audited actual operating expenditures based on the most recent year in which audited operating expenditures are available. Disbursements from the revenue stabilization account may be made by the City Commission by enactment of an ordinance requiring a majority plus one vote if the following criteria is met: the revenue shortfall in a fiscal year results from revenue collections short of the amount budgeted by five percent (5%) or more or the revenue shortfall results from projected budgeted revenues for any ensuing year that are less than the previous year's adopted revenue budget and the revenue shortfall is expected to persist through the end of the fiscal year.

13. Use of estimates

The preparation of the financial statements in conformity with GAAP in the United States 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 those estimates.

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II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes the reconciliation between *fund balances – total governmental funds* and *net position of governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds”. The details of this \$(73,040,992) are as follows:

Bonds payable	\$ (59,745,000)
Plus: Issuance premiums	(2,358,846)
Less: Bond insurance costs	8,067
Compensated absences	<u>(10,945,213)</u>
Net adjustment to reduce <i>fund balances - total governmental funds</i> to arrive at <i>net position of governmental activities</i>	<u>\$ (73,040,992)</u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes the reconciliation between *net change in fund balances – total governmental funds* and *change in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense”. The details of this \$4,292,588 difference are as follows:

Capital outlay	\$ 16,835,074
Depreciation expense	(12,289,965)
Capitalized operating expenditures	22,441
Non-capitalized capital outlay expenditures	<u>(274,962)</u>
Net adjustment to increase <i>net change in fund balances - total governmental funds</i> to arrive at <i>change in net position of governmental activities</i>	<u>\$ 4,292,588</u>

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Another element of that reconciliation states that “the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, write-offs and donations) is to increase/ (decrease) net position”. The details of this \$715,612 difference are as follows:

Donations of capital assets increase net position in the statement of activities but do not appear in the governmental funds because they are not financial resources.	\$ 1,324,558
Trade-ins of existing capital assets to acquire new capital assets increase net position. Governmental funds do not report gains or losses on trade-ins.	1,050
The statement of activities reports losses arising from the write-off of capital assets. Governmental funds do not report any loss resulting from a capital asset write-off.	<u>(609,996)</u>
<i>Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities</i>	<u>\$ 715,612</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position”. The details of this \$(21,703,761) difference are as follows:

Ad valorem tax bonds issued	\$ (23,365,000)
Premium on General Obligation Bonds	(1,632,095)
Amortization of bond premium	338,566
Interest accrual for General Obligation bonds	(192,165)
Amortization of bond insurance costs	(8,067)
Bond principal repayments	<u>3,155,000</u>
<i>Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position of governmental activities</i>	<u>\$ (21,703,761)</u>

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds". The details of the \$(2,027,824) difference are as follows:

Other post employment benefits	\$ (1,595,963)
Compensated absences	<u>(431,861)</u>
<i>Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position of governmental activities</i>	<u>\$ (2,027,824)</u>

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III. Stewardship, Compliance and Accountability

A. Budgetary information

Budgets are legally adopted for all governmental and proprietary fund types. Annual budgets are adopted on a basis consistent with generally accepted accounting principles. Project-length budgets are adopted in the capital projects funds. All unencumbered, annual appropriations lapse at fiscal year-end. Significant appropriations outstanding at year-end are re-appropriated in the following year.

The appropriated budget is prepared by fund, function, and department. The city manager may make transfers of appropriations among programs within a department, office or agency. Transfers of appropriations between departments require the approval of the city commission.

Expenditures/expenses may not legally exceed appropriations at the individual fund level; exception is the general fund expenditures, which may not exceed appropriations at the department level. Supplemental appropriations for operating and capital expenditures of \$533,850 for the general fund, \$46,160 for the special revenue funds, \$876,813 for the debt service funds, and \$20,275,632 for the capital projects funds were approved during the year and are included in the final budget.

The City follows these procedures in establishing the legally adopted budgetary data:

1. Prior to August 1st, the City Manager submits to the City Commission a proposed annual budget, budget message and capital program for the fiscal year commencing October 1st. The operating budget includes proposed expenditures/expenses and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1st, the budget is legally enacted through the passage of an ordinance as required by the City Charter.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders) outstanding at year-end are reported as assigned fund balance and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

IV. Detailed Notes on all Funds

A. Deposits and investments

As of September 30, 2020, the fair value of the City's deposits and investments, exclusive of the Pension trust and agency funds, was \$551,913,866. Cash and cash equivalents at September 30, 2020 amount to \$62,443,326 restricted and \$330,569,892 unrestricted. Total investments amount to \$26,424,792 restricted and \$132,475,856 unrestricted. The following table summarizes the City's cash and cash equivalents and investments:

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	Fair Value	Less Than 1	1 - 3	Credit	Average	Percent
		Year	Years	Rating	Maturity in Days	Distribution
Cash and investments:						
Cash						
Cash on hand	\$ 69,355	\$ 69,355	-	- NA -		- NA -
Demand deposits:						
Bank United	72,541,366	72,541,366	-	- NA -		13.15%
Synovus Bank	70,795,223	70,795,223	-	- NA -		12.83%
Other deposits (operating accounts)	45,134,432	45,134,432	-	- NA -		8.18%
Money market mutual funds:						
Fidelity Investments FRGX	10,063,819	10,063,819	-	AAAm/Aaa-mf	45	1.82%
Fidelity Investments FCSXX	5,214,833	5,214,833	-	AAAm/Aaa-mf	52	0.94%
Goldman Sachs FGTX	10,087	10,087	-	AAAm/Aaa-mf	48	0.01%
First American Funds FUZXX	8,017,679	8,017,679	-	AAAm/Aaa-mf	46	1.45%
Federated Hermes GOIXX	10,989,461	10,989,461	-	AAAm/Aaa-mf	43	1.99%
Local government investment pools:						
SBA Florida PRIME	86,735,713	86,735,713	-	AAAm/NA	48	15.72%
FL Cooperative Liquid Assets Securities System	63,393,572	63,393,572	-	AAAm/NA	51	11.49%
FL Fixed Income Trust Cash Pool	20,047,678	20,047,678	-	AAAf/S1	100	3.63%
Total cash	<u>\$ 393,013,218</u>	<u>\$ 393,013,218</u>	<u>\$ -</u>			
Investments:						
Certificate of deposits	\$ 35,366,614	\$ 35,366,614	-	- NA -	70	6.41%
Commercial paper	9,996,042	9,996,042	-	A-1/P-1	14	1.81%
U.S. treasuries	10,560,290	10,560,290	-	AA+/Aaa	182	1.91%
Local government investment pool:						
Florida Fixed Income Trust Select Cash Pool	42,955,339	-	42,955,339	AAAf/S1	661	7.78%
FL Government Investment Trust-Short Term Bond Fund	60,022,363	-	60,022,363	AAAf/S1	730	10.88%
Total investments	<u>\$ 158,900,648</u>	<u>\$ 55,922,946</u>	<u>\$ 102,977,702</u>			
Total cash and investments	<u>\$ 551,913,866</u>	<u>\$ 448,936,164</u>	<u>\$ 102,977,702</u>			<u>100.00%</u>

Interest rate risk. The City's investment policy, exclusive of the Pension trust funds, addresses exposure to declines in fair value by limiting the weighted average duration of its investment portfolio to less than three years and by limiting final maturity to seven years or less from date of settlement. The City may withdraw its funds from any of the above-mentioned investment vehicles, other than the U.S. Treasury investment, upon one day's notice. To limit exposure to interest rate risk, the City and its three Pension Plans: General Employees, Firefighters and Police Officers diversify investments by security type and institution, and limit holdings in any one type of investment with any one issuer with various durations of maturity. In addition, the Police Officers' Pension Plan manages its exposure to declines in fair values by limiting the effective duration of its investment portfolio through the adoption of the Barclays Capital Government/Credit Intermediate Index.

As of September 30, 2020, the General Employees' Pension trust fund had the following fixed income investments:

Investment Type	Fair Value	Investment Maturities (In Years)					
		Less than 1	1-5	6-10	More than 10		
Bond mutual funds	\$ 52,906,073	\$ 3,322,934	\$ 27,068,775	\$ 15,978,458	\$ 6,535,906		
Credit Risk		AAA	AA	A	BAA	BB	B & Lower
Amounts	\$52,906,073	\$27,724,755	\$5,666,663	\$6,709,544	\$7,094,758	\$3,059,238	\$2,651,115

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The City's Police Officers' Pension trust fund contained the following fixed income investments as of September 30, 2020:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Effective Duration (Years)</u>	<u>Lehman Aggregate Bond Rating</u>
U.S. treasuries	\$ 4,248,290	4.80	-
U.S. agencies	19,696,274	6.90	-
Corporate bonds	26,076,405	7.20	A-AAA
Total fair value	<u>\$ 50,020,969</u>		
Portfolio weighted average duration		6.88	

At September 30, 2020, the City's Firefighters' Pension trust fund had the following fixed income investments:

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years)</u>			
			<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
U.S. treasuries	*	\$ 6,973,933	\$ -	\$ 23,446	\$ 1,236,093	\$ 5,714,394
U.S. agencies	AAA	642,635	-	-	642,635	-
Corporate bonds	AAA...BBB+	5,160,619	-	659,416	3,072,807	1,428,396
Total		<u>\$ 12,777,187</u>	<u>\$ -</u>	<u>\$ 682,862</u>	<u>\$ 4,951,535</u>	<u>\$ 7,142,790</u>

*Obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are considered to have no credit risk.

Credit risk. The City's investment policy limits the quality and quantity of investments in order to mitigate the effects of credit risk. Funds that are invested in U.S. government obligations are considered to have no credit risk. Consistent with State law, the General Employees' Pension Plan and the Police Officers' Pension Plans' investment guidelines limit corporate bonds to the top three ratings issued by one of the nationally recognized statistical rating organizations. The SBA Florida PRIME investment guidelines limit securities to the highest short-term rating category by one or more nationally recognized rating organizations ("NRSROs"), or be deemed to be of comparable quality by the Investment Manager, subject to section 215.47(1)(j), Florida Statutes.

Concentration of credit risk. The City's revised investment policy limits the investment in any single issuer from 5% to no more than 40% of the value of the portfolio depending on the investment sector. The 40% maximum is restricted to U.S. Government and Agency instruments and Government Sponsored Enterprise (GSE) securities. Depository accounts (other than operating) secured by the Florida Security for Public Deposits Act, Chapter 280, Florida Statutes are limited to 25% of the portfolio per issuer. Investments in intergovernmental investment pools authorized pursuant to the Florida Interlocal Cooperation Act as provided in Florida Statute 163.01, is limited to no more than 60% of the value of the portfolio. The policy further limits investments in intergovernmental investment pools to a maximum of 35% in any one issuer. The Florida PRIME fund investment pool's exposure to a single non-governmental issuer is limited to 5% and exposure to any single money market mutual fund will not exceed 10% of the Florida PRIME assets. The policy restricts investments in registered investment companies (money market mutual funds) to 50% of the portfolio and 20% per issuer. The General Employees', Police Officers' and Firefighters' Pension Plans' investment policies do not allow for an investment in any one issuer that is five percent or more of the Plans' net position restricted for benefits.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. All cash deposits are held in qualified public depositories pursuant to State of 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

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balance of all public deposits times the depository's collateral pledging level. The pledging level may range from 25% to 150% depending upon the depository's financial condition and establishment period. All collateral must be deposited with the Chief Financial Officer. Any losses to a public depositor, not covered by deposit insurance and the proceeds from the sale of collateral pledged by the defaulting depository, will be assessed against other qualified public depositories. Accordingly, all deposits are deemed insured or collateralized.

Custodial credit risk – investments. This is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. No custodial credit risk exposure exists for the City or the pension plans as all investments are held by each entity's custodial bank and registered in each entity's name.

Foreign currency risk. This is the risk that changes in the exchange rates will adversely affect the fair value of an investment. The City's investment policy requires all securities be denominated in U.S. dollars. Therefore, there is no foreign currency risk exposure. The foreign pension investments that are held by the General Employees', Police Officers' and Firefighters' pension funds are not subject to foreign currency risk as they are denominated in U.S. dollars.

Fair Value Measurement – When applicable, the City measures and records its investments using fair value measurement guidelines established in accordance with GASB Statements. GASB defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques.

These guidelines recognize a three-tiered fair value hierarchy, in order of highest priority, as follows:

- Level 1: Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the City has the ability to access;
- Level 2: Investments whose inputs - other than quoted market prices - are observable either directly or indirectly; and,
- Level 3: Investments whose inputs are unobservable.

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the entire fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

The following table summarizes the City's investments, excluding the pension funds, within the fair value hierarchy at September 30, 2020:

Header	Fair Value	Level 1	Level 2
U.S. treasuries	\$ 10,560,290	\$ -	\$ 10,560,290
Commercial paper	9,996,042	-	9,996,042
Total investments at fair value	<u>20,556,332</u>	<u>\$ -</u>	<u>\$ 20,556,332</u>
Investments measured at net asset value (NAV)			
Florida Fixed Income Trust Select Cash Pool (FL-FIT)	42,955,339		
Florida Local Government Investment Trust (FLGIT)	<u>60,022,363</u>		
Investments reported at amortized cost			
Certificates of deposit	35,366,614		
Total investments	<u>\$ 158,900,648</u>		

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Debt securities: Debt securities consist primarily of negotiable obligations of the U.S. government and U.S. government-sponsored agencies, preferred securities, and bond funds. These securities can typically be valued using the close or last traded price on a specific date (quoted prices in active markets). When quoted prices are not available, fair value is determined based on valuation models that use inputs that include market observable inputs. These inputs included recent trades, yields, price quotes, cash flows, maturity, credit ratings, and other assumptions based upon the specifics of the investment's type.

Investments Measured at Net Asset Value (NAV)				
Header	Unfunded	Redemption	Redemption	Redemption
	Commitments	Frequency	Notice Period	
Collective funds FL-FIT	\$ 42,955,339	-	Daily	Next Day
Collective funds FLGIT	60,022,363	-	Daily	Next Day
Total investments measured at NAV	\$ 102,977,702			

The FL-FIT is a commingled Pool designed to provide a high level of current income consistent with low volatility of net asset value and provide positive holding period returns for time horizons of 1-3 years or greater. The management team utilizes multiple short-term investment strategies based upon the interest rate outlook for the 1 to 5 year part of the treasury curve. The management team takes advantage of these short-term strategies by utilizing a diversified portfolio of fixed income securities such as U.S. Treasury and Agencies Securities, government securities and agency mortgage back securities, corporate securities, commercial paper and other money market investments.

The FLGIT Short Term Bond is a floating net asset value pool with next day liquidity. The pool's objective includes the safety and preservation of principal, liquidity sufficient to meet the redemption schedule and income consistent with these objectives. The portfolio primarily invests in asset-backed securities, U.S. government agency securities, U.S. treasury securities and corporate bonds. Other investments include repurchase agreements, municipal bonds, and obligations of the U.S. state and local entities.

The following table summarizes the General Pension Plan's investments within the fair value hierarchy at September 30, 2020:

Header	Fair Value	Level 1	Level 2
Common stocks	\$ 21,453,628	\$ 21,453,628	\$ -
Fixed income mutual funds	52,906,073	-	52,906,073
Equity mutual funds	81,420,032	-	81,420,032
International equity trust funds	38,857,149	-	38,857,149
Collective investment trust	17,316,018	-	17,316,018
Real estate funds	32,082,630	-	32,082,630
Total investments at fair value	\$ 244,035,530	\$ 21,453,628	\$ 222,581,902

Common stocks – Investments traded on U.S. or foreign securities exchanges are generally valued at the regular trading session closing price on the exchange or market in which such securities are principally traded.

Fixed income and equity mutual funds – Some of the underlying securities have observable level 1 quoted pricing inputs. However, while the underlying asset values may be based on quoted market prices, the net asset value of the portfolios is not publicly quoted. Additionally, some of the underlying securities employ matrix pricing. Accordingly, these investments have been reported as level 2.

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International equity trust funds – The Plan invests in two international equity trusts (“IETs”). The IETs’ underlying investments consist mostly of common stocks which are considered Level 1 securities under the fair value hierarchy. One of the IETs also includes forward exchange currency contracts which are considered Level 2 liabilities under the fair value hierarchy. The other IET holds short term investments which consist of cash held by its custodian who sweeps it into money market funds, and are considered Level 2 investments.

Collective investment trust – The Plan invests in a collective investment trust (“CIT”). The CIT’s underlying investments consist mostly of common stocks which are considered Level 1 securities under the fair value hierarchy. It also invests in investment-grade corporate fixed income securities with maturities of 365 days or less that are valued at the applicable unit net asset value which is determinative of fair value; overall, this collective trust is considered Level 2 investments.

Real estate funds – Investments are not quoted in active markets, but inputs to pricing are observable. Accordingly, these investments have been reported as Level 2 investments.

The following table summarizes the Police Pension Plan’s investments (excluding money market funds) within the fair value hierarchy at September 30, 2020:

Header	Fair Value	Level 1	Level 2
U.S. treasuries	\$ 4,248,290	\$ -	\$ 4,248,290
U.S. agencies	19,696,274	-	19,696,274
Corporate bonds	26,076,405	-	26,076,405
Domestic stocks	64,056,143	64,056,143	-
Domestic equity investment funds	29,160,875	29,160,875	-
International equity investment funds	16,437,381	16,437,381	-
Total investments at fair value	<u>159,675,368</u>	<u>\$ 109,654,399</u>	<u>\$ 50,020,969</u>

Investments measured at net asset value (NAV)

Commingled real estate funds	<u>12,881,489</u>
Total investments	<u>\$ 172,556,857</u>

Debt securities - Debt securities classified in Level 1 or Level 2 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used by Interactive Data Pricing and Reference Data, LLC to value securities based on the securities' relationship to benchmark quoted prices.

Equity funds - Valued at market prices for similar assets in active markets for inclusion in Level 1.

Common stock - Valued at quoted market prices for identical assets in active markets.

Investments Measured at Net Asset Value (NAV)			
Header	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Commingled real estate	\$ 12,881,489	-	Quarterly
Total investments measured at NAV	<u>\$ 12,881,489</u>		60 days

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The real estate investment funds are open end, commingled private equity real estate portfolios. These REIT-based funds are structured as limited partnerships. Their primary focus is to invest in well-based income producing properties within major U.S. markets. The fair values of the investments in these funds have been determined using the NAV per unit of the trusts ownership interest in partners' capital. The investments of the fund are valued quarterly. Withdrawal requests must be made 60 days in advance and may be in one or more installments.

The following table summarizes the Firefighters' Pension Plan's investments (excluding money market funds) within the fair value hierarchy at September 30, 2020:

Header	Fair Value	Level 1	Level 2
U.S. treasuries	\$ 1,073,099	\$ -	\$ 1,073,099
U.S. agencies	642,635	-	642,635
Mortgage backed securities	5,900,834	-	5,900,834
Corporate bonds	5,160,619	-	5,160,619
Common stock	57,091,181	57,091,181	-
International equity investment fund	9,945,568	9,945,568	-
Total investments at fair value	<u>79,813,936</u>	<u>\$ 67,036,749</u>	<u>\$ 12,777,187</u>
Investments measured at net asset value (NAV)			
Collective fund	47,328,557		
Commingled real estate funds	21,687,051		
Total investments	<u>\$ 148,829,544</u>		

Equity securities: These include common stock, domestic and international equity funds. Domestic securities traded on a national securities exchange are valued at the last reported sales price on the last business day of the fiscal year. Securities traded in the over-the counter market and listed securities for which no sale was reported on that date are valued at the last reported bid price. International equities are valued based upon quoted foreign market prices and translated into U.S. dollars at the exchange rate in effect at September 30, 2020. Securities which are not traded on a national security exchange are valued by the respective fund manager or other third parties based on yields currently available on comparable securities of issuers with similar credit ratings.

Debt securities: Debt securities consist primarily of negotiable obligations of the U.S. government and U.S. government-sponsored agencies, preferred securities, and bond funds. These securities can typically be valued using the close or last traded price on a specific date (quoted prices in active markets). When quoted prices are not available, fair value is determined based on valuation models that use inputs that include market observable inputs. These inputs included recent trades, yields, price quotes, cash flows, maturity, credit ratings, and other assumptions based upon the specifics of the investment's type.

Investments Measured at Net Asset Value (NAV)

Header	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Collective funds	\$ 47,328,557	-	Daily
Commingled real estate	21,687,051	-	Daily
Total investments measured at NAV	<u>\$ 69,015,608</u>		

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Collective funds consist of collective investment vehicles which invests primarily in publicly traded equity securities. The funds are valued at the net asset value of units held at the end of the period based upon the fair value of the underlying investments.

The fair values of the investments in the commingled real estate funds have been determined using the NAV. Net asset values of the commingled real estate are determined by the fund managers using fair values of the underlying investments of the fund. There are no restrictions or terms and conditions. Real estate values are based upon independent appraisals performed for assets held by the open-end fund annually, with restricted-scope appraisals conducted on a quarterly basis for those assets not receiving a full appraisal. The fair value of real estate is determined as the price that the plan would expect to receive if the asset was sold to a market participant assuming the highest and best use of each asset at the date of the statement of fiduciary net position.

B. Receivables and unearned revenue

Receivables at September 30, 2020, are as follows:

	Interest	Taxes/ Franchise Fees	Accounts	Other	Inter- governmental	Total Receivables
Governmental activities:						
General	\$ 11,550	\$1,777,675	\$ 1,102,314	\$ 28,389	\$ 2,009,692	\$ 4,929,620
Capital Improvements	6,325	-	-	-	153,228	159,553
Internal Service	4,653	-	63,388	381,376	-	449,417
Other governmental	<u>3,022</u>	<u>-</u>	<u>-</u>	<u>10,884</u>	<u>442,413</u>	<u>456,319</u>
Total – governmental activities	<u>\$ 25,550</u>	<u>\$1,777,675</u>	<u>\$ 1,165,702</u>	<u>\$420,649</u>	<u>\$ 2,605,333</u>	<u>\$ 5,994,909</u>
Business-type activities:						
Water, Wastewater & Gas Utility System:						
Unrestricted	\$ 31,762	\$ -	\$18,337,945	\$173,563	\$ 1,004,236	\$ 19,547,506
Restricted	10,314	-	-	-	-	10,314
Sanitation	219	-	2,696,267	239	-	2,696,725
Other proprietary	<u>3,289</u>	<u>-</u>	<u>993,391</u>	<u>37</u>	<u>-</u>	<u>996,717</u>
Gross receivables	45,584	-	22,027,603	173,839	1,004,236	23,251,262
Less: Uncollectibles	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>	<u>-</u>	<u>(150,000)</u>
Total – business-type activities	<u>\$ 45,584</u>	<u>\$ -</u>	<u>\$21,877,603</u>	<u>\$173,839</u>	<u>\$ 1,004,236</u>	<u>\$ 23,101,262</u>

Revenues of the Water, Wastewater & Gas Utility System enterprise fund are reported net of uncollectible amounts. Actual uncollectible amounts related to revenues of the current period are as follows:

Uncollectibles related to water and wastewater sales	\$ 79,493
Uncollectibles related to gas sales	6,078
Uncollectibles related to sanitation	10,766
Uncollectibles related to recycling services	328
Uncollectibles related to stormwater services	<u>5,864</u>
Total uncollectibles for the current fiscal year	<u>\$ 102,529</u>

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

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Unearned revenue

At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

Prepaid local business license tax (General fund)	\$ 1,498,203
Prepaid inspection/plans review fees (General fund)	761,201
Prepaid inspection/plans review fees (Building fund)	93,645
Prepaid sidewalk replacement fees (Fuel and Roadway special revenue fund)	7,503
Grant proceeds prior to meeting all eligibility requirements (General fund)	<u>341,028</u>
Total unearned revenue for governmental funds	<u>\$ 2,701,580</u>

C. Capital assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated or amortized:				
Land	\$ 26,704,399	\$ -	\$ -	\$ 26,704,399
Construction in progress	47,691,517	15,394,620	(2,323,034)	60,763,103
Total capital assets, not being depreciated or amortized	74,395,916	15,394,620	(2,323,034)	87,467,502
Capital assets, being depreciated or amortized:				
Intangibles	1,565,770	115,239	(33,875)	1,647,134
Buildings and system	150,469,430	340,821	(1,046,148)	149,764,103
Improvements other than buildings	63,584,632	1,215,738	(859,964)	63,940,406
Machinery and equipment	22,513,154	1,273,798	(1,710,838)	22,076,114
Vehicles	27,882,927	2,770,297	(945,162)	29,708,062
Infrastructure	337,332,460	2,315,089	-	339,647,549
Total capital assets, being depreciated or amortized	603,348,373	8,030,982	(4,595,987)	606,783,368
Less accumulated depreciation/ amortization for:				
Intangibles	(1,510,052)	(54,682)	33,875	(1,530,859)
Buildings and system	(51,776,282)	(4,736,217)	488,550	(56,023,949)
Improvements other than buildings	(43,139,242)	(2,598,345)	833,403	(44,904,184)
Machinery and equipment	(16,073,221)	(1,887,889)	1,695,546	(16,265,564)
Vehicles	(16,311,233)	(2,008,101)	916,544	(17,402,790)
Infrastructure	(327,391,473)	(3,024,795)	-	(330,416,268)
Total accumulated depreciation/ amortization	(456,201,503)	(14,310,029)	3,967,918	(466,543,614)
Total capital assets, being depreciated or amortized, net	147,146,870	(6,279,047)	(628,069)	140,239,754
Governmental activities capital assets, net	\$221,542,786	\$ 9,115,573	\$ (2,951,103)	\$227,707,256

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	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated or amortized:				
Land	\$ 12,412,438	\$ -	\$ -	\$ 12,412,438
Construction in progress	71,995,814	20,974,903	(21,995,311)	70,975,406
Total capital assets, not being depreciated or amortized	<u>84,408,252</u>	<u>20,974,903</u>	<u>(21,995,311)</u>	<u>83,387,844</u>
Capital assets, being depreciated or amortized:				
Intangibles	352,586	-	-	352,586
Buildings and system	637,628,704	22,014,067	(14,928,477)	644,714,294
Improvements other than buildings	18,688,166	1,906,709	(27,765)	20,567,110
Machinery and equipment	9,097,833	186,735	(441,518)	8,843,050
Vehicles	12,175,696	1,609,926	(387,402)	13,398,220
Total capital assets, being depreciated or amortized	<u>677,942,985</u>	<u>25,717,437</u>	<u>(15,785,162)</u>	<u>687,875,260</u>
Less accumulated depreciation/ amortization for:				
Intangibles	(338,183)	(5,479)	-	(343,662)
Buildings and system	(309,452,444)	(22,934,334)	9,705,938	(322,680,840)
Improvements other than buildings	(9,436,670)	(861,547)	27,766	(10,270,451)
Machinery and equipment	(6,331,265)	(451,288)	433,828	(6,348,725)
Vehicles	(7,322,658)	(869,271)	387,402	(7,804,527)
Total accumulated depreciation/ amortization	<u>(332,881,220)</u>	<u>(25,121,919)</u>	<u>10,554,934</u>	<u>(347,448,205)</u>
Total capital assets, being depreciated or amortized, net	<u>345,061,765</u>	<u>595,518</u>	<u>(5,230,228)</u>	<u>340,427,055</u>
Business-type activities capital assets, net	<u>\$ 429,470,017</u>	<u>\$ 21,570,421</u>	<u>\$ (27,225,539)</u>	<u>\$ 423,814,899</u>

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

Governmental activities:	
General government	\$ 3,878,004
Public safety	3,427,333
Transportation, including depreciation of general infrastructure assets	3,487,244
Culture and recreation	3,517,448
Total depreciation expense - governmental activities	<u>\$ 14,310,029</u>
Business-type activities:	
Water, wastewater, and gas	\$ 24,320,334
Sanitation	301
Stormwater	674,115
Golf course	127,169
Total depreciation expense - business-type activities	<u>\$ 25,121,919</u>

D. Construction commitments

At September 30, 2020, the City had in process various uncompleted construction projects with remaining balances totaling \$42,855,560. Funding of these projects is to be made primarily through the proceeds of the related bond issues or restricted funds.

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E. Encumbrances

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Encumbrances as of September 30, 2020 are as follows:

Major funds:	
General Fund	\$ 1,327,008
Capital Improvements Capital Projects Fund	20,544,641
Other governmental funds	<u>5,717,109</u>
Total Encumbrances	<u><u>\$27,588,758</u></u>

F. Interfund receivables, payables and transfers

The General Fund advanced \$100,000 to the CDBG Grant special revenue fund. This advance was made to enable expenditures in this fund prior to grant reimbursement. The General Fund recognizes the advance as an asset with a corresponding nonspendable fund balance.

The General Fund advanced \$120,000 to the Police Confiscation special revenue fund. This advance was made to fund certain police operations. The General Fund recognizes the advance as an asset with a corresponding nonspendable fund balance.

The General Fund advanced \$87,127 to the Urban Area Security Initiative Grant special revenue fund revenue fund as a short-term loan to fund operations.

The composition of interfund balances as of September 30, 2020, is as follows.

<u>Fund</u>	<u>Interfund receivables</u>	<u>Interfund payables</u>
General fund	\$ 87,127	\$ -
Non-major governmental funds:		
Special revenue funds:		
Urban Area Security Initiative Grant	-	87,127
Total interfund receivables/payables	<u>\$ 87,127</u>	<u>\$ 87,127</u>

<u>Fund</u>	<u>Advance from</u>	<u>Advance to</u>
General fund	\$ 220,000	\$ -
Non-major governmental funds:		
Special revenue funds:		
Community Development Block Grant	-	100,000
Police Confiscation	-	120,000
Total advances	<u>\$ 220,000</u>	<u>\$ 220,000</u>

<u>Fund</u>	<u>Due from other funds</u>	<u>Due to other funds</u>	<u>Purpose</u>
General fund	\$ 637,650	\$ 161,838	1,2,3,4
Special revenue funds:			
Building Fees	-	5,986	2
Community Development Block Grant	-	201	2
Fuel and Roadway	-	1,838	2
Police Confiscation	-	52,751	1,2
Debt service funds:			
General Obligation Bond Series 2015	-	3,496	1
Capital project funds:			
General Obligation Bond Series 2015	<u>829</u>	<u>33,341</u>	1,4
Total non-major governmental funds	<u>829</u>	<u>97,613</u>	

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Enterprise funds:			
Water, Wastewater, and Gas Utility System	33,341	462,732	1,2
Sanitation	-	162,711	2,3
Non-major enterprise funds:			
Recycling	-	10,742	3
Stormwater	-	1,802	2
Total non-major enterprise funds	-	12,544	
Internal service funds:			
Fleet Management	17,931	361	1,2
Information Technology & Communications	-	4,086	2
Total internal service funds	17,931	4,447	
Pension trust/agency funds:			
General Employees' Pension	91,646	-	2
Police Officers' Pension	63,272	-	2
Firefighters' Pension	57,216	-	2
Total pension trust/agency funds	212,134	-	
Total due to/due from	<u>\$ 901,885</u>	<u>\$ 901,885</u>	

The reasons for the due to/due from other funds are:

- 1) Salary, fringe benefit, operating expense reimbursements
- 2) Pension plan funding
- 3) Franchise fee receivable/payable
- 4) Interest

Interfund transfers:

	Transfers out:				Total
	General fund	Non-major governmental funds	Water, Wastewater, and Gas Utility System enterprise fund	Internal service funds	
Transfers in:					
General fund	\$ -	\$ -	\$ 5,260,646 a	\$ 2,500,000 a	\$ 7,760,646
Capital improvements capital projects	19,153,690 b	\$ 13,189,939 b	-	-	32,343,629
Non-major governmental funds	739,220 a/b	-	-	-	739,220
Non-major enterprise funds	837,910 c	-	-	-	837,910
Total	<u>\$ 20,730,820</u>	<u>\$ 13,189,939</u>	<u>\$ 5,260,646</u>	<u>\$ 2,500,000</u>	<u>\$ 41,681,405</u>

The reasons for these transfers are set forth below:

- a) Move unrestricted revenues collected in funds to finance various programs accounted for in other funds in accordance with budgetary authorizations
- b) Provide funds for capital outlay
- c) Subsidize operations

G. Leases

The City leases office equipment and other items. There are no outstanding capital leases and no material operating leases with non-cancellable terms in excess of one year.

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H. Long-term debt

The schedule below details the changes in long-term liabilities for the year ended September 30, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	\$ 41,765,000	\$ 23,365,000	\$ (3,045,000)	\$ 62,085,000	\$ 2,340,000
Less deferred amounts:					
For issuance premiums	1,065,317	1,632,095	(338,566)	2,358,846	-
Total bonds payable	42,830,317	24,997,095	(3,383,566)	64,443,846	2,340,000
Compensated absences	10,833,862	7,163,318	(6,693,563)	11,303,617	1,006,593
Claims	3,551,594	490,674	(1,055,439)	2,986,829	1,198,250
Governmental activities long-term liabilities	<u>\$ 57,215,773</u>	<u>\$ 32,651,087</u>	<u>\$ (11,132,568)</u>	<u>\$ 78,734,292</u>	<u>\$ 4,544,843</u>
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 102,345,000	\$ -	\$ (98,840,000)	\$ 3,505,000	\$ 3,505,000
Less deferred amounts:					
For issuance premiums	53,958	-	(53,958)	-	-
Total bonds payable	102,398,958	-	(98,893,958)	3,505,000	3,505,000
Direct borrowing	89,625,000	96,880,000	(1,065,000)	185,440,000	2,740,000
Compensated absences	3,996,110	2,558,695	(2,478,393)	4,076,412	331,885
Business-type activities long-term liabilities	<u>\$ 196,020,068</u>	<u>\$ 99,438,695</u>	<u>\$ (102,437,351)</u>	<u>\$ 193,021,412</u>	<u>\$ 6,576,885</u>

For governmental activities, pension liabilities, compensated absences and other post-employment benefits are generally liquidated by the general fund. Pension contributions are paid by the General Fund, Building Fees Fund, Fuel and Roadway Fund, Community Development Block Grant Fund and Police Confiscation Fund. Claims and judgments are liquidated by the Workers' Compensation internal service fund.

Revenue bonds and other long-term liabilities directly related to and intended to be paid from proprietary funds are included in the accounts of such funds. Utility system revenue bonds and direct borrowings are collateralized by a lien on the revenues earned by the utility system.

On July 3, 2018, the City issued Utility System Revenue Refunding bonds, Series 2018, as a direct borrowing totaling \$89,625,000. This was done to refund the Utility System Revenue Refunding Bonds, Series 1998. The true interest cost is 2.33% and matures in 2026. On April 2, 2020, the City issued Utility System Revenue Refunding bonds, Series 2020, as a direct borrowing totaling \$96,880,000. This was done to refund the Utility System Revenue Refunding Bonds, Series 2010B. The true interest cost is 1.39% and matures in 2035.

General Long-Term Debt Bonds are collateralized by multiple sources. The Special Tax District No. 1 ad valorem tax bonds and ad valorem tax refunding bonds are collateralized by voted debt service ad valorem taxes to be levied upon all taxable property within the District. The bonds issued by the special districts are not general or limited obligation debt or bonded indebtedness of the City and the City is not obligated to pay the bonds or bond service charges.

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The General Obligation Bonds, Series 2015 were issued in the amount of \$37,630,000 and on November 21, 2019, General Obligation Bonds, Series 2019 were issued in the amount of \$23,365,000. These bonds are collateralized by voted debt service ad valorem taxes to be levied upon all taxable property within the City. These bonds were issued to finance the design, acquisition, construction, equipment, and installation of certain parks, recreation, and leisure projects within the City. The issuance of the Series 2015 and Series 2019 bonds were approved by a majority vote of the qualified electors of the City in a bond referendum held in November 2014.

Annual debt service requirements to maturity for revenue bonds are as follows:

Header	Business-type Activities			
	Bonds		Direct Borrowing	
	Principal	Interest	Principal	Interest
<u>Year Ending September 30:</u>				
2021	\$ 3,505,000	\$ -	\$ 2,740,000	\$ 3,346,238
2022	-	-	14,850,000	3,012,923
2023	-	-	15,180,000	2,670,107
2024	-	-	15,515,000	2,323,674
2025	-	-	15,865,000	1,967,227
2026-2030	-	-	61,085,000	5,740,285
2031-2035	-	-	49,820,000	2,125,866
2036	-	-	10,385,000	-
Total	<u>\$ 3,505,000</u>	<u>\$ -</u>	<u>\$ 185,440,000</u>	<u>\$ 21,186,320</u>

Governmental Activities

Annual debt service requirements for public improvement and ad valorem tax bonds are as follows:

<u>Year Ending September 30:</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 3,630,000	\$ 2,215,799
2022	3,810,000	2,030,608
2023	1,425,000	1,962,859
2024	1,495,000	1,891,608
2025	1,570,000	1,816,859
2026-2030	9,015,000	8,001,542
2031-2035	10,815,000	5,913,416
2036-2040	12,750,000	4,164,701
2041-2045	12,950,000	1,839,282
2046-2049	<u>4,625,000</u>	<u>315,750</u>
	62,085,000	30,152,424
Plus: Bond premium	<u>2,358,846</u>	-
Total	<u>\$ 64,443,846</u>	<u>\$ 30,152,424</u>

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Description of Individual Bond Issues Outstanding – Summarized below are the bonds outstanding for the City’s governmental activities:

	Purpose of Issue	Amount Issued	Principal Outstanding	Interest Rate
Governmental activities				
Special Tax District No. 1				
Ad Valorem Tax Refunding Bonds, Series 2001 Serial bonds	Refunding	\$ 26,660,000	\$ 3,790,000	2.70%- 5.00%
Ad Valorem Tax Bonds, Series 2003 Serial bonds	Fund certain District capital improvements	6,770,000	1,005,000	1.25%- 4.60%
General Obligation Bonds, Series 2015				
Serial bonds	Park, Recreation & Leisure Projects	18,460,000	14,755,000	3.0%-5.0%
Term bonds		19,170,000	19,170,000	3.375%- 4.0%
General Obligation Bonds, Series 2019				
Serial bonds	Park, Recreation & Leisure Projects	15,615,000	15,615,000	2.25%-5.0%
Term bonds		<u>7,750,000</u>	<u>7,750,000</u>	3.00%
Total governmental activities bonds		<u>\$ 94,425,000</u>	<u>\$ 62,085,000</u>	

Description of Individual Bond Issues Outstanding – Summarized below are the bonds outstanding for the City’s business-type activities:

	Purpose of Issue	Amount Issued	Principal Outstanding	Interest Rate
Business-type activities				
Utility revenue bonds:				
Series 2010A Serial bonds	Fund utility system improvements	<u>19,960,000</u>	<u>3,505,000</u>	4.00%
Total business-type activities bonds		<u>\$ 19,960,000</u>	<u>\$ 3,505,000</u>	

The City has outstanding utility revenue bonds and direct borrowings totaling \$3,505,000 and \$185,440,000, respectively. The City has pledged future net water, wastewater, and gas revenues to repay this debt. Proceeds from the Series 2010A bonds and Series 2010B bonds were issued to fund construction, acquisition or equipping of certain capital improvements to the City’s water/wastewater utility facilities; and proceeds from the Series 2010C bonds were issued to refund a portion of the City’s Utility System Revenue Refunding Bonds, Series 1993 and Utility System Revenue Refunding Bonds, Series 1996. The Series 2010A bonds are payable through 2021; the Series 2010B bonds are payable through 2036; and the Series 2010C bonds are payable through 2020. Funds from the direct borrowing, which are payable through 2026, were used to refund the Series 1998 bonds. Additionally, the Series 2010B bonds were refunded in April 2020 with a direct borrowing of \$96,880,000, which is payable through 2035. Total principal and interest remaining to be paid on the utility bonds and direct

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borrowings is \$210,131,320. Principal and interest paid for the current year and total customer net revenue were \$14,379,602 and \$56,565,436, respectively. The pledged revenues are expected to continue through maturity of the debt.

In the event of a default, bondholders may sue to enforce their rights or to enjoin any acts of the City that may be unlawful or in violation of their rights. In certain cases, in the event of a default, the interest rate on the debt may be increased.

Defeased and refunded debt

The City has a number of bond issues that have been refunded. An advanced refunding provides for an irrevocable deposit with an escrow agent (a third party banking institution) of sufficient funds to pay the principal and interest, when due, on the refunded bonds to the earliest call date. On the earliest call date, all bonds outstanding are redeemed and interest subsequent to the refunding date will cease. Bonds are typically refunded for either economic gain to the governmental unit or to eliminate restrictive and antiquated covenants often associated therewith. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the City's books.

On April 2, 2020, the City forward refunded the City's outstanding Utility System Revenue and Revenue Refunding Bonds, Series 2010B, which mature in the years 2027 through 2035. The difference between the cash flows required to service the old debt (\$137,366,290) and the new debt (\$111,605,881) is \$25,760,409. The economic gain resulting from the refunding transaction calculated on a present value basis is \$22,725,938.

Summarized below are the refunded bonds of the City's governmental and business-type activities held with escrow agents:

<u>Type</u>	<u>Series</u>	<u>Year Refunded</u>	<u>Outstanding as of 9/30/20</u>
Governmental activities:			
Public Facilities revenue bonds	1992B	2013	\$ 13,020,000
Business-type activities:			
Utility System revenue bonds	1998	2010	10,170,000
	2010B	2020	<u>93,915,000</u>
Total outstanding defeased, refunded debt			<u>\$ 117,105,000</u>

I. Property taxes

The State of Florida permits the City to levy taxes up to 10 mills of assessed property valuation for the general fund except for special benefits and debt service obligations which may be issued with the approval of those taxpayers subject to ad valorem taxes. The operating millage rate levied by the City and budgeted for the 2019-2020 fiscal year is 6.0543 mills. On January 29, 2008, the Florida electorate approved an amendment to the Florida Constitution relative to property taxation. This amendment (referred to as Amendment 1) was placed on the ballot by the Florida Legislature at a special session held during 2007 and became effective October 1, 2008. Amendment 1 increased the current \$25,000 homestead exemption by an additional \$25,000 (for property values between \$50,000 and \$75,000), except for school district taxes. Amendment 1 also provided "portability", allowing property owners to transfer up to \$500,000 of their "Save Our Homes" benefits to their next homestead when they move. "Save Our Homes" became effective in 1995 and limits (caps) the annual increase in assessed value for homesteaded property to three percent (3%) or the percentage change in the Consumer Price Index, whichever is less. Amendment 1 also provided a \$25,000 exemption for tangible

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personal property. Current tax collections for the year ended September 30, 2020 were approximately 99% of the total tax levy, net of discounts allowed.

Property taxes based on assessed values at January 1 are levied on November 1 of each year. A four percent discount is allowed if the taxes are paid in November, with the discount declining by one percentage point each month thereafter. Taxes become delinquent on April 1 of each year and tax certificates for the full amount of any unpaid taxes and assessments are auctioned beginning June 1 of each year.

The City Commission establishes the tax levy of the City. The adoption of the final millage rate occurred September 25, 2019. Property tax collections are governed by Chapter 197, Florida Statutes. The Broward County Tax Collector (Tax Collector) bills and collects all property taxes levied within the County. The Tax Collector remits current taxes collected through four distributions to the City in the first quarter of the tax year and at least one distribution each month thereafter. The City recognizes property tax revenue in the period in which they are levied.

The property tax calendar for revenues billed and received for the fiscal year ended September 30, 2020 is shown as follows:

Lien date	January 1, 2019
Levy date, tax bills mailed	November 1, 2019
Last date for 4% discount on taxes paid	November 30, 2019
Last date for 3% discount on taxes paid	December 31, 2019
Last date for 2% discount on taxes paid	January 31, 2020
Last date for 1% discount on taxes paid	February 29, 2020
Final due date of payment of taxes	March 31, 2020
Date for auctioning tax certificates on delinquent accounts	On or before June 1, 2020

V. Other Information

A. Risk management

The City is exposed to various risks of loss related to torts, theft of, damage to or destruction of assets, errors and omissions, injuries to employees and natural disasters. During the 1994-1995 fiscal year, the City established a Workers' Compensation fund (an internal service fund) to account for and finance its uninsured risks of loss. Under this program, the Workers' Compensation fund self-insures losses up to \$250,000 per occurrence. The City purchases excess insurance through the Florida Municipal Insurance Trust, an intergovernmental pool, for claims in excess of coverage provided by the fund. The City also participates in intergovernmental pooling or carries commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

All departments of the City participate in the program and make payments to the fund based on actuarial estimates of the amounts needed to pay prior and current year claims (including allocated loss adjustment expenses and incurred but not reported claims). The claims liability of \$2,986,829, which is discounted at 2%, is reported in the fund at September 30, 2020 and is based on the requirements of GASB 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 claim can be reasonably estimated.

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The following schedule presents the changes in aggregate claims liability (in thousands) for the past two years:

Header	Year ended 9/30/20	Year ended 9/30/19
Unpaid claims, beginning of fiscal year	\$ 3,552	\$ 4,477
Incurred claims (and estimate changes)	491	121
Claim payments	(1,056)	(1,046)
Unpaid claims, end of fiscal year	\$ 2,987	\$ 3,552

B. Contingent liabilities

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

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

C. Employee retirement systems and pension plans

Plan descriptions: The City of Sunrise contributes to three single-employer defined benefit pension plans: General Employees' Pension Plan, Police Officers' Pension Plan and Firefighters' Pension Plan and one defined contribution plan: Governmental Money Purchase Plan and Trust. Additionally, the City maintains a supplemental retiree subsidy for police officers hired on or after September 30, 2015 and general employees and a preservation of benefits plan.

In addition to normal retirement benefits, all three of the defined benefit pension plans provide for long-term disability and survivor benefits, as well as deferred pensions for former employees, dependent upon length of service or years of contributions and age upon death or disability. Florida Statutes Chapter 112 and City ordinance provide the authority to establish and amend benefit provisions for all three defined benefit pension plans.

A deferred retirement option program (DROP) was implemented in the Police Officers' Pension Plan (the Plan). Upon participation in the DROP, the participant becomes a retiree for all Plan purposes and any further benefits under the pension plan cease to accrue. Normal retirement payments that would have been payable to the participant as a result of retirement are accumulated and invested in the DROP to be distributed to the participant upon termination of employment. Effective July 10, 2007, an eligible member who elects to participate in the DROP within five years following the member's earliest normal retirement date may participate in the DROP for a maximum of six years. Effective August 9, 2011, an eligible member who elects to participate in the DROP within five years following the member's earliest normal retirement date may participate in the DROP for a maximum of seven years. An eligible member hired on or after September 30, 2015 who elects to participate in the DROP within six months following the member's earliest normal retirement date may participate in the DROP for a maximum of four years. There were thirty-nine members in the DROP as of September 30, 2020. Members of the Plan who terminate employment and begin receiving normal retirement benefits subsequent to December 31, 2005 will receive a 2% cost of living adjustment. Members who begin receiving normal retirement benefits or enter the DROP on

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or after October 1, 2008 will receive a 2.5% cost of living adjustment. Members hired on or after September 30, 2015 who begin receiving normal retirement benefits or enter the DROP will receive no cost of living adjustment. The Plan provides for supplemental pension distributions based on the cumulative net actuarial gain as identified in the most recent actuarial report for eligible participants who have retired prior to December 13, 2004. Any participant immediately eligible for early or normal retirement benefits or entered the DROP between August 14, 2001 and December 12, 2004 is eligible for a 13th check, the amount of which cannot exceed 100% of a participant's monthly retirement benefit. In the event that the cumulative net actuarial gain exceeds the amount distributed by the 13th check and the City's required contributions to the Plan, a 14th check will be distributed to eligible participants – those eligible for a 13th check, except for DROP participants. Members hired on or after September 30, 2015 who begin receiving normal retirement benefits are eligible for a 13th check for years of investment gains if the plan is 100% funded.

City Ordinance 124-X-02-B, approved March 12, 2002, established a retirement incentive program for firefighters. During a "window period" of thirty calendar days, beginning February 27, 2002, eligible firefighters could have made an irrevocable election to participate in this program. The eligible firefighters must have retired and separated from City employment no later than April 15, 2002. Eligible firefighters who elected the program could have also elected to participate in a DROP for up to thirty-six months or, alternatively, elect a BAC-DROP option for up to eighteen months. Beginning four years after retirement or entry into the DROP, a 2% annual increase in retirement benefits is applicable for all members. As of June 10, 2008, eligible firefighters can participate in the DROP for a maximum period of 72 months. Effective September 25, 2012, eligible firefighters who elect to participate in the DROP program can participate for up to 84 months; eligible firefighters may elect a "BAC – DROP" option of up to 24 months, which will reduce the maximum 84-month DROP period by the same amount of time. Effective October 1, 2013, the annual COLA is increased to 2.5% for firefighter members who terminate employment and begin receiving normal retirement benefits or enter the DROP on or after October 1, 2010. As of September 30, 2020, twenty-eight firefighters were participating in this program.

Effective September 13, 1999, the General Employees' Pension Plan distinguished between general employees, management and senior management. DROP was implemented for management and senior management effective June 12, 2001 and for general employees effective January 1, 2004. If hired prior to October 1, 2018, participation in the DROP is limited to a maximum 72 months prior to termination of employment while employees hired on or after October 1, 2018, participation in the DROP is limited to a maximum of four years. As of September 30, 2020, there were eighty-nine participants in the DROP. Beginning one year after retirement or entry into the DROP, an annual increase in retirement benefits of 2% for management members and 2.5% for senior management who reach early or normal retirement age and begin receiving benefits after June 12, 2001, is applicable. For eligible general employees, a supplemental pension distribution in the form of an optional 13th check, based on the cumulative net actuarial gain is available; effective January 1, 2004, a minimum of one-half of the 13th check is guaranteed payable, notwithstanding actuarial gains; effective October 1, 2007, a minimum of 75% of the 13th check is guaranteed payable, notwithstanding actuarial gains. Effective for all general employees, including management and senior management, hired on or after October 1, 2009, a minimum of 75% of the 13th check is guaranteed payable, notwithstanding actuarial gains. Effective for all general employees, including management and senior management, hired on or after October 1, 2018, who begin receiving retirement benefits are eligible for a 13th check for years of investment gains if the funded status of the plan is equal to 100% or greater.

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The Governmental Money Purchase Plan and Trust (Purchase Plan) was established for senior managers who are members of the General Employees' Pension Plan. The Purchase Plan was subsequently amended on March 12, 2003 by Ordinance 715-X-03-A, to additionally include all management employees with more than 10 years of City service and city commissioners. The City contributes 3% of earnings each plan year (calendar year) on behalf of each eligible management employee, 6% of earnings each plan year on behalf of each senior management employee and each city commissioner, and the calendar year maximum for the City Manager; the eligible employees are not required to make contributions. The ICMA Retirement Corporation serves as administrator for this Purchase Plan. The City recognized expenditures/expenses of \$334,224 for the fiscal year ended September 30, 2020 for the sixty-one employees covered under the plan. City ordinance provides the authority to establish and amend benefit provisions and contribution requirements for the Governmental Money Purchase Plan and Trust. The Purchase Plan was amended with Ordinance No. 715-X-09-A, effective May 1, 2009, which eliminated the benefit for general employees newly hired, rehired, or promoted from a general employee position into a management position.

The City, under Ordinance No. 715-X-99-A and amended by Ordinance No. 715-X-00-C and Ordinance No. 715-X-03-A, established a retiree subsidy benefit plan of \$200 per month for all general executive management and supervisory/professional employees who retired on or after September 28, 1999, except that senior managers who retired directly from the City after January 1, 2001, receive an amount equivalent to 80% of the total cost of family coverage under the City's health insurance program. Effective October 1, 1999, the City agreed to establish a subsidy of \$200 per month for all general employees, per the Collective Bargaining Agreement between the City and the Federation of Public Employees. The subsidy commenced at the same time the General Employees' Pension Plan member began to receive normal or early retirement benefits and continues until the plan member reaches age 65. Upon attaining age 65, bargaining unit employees will receive 75% of the \$200 per month subsidy, except that senior managers will receive 75% of the benefit received immediately prior to attaining age 65. If a general executive management or supervisory/professional employee dies before age 65, the health insurance subsidy continues to be paid to that member's spouse until the date that member would have reached age 65. Effective October 1, 2006, eligible general employees who retire and separate employment will be paid a monthly subsidy of \$250, which shall continue for the life of the retiree. Eligible general employees who retire and separate employment after February 26, 2008 will be paid a monthly subsidy of \$350, which shall continue for the life of the retiree. Effective under Ordinance No. 715-X-09-A, all management and supervisory/professional employees who separate and retire from the City after May 1, 2009, whose health benefit at retirement is less than the benefit provided to general employees under the applicable collective bargaining agreement in effect at the time of separation, will receive a retiree subsidy equal to the general employee's benefit. Effective October 1, 2015, eligible police employees who retire and separate employment will be paid a monthly subsidy of \$500 until age 65, which shall be thereafter be reduced to \$350 and shall continue for the life of the retiree. There were 378 participants during the fiscal year ended September 30, 2020. There are no assets accumulated in the retiree subsidy plan to pay related benefits.

Additionally, the City maintains a preservation of benefits plan. Effective September 28, 1999, under Ordinance No. 715-X-99-A, the City established a preservation of benefits plan as a deferred compensation plan for managers and senior managers who are members of the General Employees' Pension Plan. Effective September 12, 2017, under Ordinance No. 622, an excess benefit plan was established for eligible members of the Police Officers' Retirement Plan and Firefighters' Retirement Plan who entered the DROP between March 1, 2010 and October 17, 2017. These are administered by the City and established as a qualified governmental excess benefits arrangement pursuant to section 415(m) of the U. S. Internal

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Revenue Code. For each eligible payee, the City will provide a supplemental retirement benefit equal to the reduction of retirement benefits due to the application of section 401(a) (17) or section 415(b) of the U.S. Internal Revenue Code. There were eight eligible participants covered during the fiscal year ended September 30, 2020.

All three defined benefit pension plans are included as part of the City's reporting entity as pension trust funds. Copies of separately issued financial reports that include financial statements and required supplementary information for each plan are available at the following locations:

General Employees' Pension Plan	The Resource Centers, LLC 4360 Northlake Boulevard Suite 206 Palm Beach Gardens, FL 33410 Attn: Margie Adcock	Telephone No. (561) 624-3277
Police Officers' Pension Plan	David M. Williams, Plan Administrator Sunrise Police Officers' Retirement Plan 13790 N. W. Fourth Street Suite 105 Sunrise, FL 33325	Telephone No. (954) 845-0298
Firefighters' Pension Plan	The Resource Centers, LLC 4360 Northlake Boulevard Suite 206 Palm Beach Gardens, FL 33410 Attn: Scott Baur	Telephone No. (561) 624-3277

Contributions for pension plans: The contribution requirements of plan members and the City for the City's three single-employer defined benefit pension plans are established and may be amended by City Ordinance. Plan member contributions are recognized in the period in which the contributions are due. The City contributes an actuarially determined amount to fully fund benefits for active members. Any unfunded actuarial liability is amortized as a level percent of projected member payroll over a period of twenty-five years for the Firefighters' Pension Plan and twenty years for the Police Officers' and General Employees' Pension Plans. City contributions to the plans, as calculated by the plans' actuaries, are recognized as revenue when due and the City has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans. If the City's calculated contribution, excluding the cost of post September 13, 1999 management and senior management benefits, exceeds 14% for the General Employees' Pension Plan, member contributions, as well as the City contribution, are increased by half of the excess percentage of payroll except that the total maximum contribution for general employees is capped at 9.51% until a new bargaining unit contract is negotiated and the maximum contribution for management and senior management hired prior to October 1, 2009 is 11.75%. Effective October 1, 2009, general employees, including management and senior management, hired on or after October 1, 2009 contribute 8%. Effective September 30, 2015, police officers hired on or after September 30, 2015 contribute 8%.

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	<u>General Employees' Pension Plan</u>	<u>Police Officers' Pension Plan</u>	<u>Firefighters' Pension Plan</u>
Contributions:			
Contribution rates:			
City	37.30%	60.88%	49.85%
Plan members		9.84%	10.63%
General employees	9.51%		
Management, senior management	11.75%		
Employees hired after 10/1/09	8.00%		
Police Officers hired after 9/30/15		8.00%	
Actuarially determined contribution	\$ 13,785,067	\$ 12,043,798	\$ 7,162,732
Contributions made:			
City	\$ 13,785,067	\$ 11,187,132	\$ 6,300,844
Plan members	3,416,185	1,583,622	1,401,623
Other	-	856,666 ¹	861,888 ¹

The following schedule summarizes the contribution rates for the City and its plan members: ¹The Police Officers' and Firefighters' Pension Plans are partially funded by contributions from the State of Florida under Chapters 185 and 175, respectively, of the Florida Statutes. This contribution consists of excise taxes collected by the State on property and casualty insurance premiums on policies written within the City and totaled \$1,718,554 for the year ended September 30, 2020: \$861,888 for property insurance contracts for firefighters and \$856,666 for casualty insurance contracts for police officers. These amounts are recognized as insurance premium tax revenues and public safety expenditures in the General Fund.

Actuarial methods and assumptions: The City's net pension liability for all plans was measured as of September 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date (rolled forward from October 1, 2018 actuarial valuation). Mortality rates were based on the RP-2000 Combined Table for males and females with mortality improvement projected to all future years using Scale BB for all plans. The actuarial methods and assumptions for each plan are as follows:

Header	<u>General Employees' Pension Plan</u>	<u>Police Officers' Pension Plan</u>	<u>Firefighters' Pension Plan</u>
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level percent, closed	Level percent, closed	Level percent, closed
Remaining amortization period	20 years	20 years	25 years
Actuarial assumptions:			
Investment rate of return	7.25%	7.65%	7.80%
Inflation rate	2.3%	2.5%	2.5%
Projected salary increases [*]	3.5%-6.5%	4.2%-7.5%	5%-12%
Cost of living adjustments	2% management & commissioners; 2.5% senior management based on eligibility	2.5% for eligible employees	2%-2.5% for eligible employees
Asset valuation:			
Reporting	Fair value	Fair value	Fair value
Actuarial valuation	5 year smoothed market	5 year smoothed market	5 year smoothed market
Non-government investment in excess of 5%	None	None	None
[*] Projected salary increases include inflation.			
Membership as of Actuarial Valuation Date			
Retirees and beneficiaries	576	157	129
Inactive, non-retired members	68	-	-
Active members	538	158	114

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The actuarial valuation of the total pension liability was performed as of September 30, 2019 for the retiree subsidy plan and October 1, 2018 for the excess benefits plan. Both plans have a measurement date of September 30, 2019 based on the assumptions presented below.

Header	<u>Retiree Subsidy</u>	<u>Excess Plan</u>
Actuarial valuation date	September 30, 2019	October 1, 2018
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Inflation rate	2.25%	2.50%
Discount rate	2.75%	2.75%
Salary increases	Police-based on age of employee General-based on years of credited service	N/A

Membership as of Actuarial Valuation Date		
Retirees and beneficiaries	361	8
Active members	649	-

Discount rate: The discount rate used to measure the total pension liability was 7.25% for the General Employees' Retirement Plan, 7.65% for the Police Officers' Plan and 7.80% for the Firefighters' Pension Plan. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. 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.

Discount rate: The discount rate used to measure the total pension liability for the retiree subsidy plan and excess benefits plan was based on a municipal bond rate of 2.75% based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the City's net pension liability calculated using the current discount rates and the liability using discount rates that are one percentage point lower and one percentage point higher than the current rates:

<u>Pension Plan</u>	<u>1% Decrease</u>	<u>Discount Rate</u>	<u>1% Increase</u>
General Employees (7.25%)	\$ 140,710,731	\$ 102,810,674	\$ 71,253,286
Police Officers (7.65%)	100,389,870	69,688,057	44,876,894
Firefighters (7.80%)	79,913,336	53,636,242	32,337,164

Sensitivity of the total pension liability to changes in the discount rate: The following presents the City's total pension liability for the retiree subsidy plan and excess benefits plan calculated using a municipal bond discount rate and the total liability using municipal bond rates that are one percentage point lower and one percentage point higher than the current rate:

Header	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Retiree Subsidy Pension Plan (2.75%)	\$ 45,420,229	\$ 39,933,224	\$ 35,427,265
Excess Benefits Plan (2.75%)	2,739,028	2,541,493	2,368,942

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Long-term expected rate of return: The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment 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 class included in the pension plans' target asset allocations as of September 30, 2019 are summarized in the following table:

Header	Target Allocation	Asset Class	Expected Real Rate of Return
<u>General Employees Retirement Plan</u>	55.0%	Domestic Equity	5.79%
	15.0%	International Equity	3.45%
	30.0%	Fixed Income	3.37%
<u>Police Officers' Retirement Plan</u>	51.0%	Domestic equity	6.15%
	8.0%	Real Estate	4.50%
	9.0%	International Equity	8.50%
	32.0%	Fixed Income	3.00%
<u>Firefighters' Retirement Plan</u>	32.0%	Large Cap	6.30%
	8.0%	Mid Cap	10.00%
	10.0%	Small Cap	8.00%
	20.0%	Fixed Income	4.80%
	12.0%	International Equity	3.70%
	3.0%	Emerging Markets	7.60%
	15.0%	Real Estate	8.30%

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Changes in the Net Pension Liability:

Header	Pension Plans			Total
	General Employees	Police Officers	Firefighters'	
Total pension liability - beginning	\$ 312,194,373	\$ 211,167,770	\$ 194,425,660	\$ 717,787,803
Changes for the year:				
Service cost	6,564,011	4,985,444	3,618,905	15,168,360
Interest	22,761,354	16,247,834	14,934,337	53,943,525
Changes of benefit terms	-	1,620,550	-	1,620,550
Difference between expected and actual experience	111,572	3,218,834	1,076,608	4,407,014
Change of assumptions	3,416,624	1,367,814	-	4,784,438
Benefit payments	(17,985,794)	(10,271,348)	(14,163,770)	(42,420,912)
Refunds	(174,405)	(13,426)	(6,194)	(194,025)
Net change in total pension liability	14,693,362	17,155,702	5,459,886	37,308,950
Total pension liability - ending (a)	\$ 326,887,735	\$ 228,323,472	\$ 199,885,546	\$ 755,096,753
Plan fiduciary net position - beginning	\$ 218,551,505	\$ 151,246,213	\$ 146,237,269	\$ 516,034,987
Employer contributions	13,530,354	10,207,194	6,279,661	30,017,209
Employee contributions	3,306,287	1,679,931	1,340,439	6,326,657
Other contributions	-	858,107	821,826	1,679,933
Net investment income	7,039,352	5,221,593	5,939,853	18,200,798
Benefit payments	(17,985,794)	(10,271,348)	(14,163,770)	(42,420,912)
Refunds	(174,405)	(13,426)	(6,194)	(194,025)
Administrative expenses	(190,238)	(292,849)	(199,780)	(682,867)
Net change in fiduciary net position	5,525,556	7,389,202	12,035	12,926,793
Plan fiduciary net position - ending (b)	\$ 224,077,061	\$ 158,635,415	\$ 146,249,304	\$ 528,961,780
Net pension liability (a-b)	\$ 102,810,674	\$ 69,688,057	\$ 53,636,242	\$ 226,134,973

The Schedules of Changes in the City's Net Pension Liability and Related Ratios and Schedule of Contributions, presented as required supplementary information following the notes to the financial statements, present multiyear trend information.

Changes in the Total Pension Liability:

Header	Other Pension Plans		Total
	Retiree Subsidy	Excess Benefits	
Total pension liability - beginning	\$ 35,552,002	\$ 1,758,019	\$ 37,310,021
Changes for the year:			
Service cost	1,247,182	-	1,247,182
Interest	1,379,287	62,554	1,441,841
Change of benefit terms	17,805	-	17,805
Difference between expected and actual experience	727,329	785,032	1,512,361
Change of assumptions	2,582,569	185,401	2,767,970
Benefit payments	(1,572,950)	(249,513)	(1,822,463)
Net change in total pension liability	4,381,222	783,474	5,164,696
Total pension liability - ending	\$ 39,933,224	\$ 2,541,493	\$ 42,474,717
Covered payroll	\$ 44,870,460	N/A	
Total pension liability as a percentage of covered payroll	89.00%	N/A	

CITY OF SUNRISE, FLORIDA

The Schedules of Changes in the City's Total Pension Liability and Related Ratios for the retiree subsidy and excess benefits plans are presented as required supplementary information following the notes to the financial statements, present multiyear trend information.

Pension Expense, Deferred Outflows and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2020, the City recognized pension income of \$31,585,784 and pension expense of \$40,932,228 as the result of GASB No. 68. Deferred outflows and inflows of resources related to the City's three defined benefit pension plans are as follows:

	Pension Plans			Total
	General Employees'	Police Officers'	Firefighters'	
<u>Deferred outflow s</u>				
Difference between expected and actual experience	\$ 2,106,427	\$ 5,105,746	\$ 1,474,589	\$ 8,686,762
Contributions subsequent to the measurement date	13,785,067	12,043,798	7,162,732	32,991,597
Difference between expected and actual earnings on investments	588,822	3,430,516	117,403	4,136,741
Changes in assumptions	10,410,011	1,690,399	3,033,975	15,134,385
Total deferred outflow s	<u>\$ 26,890,327</u>	<u>\$ 22,270,459</u>	<u>\$ 11,788,699</u>	<u>\$ 60,949,485</u>
<u>Deferred inflow s</u>				
Difference between expected and actual experience	\$ 1,565,512	\$ -	\$ 168,115	\$ 1,733,627
Changes in assumptions	-	373,750	-	373,750
Total deferred inflow s	<u>\$ 1,565,512</u>	<u>\$ 373,750</u>	<u>\$ 168,115</u>	<u>\$ 2,107,377</u>

As a result of GASB No. 73, for the year ended September 30, 2020, the City recognized pension income of \$73,875 for the retiree subsidy and \$16,076 for the excess benefits plans. Additionally, the City recognized pension expense of \$1,291,859 for the retiree subsidy benefit and \$783,474 for the excess benefits plans. Deferred outflows and inflows of resources related to the City's other pension plans are as follows:

	Other Pension Plans		Total
	Retiree Subsidy	Excess Benefits	
<u>Deferred outflows</u>			
Difference between expected and actual experience	\$ 618,772	\$ -	\$ 618,772
Contributions subsequent to the measurement date	1,646,825	265,589	1,912,414
Changes in assumptions	3,476,254	-	3,476,254
Total deferred outflows	<u>\$ 5,741,851</u>	<u>\$ 265,589</u>	<u>\$ 6,007,440</u>
<u>Deferred inflows</u>			
Difference between expected and actual experience	\$ 564,581	\$ -	\$ 564,581
Changes in assumptions	2,183,429	-	2,183,429
Total deferred inflows	<u>\$ 2,748,010</u>	<u>\$ -</u>	<u>\$ 2,748,010</u>

CITY OF SUNRISE, FLORIDA

Deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date totaling \$34,904,011 will be recognized as a reduction in net pension liability in the year ending September 30, 2020 for each respective pension plan.

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized as pension expense (income) as follows:

Fiscal Year	Defined Benefit Pension Plans			
	General Employees'	Police Officers'	Firefighters'	Retiree Subsidy
2021	\$ 5,032,265	\$ 2,810,471	\$ 861,738	\$ 220,535
2022	2,443,900	2,889,718	1,216,563	220,535
2023	1,787,954	2,554,151	1,074,566	220,535
2024	2,275,629	1,598,571	1,304,985	(17,306)
2025	-	-	-	356,909
Thereafter	-	-	-	345,808
Total	\$ 11,539,748	\$ 9,852,911	\$ 4,457,852	\$ 1,347,016

D. Other post-employment benefits

The cost of post-employment healthcare, life insurance, and long-term care benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 75, the City recognizes the total OPEB liability and the OPEB expense cost of these post-employment benefits in the year when the employee services are received.

Plan descriptions: The City has previously established and maintains a self-funded employee group medical insurance plan, a fully-insured employee group life insurance plan, and a fully-insured employee group long-term care insurance plan that it makes available to eligible retirees in accordance with State of Florida law and City ordinance. The self-funded medical and fully-insured life insurance plans are single-employer, experience-rated insurance plans that provide benefits to eligible retirees and their eligible dependents. The fully-insured long-term care insurance plan is a single-employer, statewide filed and rated insurance plan available to eligible retirees and their eligible dependents. These plans are not accounted for in a trust fund, as an irrevocable trust has not been established.

Funding policy: To date, the City has followed a pay-as-you-go funding policy, contributing only those amounts necessary to provide for its portion of current year benefit costs and expenses. The contribution requirements, if any, of plan members are established by the City. The City pays any remaining required amounts after contributions of plan members are taken into account. Currently, eligible retirees do not pay for life insurance or long-term care insurance plans provided by the City, but do pay the premiums associated with the medical plan elected - no direct City subsidy is currently applicable. However, there are implicit costs of medical and direct costs of life and long-term care insurance plan benefits. Retiree's spouses and other eligible dependents are also eligible under the City's medical and life insurance plans and the retiree is responsible for the payment of the applicable medical and life insurance premiums.

State of Florida law prohibits the City from separately rating retirees and active employees for medical plan benefits. The City therefore assigns to both groups equal, blended-rate premiums and makes available to both groups the same plan options. Although both groups are assigned the same blended-rate premiums, GAAP requires the actuarial liabilities to be calculated using age-adjusted premiums approximating claim costs for eligible retirees

CITY OF SUNRISE, FLORIDA

separate from active eligible members. The use of age-adjusted premiums results in the entire expected retiree obligation recognized in this disclosure.

Actuarial methods and assumptions: Actuarial valuations of an ongoing plan involve 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 status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Projections of other post-employment benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the type 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 actuarial calculations reflect a long-term perspective. The annual health care cost projected trend rates are based on the Getzen Model with a trend rate of 6.5% effective October 1, 2019 and gradually decreasing to an ultimate trend rate of 3.99% plus .34% increase for excise tax. Benefits are assumed to be unfunded. The actuarial valuation of the total OPEB liability was performed as of September 30, 2019 and a measurement date of September 30, 2019 based on the assumptions presented below.

Actuarial valuation date	September 30, 2019
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Discount rate	2.75%
Inflation rate	2.25%
Projected salary increases	Police-based on age of employee General-based on years of credited service Fire-based on years of credited service
Asset valuation method	n/a
Membership as of Actuarial Valuation Date	
Retirees and beneficiaries	396
Active members	940

Changes in the Total OPEB Liability:

Total OPEB obligation – beginning	\$28,985,630
Changes for the year:	
Service cost	1,195,675
Interest on total OPEB liability	1,142,336
Changes of benefit terms	622
Difference between expected and actual experience of the total OPEB liability	(3,420,516)
Changes of assumptions and other inputs	12,597,068
Benefit payments	<u>(710,593)</u>
Net change in total OPEB liability	<u>10,804,592</u>
Total OPEB obligation – ending	<u>\$39,790,222</u>
Covered payroll	\$71,814,154
Total OPEB liability as a percentage of covered payroll	55.41%

CITY OF SUNRISE, FLORIDA

The Schedules of Changes in the City's Total OPEB Liability and Related Ratios, presented as required supplementary information following the notes to the financial statements, present multiyear trend information.

Discount rate: The discount rate used to measure the total OPEB liability was based on a tax-exempt municipal bond rate of 2.75% based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date.

Mortality rate: The mortality rate used to measure the total OPEB liability was based on July 1, 2019 mortality tables of the Florida Retirement System. They are based on the results of a statewide experience study covering the period 2013 through 2018.

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the City's total OPEB liability calculated using a discount rate of 2.75%, as well as the total OPEB liability using a discount rate that is one percentage point lower and one percentage point higher than the current rate:

Header	1% Decrease	Current Discount Rate	1% Increase
OPEB liability (2.75%)	\$ 47,159,191	\$ 39,790,222	\$ 34,035,513

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate: The following presents the City's total OPEB liability calculated using the assumed trend rates, as well as the total OPEB liability using a trend rate that is one percentage point lower and one percentage point higher than the current rate:

Header	1% Decrease	Current Discount Rate	1% Increase
OPEB liability (6.50%)	\$ 36,617,314	\$ 39,790,222	\$ 43,798,618

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

For the year ended September 30, 2019, the City recognized OPEB income of \$95,062 and OPEB expense of \$2,412,417 as the result of GASB No. 75. Deferred outflows and inflows of resources related to OPEB are as follows:

Header	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 805,655	\$ -
Difference between expected and actual earnings on investments	-	2,924,789
Changes in assumptions and other inputs	10,771,406	2,316,894
Total	\$ 11,577,061	\$ 5,241,683

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

Year Ending September 30	Net Deferred Outflows of Resources
2021	\$ 784,377
2022	784,377
2023	784,377
2024	844,733
2025	1,134,917
Thereafter	1,196,942
Total	\$ 5,529,723

CITY OF SUNRISE, FLORIDA

E. Subsequent event

On January 7, 2021, the City issued \$46,547,024.90 in special obligation bonds (Series 2020). The bonds shall be payable from certain non-ad valorem revenues. The bond proceeds are being used to fund development, design, acquisition, construction, improvement, expansion, equipping, installation and furnishing of the City's municipal complex.

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

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Measurement date September 30,	General Employees' Pension Plan					
	2019	2018	2017	2016	2015	2014
Total pension liability - beginning	\$ 312,194,373	\$ 297,474,737	\$ 263,928,563	\$ 246,978,656	\$ 230,997,644	\$ 225,236,553
Changes for the year:						
Service cost	6,564,011	6,700,193	6,719,925	6,249,017	5,709,473	5,592,989
Interest	22,761,354	22,116,944	19,803,514	18,468,241	17,739,018	16,695,690
Difference between expected and actual experience	111,572	(2,725,152)	2,638,592	6,201,568	4,223,251	(86,907)
Change of assumptions	3,416,624	3,234,052	17,587,407	-	2,870,501	-
Benefit payments	(17,985,794)	(14,471,951)	(13,058,734)	(13,886,080)	(14,424,957)	(16,155,069)
Refunds	(174,405)	(134,450)	(144,530)	(82,839)	(136,274)	(285,612)
Net change in total pension liability	<u>14,693,362</u>	<u>14,719,636</u>	<u>33,546,174</u>	<u>16,949,907</u>	<u>15,981,012</u>	<u>5,761,091</u>
Total pension liability - ending (a)	<u>\$ 326,887,735</u>	<u>\$ 312,194,373</u>	<u>\$ 297,474,737</u>	<u>\$ 263,928,563</u>	<u>\$ 246,978,656</u>	<u>\$ 230,997,644</u>
Plan fiduciary net position - beginning	\$ 218,551,505	\$ 198,335,210	\$ 176,026,669	\$ 160,767,773	\$ 163,396,851	\$ 155,619,994
Employer contributions	13,530,354	13,239,759	11,255,914	10,310,136	9,797,263	9,606,777
Employee contributions	3,306,287	3,198,740	3,173,557	3,103,175	2,951,954	2,676,412
Net investment income (loss)	7,039,352	18,581,100	21,271,925	16,019,240	(618,632)	12,106,642
Benefit payments	(17,985,794)	(14,471,951)	(13,058,734)	(13,886,080)	(14,424,957)	(16,155,069)
Refunds	(174,405)	(134,450)	(144,530)	(82,839)	(136,274)	(285,612)
Administrative expenses	(190,238)	(196,903)	(189,591)	(204,736)	(198,432)	(172,293)
Net change in plan fiduciary net position	<u>5,525,556</u>	<u>20,216,295</u>	<u>22,308,541</u>	<u>15,258,896</u>	<u>(2,629,078)</u>	<u>7,776,857</u>
Plan fiduciary net position - ending (b)	<u>\$ 224,077,061</u>	<u>\$ 218,551,505</u>	<u>\$ 198,335,210</u>	<u>\$ 176,026,669</u>	<u>\$ 160,767,773</u>	<u>\$ 163,396,851</u>
Net pension liability (a-b)	<u>\$ 102,810,674</u>	<u>\$ 93,642,868</u>	<u>\$ 99,139,527</u>	<u>\$ 87,901,894</u>	<u>\$ 86,210,883</u>	<u>\$ 67,600,793</u>
Plan fiduciary net position as a percentage of the total pension liability	68.55%	70.00%	66.67%	66.69%	65.09%	70.74%
Covered payroll	\$ 36,132,250	\$ 35,240,205	\$ 35,656,748	\$ 31,775,096	\$ 28,384,840	\$ 26,603,455
Net pension liability as a percentage of covered payroll	284.54%	265.73%	278.04%	276.64%	303.72%	254.11%

Note: This schedule is intended to have ten years of data. Additional data to be compiled as information becomes available.

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

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Measurement date September 30,	Police Officers' Pension Plan					
	2019	2018	2017	2016	2015	2014
Total pension liability - beginning	\$ 211,167,770	\$ 195,780,249	\$ 186,044,406	\$ 175,806,062	\$ 157,911,262	\$ 151,315,619
Changes for the year:						
Service cost	4,985,444	4,857,819	4,599,186	4,415,243	4,068,061	3,784,863
Interest	16,247,834	15,162,272	14,481,168	13,727,142	12,725,631	12,056,017
Change of benefit terms	1,620,550	-	-	-		
Difference between expected and actual experience	3,218,834	4,093,499	2,023,747	560,558	-	(444,699)
Change of assumptions	1,367,814	1,265,641	(1,393,066)	-	6,918,969	-
Benefit payments	(10,271,348)	(9,924,857)	(9,946,162)	(8,399,112)	(5,761,251)	(8,760,460)
Refunds	(13,426)	(66,853)	(29,030)	(65,487)	(56,610)	(40,078)
Net change in total pension liability	<u>17,155,702</u>	<u>15,387,521</u>	<u>9,735,843</u>	<u>10,238,344</u>	<u>17,894,800</u>	<u>6,595,643</u>
Total pension liability - ending (a)	<u>\$ 228,323,472</u>	<u>\$ 211,167,770</u>	<u>\$ 195,780,249</u>	<u>\$ 186,044,406</u>	<u>\$ 175,806,062</u>	<u>\$ 157,911,262</u>
Plan fiduciary net position - beginning	\$ 151,246,213	\$ 138,217,216	\$ 122,661,859	\$ 110,239,064	\$ 105,563,905	\$ 96,495,201
Employer contributions	10,207,194	9,431,736	9,199,456	8,834,348	8,194,759	7,472,477
Employee contributions	1,679,931	1,698,916	1,664,869	1,510,667	1,524,051	1,293,252
Other contributions	858,107	785,047	724,891	693,248	639,176	620,714
Net investment income	5,221,593	11,384,925	14,258,027	10,187,217	366,132	8,705,647
Benefit payments	(10,271,348)	(9,924,857)	(9,946,162)	(8,399,112)	(5,761,251)	(8,760,460)
Refunds	(13,426)	(66,853)	(29,030)	(65,487)	(56,610)	(40,078)
Administrative expenses	(292,849)	(279,917)	(316,694)	(338,086)	(231,098)	(222,848)
Net change in plan fiduciary net position	<u>7,389,202</u>	<u>13,028,997</u>	<u>15,555,357</u>	<u>12,422,795</u>	<u>4,675,159</u>	<u>9,068,704</u>
Plan fiduciary net position - ending (b)	<u>\$ 158,635,415</u>	<u>\$ 151,246,213</u>	<u>\$ 138,217,216</u>	<u>\$ 122,661,859</u>	<u>\$ 110,239,064</u>	<u>\$ 105,563,905</u>
Net pension liability (a-b)	<u>\$ 69,688,057</u>	<u>\$ 59,921,557</u>	<u>\$ 57,563,033</u>	<u>\$ 63,382,547</u>	<u>\$ 65,566,998</u>	<u>\$ 52,347,357</u>
Plan fiduciary net position as a percentage of the total pension liability	69.48%	71.62%	70.60%	65.93%	62.70%	66.85%
Covered payroll	\$ 17,491,218	\$ 17,508,583	\$ 16,985,178	\$ 15,886,876	\$ 15,488,323	\$ 13,142,805
Net pension liability as a percentage of covered payroll	398.42%	342.24%	338.90%	398.96%	423.33%	398.30%

Note: This schedule is intended to have ten years of data. Additional data to be compiled as information becomes available.

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

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Measurement date September 30,	Firefighters' Pension Plan					
	2019	2018	2017	2016	2015	2014
Total pension liability - beginning	\$ 194,425,660	\$ 185,882,096	\$ 168,972,837	\$ 158,772,928	\$ 151,751,626	\$ 145,582,653
Changes for the year:						
Service cost	3,618,905	3,649,483	3,389,400	3,217,784	3,090,913	3,007,593
Interest	14,934,337	14,426,543	13,694,521	12,568,229	12,023,905	11,602,371
Change of benefit terms	-	-	432,669	-	-	-
Difference between expected and actual experience	1,076,608	231,072	1,152,743	(728,503)	-	(1,492,632)
Change of assumptions	-	1,196,786	4,703,070	1,643,838	-	172,854
Benefit payments	(14,163,770)	(10,960,320)	(6,456,401)	(6,437,587)	(8,093,516)	(7,121,213)
Refunds	(6,194)	-	(6,743)	(63,852)	-	-
Net change in total pension liability	5,459,886	8,543,564	16,909,259	10,199,909	7,021,302	6,168,973
Total pension liability - ending (a)	<u>\$ 199,885,546</u>	<u>\$ 194,425,660</u>	<u>\$ 185,882,096</u>	<u>\$ 168,972,837</u>	<u>\$ 158,772,928</u>	<u>\$ 151,751,626</u>
Plan fiduciary net position - beginning	\$ 146,237,269	\$ 135,548,638	\$ 120,391,017	\$ 108,526,799	\$ 109,371,318	\$ 99,036,104
Employer contributions	6,279,661	6,027,609	5,483,453	5,185,357	5,225,550	4,972,033
Employee contributions	1,340,439	1,244,670	1,288,279	1,338,474	1,156,746	1,125,192
Other contributions	821,826	763,749	766,995	803,419	853,244	879,470
Net investment income (loss)	5,939,853	13,810,392	14,302,330	11,249,228	176,272	10,639,774
Benefit payments	(14,163,770)	(10,960,320)	(6,456,401)	(6,437,587)	(8,093,516)	(7,121,213)
Refunds	(6,194)	-	(6,743)	(63,852)	-	-
Administrative expenses	(199,780)	(197,469)	(220,292)	(210,821)	(162,815)	(160,042)
Net change in plan fiduciary net position	12,035	10,688,631	15,157,621	11,864,218	(844,519)	10,335,214
Plan fiduciary net position - ending (b)	<u>\$ 146,249,304</u>	<u>\$ 146,237,269</u>	<u>\$ 135,548,638</u>	<u>\$ 120,391,017</u>	<u>\$ 108,526,799</u>	<u>\$ 109,371,318</u>
Net pension liability (a-b)	<u>\$ 53,636,242</u>	<u>\$ 48,188,391</u>	<u>\$ 50,333,458</u>	<u>\$ 48,581,820</u>	<u>\$ 50,246,129</u>	<u>\$ 42,380,308</u>
Plan fiduciary net position as a percentage of the total pension liability	73.17%	75.22%	72.92%	71.25%	68.35%	72.07%
Covered payroll	\$ 12,564,427	\$ 11,728,068	\$ 12,036,803	\$ 11,680,780	\$ 10,816,447	\$ 10,555,759
Net pension liability as a percentage of covered payroll	426.89%	410.88%	418.16%	415.91%	464.53%	401.49%

Note: This schedule is intended to have ten years of data. Additional data to be compiled as information becomes available.

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

SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY AND RELATED RATIOS

Measurement date September 30,	Retiree Subsidy Pension Plan			
	2019	2018	2017	2016
Total pension liability - beginning	\$ 35,552,002	\$ 35,959,918	\$ 37,762,253	\$ 33,561,459
Changes for the year:				
Service cost	1,247,182	1,336,943	1,562,667	1,311,427
Interest	1,379,287	1,278,867	1,181,380	1,268,486
Change of benefit terms	17,805	-	-	-
Difference between expected and actual experience	727,329	-	(1,035,065)	-
Change of assumptions	2,582,569	(1,508,136)	(2,075,887)	2,984,667
Benefit payments	(1,572,950)	(1,515,590)	(1,435,430)	(1,363,786)
Net change in total pension liability	4,381,222	(407,916)	(1,802,335)	4,200,794
Total pension liability - ending	<u>\$ 39,933,224</u>	<u>\$ 35,552,002</u>	<u>\$ 35,959,918</u>	<u>\$ 37,762,253</u>
 Covered payroll	 \$ 44,870,460	 \$ 42,509,034	 \$ 41,071,530	 \$ 33,616,746
 Total pension liability as a percentage of covered payroll	 89.00%	 83.63%	 87.55%	 112.33%

Measurement date September 30,	Excess Benefits Pension Plan			
	2019	2018	2017	2016
Total pension liability - beginning	\$ 1,758,019	\$ 2,241,127	\$ 2,464,102	\$ -
Changes for the year:				
Interest	62,554	74,648	71,856	-
Difference between expected and actual experience	785,032	(303,048)	-	-
Change of assumptions	185,401	(38,066)	(63,098)	-
Benefit payments	(249,513)	(216,642)	(231,733)	-
Net change in total pension liability	783,474	(483,108)	(222,975)	-
Total pension liability - ending	<u>\$ 2,541,493</u>	<u>\$ 1,758,019</u>	<u>\$ 2,241,127</u>	<u>\$ -</u>
 Covered payroll	 N/A	 N/A	 N/A	 N/A
 Total pension liability as a percentage of covered payroll	 N/A	 N/A	 N/A	 N/A

Note: This schedule is intended to have ten years of data. Additional data to be compiled as information becomes available.

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

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Measurement date September 30,	Other Postemployment Benefits		
	2019	2018	2017
Total OPEB liability - beginning	\$ 28,985,630	\$ 28,819,812	\$ 29,470,176
Changes for the year:			
Service cost	1,195,675	1,303,902	1,337,581
Interest	1,142,336	1,045,133	941,443
Changes of benefit terms	622	-	-
Difference between expected and actual experience	(3,420,516)	-	-
Changes in assumptions and other inputs	12,597,068	(1,657,674)	(2,052,118)
Benefit payments	(710,593)	(525,543)	(877,270)
Net change in total OPEB liability	10,804,592	165,818	(650,364)
Total OPEB liability - ending	\$ 39,790,222	\$ 28,985,630	\$ 28,819,812
Covered payroll	\$ 71,814,154	\$ 63,617,031	\$ 69,668,608
Total OPEB liability as a percentage of covered payroll	55.41%	45.56%	41.37%

Note: This schedule is intended to have ten years of data. Additional data to be compiled as information becomes available.

**CITY OF SUNRISE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
Last Seven Fiscal Years**

Fiscal Year Ended	Employer Contributions	Actuarially Determined Contribution	Contribution Deficiency	Covered Payroll	Percent of payroll contributed		
General Employees Pension Plan							
9/30/2014	\$ 9,606,777	\$ 9,606,777	-	\$ 26,603,455	36.11%	Actuarial Cost Method	Entry age normal
9/30/2015	9,797,263	9,797,263	-	28,384,840	34.52%	Amortization method	Level percent of pay, closed
9/30/2016	10,310,136	10,310,136	-	31,775,096	32.45%	Remaining amortization period	20 years
9/30/2017	11,255,914	11,255,914	-	35,656,748	31.57%	Asset valuation method	5-year smoothed market
9/30/2018	13,239,759	13,239,759	-	35,240,205	37.57%	Inflation	2.30%
9/30/2019	13,530,354	13,530,354	-	36,132,250	37.45%	Salary Increases	3.5% to 6.5% depending on service
9/30/2020	13,785,067	13,785,067	-	38,155,382	36.13%	Investment Rate of Return	7.25%
-						Retirement Age	Experience based table of rates
						Mortality	RP-2000 Combined Healthy Participant Table
Police Officers' Pension Plan							
9/30/2014	\$ 8,093,191	\$ 8,093,191	-	\$ 13,142,805	61.58%	Actuarial Cost Method	Entry age normal
9/30/2015	8,833,935	8,833,935	-	15,488,323	57.04%	Amortization method	Level percent of pay, closed
9/30/2016	9,527,596	9,527,596	-	15,886,876	59.97%	Remaining amortization period	20 years
9/30/2017	9,924,347	9,924,347	-	16,985,178	58.43%	Asset valuation method	5-year smoothed market
9/30/2018	10,216,783	10,216,783	-	17,508,583	58.35%	Inflation	2.50%
9/30/2019	11,065,301	11,065,301	-	17,491,218	63.26%	Salary Increases	4.2% to 7.5% depending on service
9/30/2020	12,043,798	12,043,798	-	16,444,446	73.24%	Investment Rate of Return	7.65%
-						Retirement Age	Experience based table of rates
						Mortality	RP-2000 Combined Healthy Participant Table
Firefighters' Pension Plan							
9/30/2014	\$ 5,851,503	\$ 5,851,503	-	\$ 10,555,759	55.43%	Actuarial Cost Method	Entry age
9/30/2015	6,078,794	6,078,794	-	10,816,447	56.20%	Amortization method	Level percent of pay, closed
9/30/2016	5,988,776	5,988,776	-	11,680,780	51.27%	Remaining amortization period	25 years
9/30/2017	6,250,448	6,250,448	-	12,036,803	51.93%	Asset valuation method	5-year smoothed market
9/30/2018	6,791,358	6,791,358	-	11,728,068	57.91%	Inflation	2.50%
9/30/2019	7,101,487	7,101,487	-	12,564,427	56.52%	Salary Increases	5% to 12% including inflation
9/30/2020	7,162,732	7,162,732	-	13,099,674	54.68%	Investment Rate of Return	7.8%, net of investment expenses
-						Retirement Age	Experience based table of rates
						Mortality	RP-2000 Combined Healthy Participant Table

Notes: Valuation dates of actuarially determined contributions for all plans are calculated based on the valuation as of the beginning of the year prior to the fiscal year in which contributions are due.

This schedule is intended to have ten years of data. Implementation of GASB No. 68 occurred in fiscal year 2015. Additional data to be compiled as information becomes available.

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

<i>Building Fees Fund</i>	<i>Accounts for the receipts and disbursements associated with building and permit fees.</i>
<i>Impact Fees Fund</i>	<i>Accounts for the receipts and disbursements of impact fees received from developers.</i>
<i>Urban Area Security Initiative Grant Fund</i>	<i>Accounts for the receipts and disbursements of the Urban Area Security Initiative Grant funds.</i>
<i>Broward County Home Consortium Grant Fund</i>	<i>Accounts for the receipts and disbursements of the Broward County Home Consortium Grant funds.</i>
<i>Neighborhood Stabilization Program Grant Fund</i>	<i>Accounts for the receipts and disbursements of the Neighborhood Stabilization Grant funds.</i>
<i>Community Development Block Grant Fund</i>	<i>Accounts for the receipts and disbursements of the Community Development Block Grant funds.</i>
<i>State Housing Initiative Partnership Grant Fund</i>	<i>Accounts for the receipts and disbursements of the State Housing Initiative Partnership Grant funds.</i>
<i>Fuel & Roadway Fund</i>	<i>Accounts for the government's share of motor fuel tax revenues that are legally restricted to the maintenance of, and improvements to, the streets, roadways, median strips, and street lights within the City.</i>
<i>Police Confiscation Fund</i>	<i>Accounts for the receipts and disbursements of police confiscation funds.</i>

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of general long-term debt principal and interest.

Special Tax District No. 1 ***Accumulates voted debt service ad valorem tax monies for Special Tax District No. 1 of the City of Sunrise, Florida Ad Valorem Tax Bonds, maturing on October 1, 2021.***

General Obligation Bonds ***Accumulates ad valorem taxes collected for payment of debt service on the General Obligation, Series 2015 maturing on July 1, 2044.***

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Special Tax District No. 1 ***Accounts for the construction of a parking garage and additional public works improvements for Special Tax District No. 1.***

Special Assessment Bonds, Series 2015 ***Accounts for the development, construction, equipment and installation of two parking garages at Sawgrass Mills.***

General Obligation Bonds ***Accounts for the construction and improvements to parks, recreation and leisure projects.***

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CITY OF SUNRISE, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2020

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 17,110,457	\$ 5,357,881	\$ 41,865,039	\$ 64,333,377
Investments	5,051,199	-	417,134	5,468,333
Interest receivable	2,662	45	315	3,022
Other receivables	10,884	-	-	10,884
Due from other funds	-	-	829	829
Intergovernmental receivable	442,413	-	-	442,413
Inventories	57,854	-	-	57,854
Total assets	\$ 22,675,469	\$ 5,357,926	\$ 42,283,317	\$ 70,316,712
LIABILITIES				
Accounts payable	285,072	-	274,060	559,132
Accrued liabilities	141,481	-	-	141,481
Retainage payable	-	-	317,301	317,301
Intergovernmental payable	2,297	-	-	2,297
Due to other funds	60,776	3,496	33,341	97,613
Interfund payable	87,127	-	-	87,127
Matured bonds payable	-	2,340,000	-	2,340,000
Matured interest payable	-	117,620	-	117,620
Unearned revenue	101,148	-	-	101,148
Other	678,291	-	-	678,291
Advances from other funds	220,000	-	-	220,000
Total liabilities	1,576,192	2,461,116	624,702	4,662,010
FUND BALANCES				
Nonspendable:				
Inventories	57,854	-	-	57,854
Restricted for:				
Building	8,833,485	-	-	8,833,485
Capital projects	-	-	40,260,062	40,260,062
Recreation	327,191	-	-	327,191
Public safety	5,227,111	-	-	5,227,111
Fire equipment	255,787	-	-	255,787
Median strips	435,882	-	-	435,882
Housing	1,204,264	-	-	1,204,264
Transportation	3,993,373	-	-	3,993,373
Assigned to:				
Transportation	764,330	-	-	764,330
Debt service	-	2,896,810	-	2,896,810
Capital projects	-	-	1,398,553	1,398,553
Total fund balances	21,099,277	2,896,810	41,658,615	65,654,702
Total liabilities and fund balances	\$ 22,675,469	\$ 5,357,926	\$ 42,283,317	\$ 70,316,712

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
REVENUES				
Taxes:				
Property	\$ -	\$ 4,679,520	\$ -	\$ 4,679,520
Local option fuel	1,470,761	-	-	1,470,761
Permits and fees	6,256,305	-	-	6,256,305
Intergovernmental	1,462,562	-	-	1,462,562
Charges for services	23,529	-	-	23,529
Judgments, fines and forfeitures	557,206	-	-	557,206
Impact fees	374,362	-	-	374,362
Investment earnings	240,501	33,726	477,973	752,200
Miscellaneous	77,594	-	1,455	79,049
Total revenues	<u>10,462,820</u>	<u>4,713,246</u>	<u>479,428</u>	<u>15,655,494</u>
EXPENDITURES				
Current:				
Public safety	7,824,378	-	-	7,824,378
Economic development	443,930	-	-	443,930
Transportation	3,060,669	-	2,621	3,063,290
Debt service:				
Principal	-	3,155,000	-	3,155,000
Interest	-	2,056,327	-	2,056,327
Bond issuance costs	-	374,863	-	374,863
Other	-	47,681	-	47,681
Capital outlay	227,782	-	6,577,148	6,804,930
Total expenditures	<u>11,556,759</u>	<u>5,633,871</u>	<u>6,579,769</u>	<u>23,770,399</u>
Deficiency of revenues (under) expenditures	<u>(1,093,939)</u>	<u>(920,625)</u>	<u>(6,100,341)</u>	<u>(8,114,905)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in:				
General fund	739,220	-	-	739,220
Transfers out:				
Capital projects fund:				
Capital Improvement	-	-	(13,189,939)	(13,189,939)
Ad valorem tax bonds issued	-	812,733	22,552,267	23,365,000
Premium on ad valorem tax bonds	-	56,771	1,575,324	1,632,095
Total other financing sources (uses)	<u>739,220</u>	<u>869,504</u>	<u>10,937,652</u>	<u>12,546,376</u>
Net change in fund balances	(354,719)	(51,121)	4,837,311	4,431,471
Fund balances - beginning	<u>21,453,996</u>	<u>2,947,931</u>	<u>36,821,304</u>	<u>61,223,231</u>
Fund balances - ending	<u>\$ 21,099,277</u>	<u>\$ 2,896,810</u>	<u>\$ 41,658,615</u>	<u>\$ 65,654,702</u>

CITY OF SUNRISE, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 SEPTEMBER 30, 2020

	Building Fees	Impact Fees	Urban Area Security Initiative Grant	Broward County Home Consortium Grant	Neighborhood Stabilization Program Grant	Community Development Block Grant	State Housing Initiatives Partnership Grant	Fuel and Roadway	Police Confiscation	Total Nonmajor Special Revenue Funds
ASSETS										
Cash and cash equivalents	\$ 6,075,774	\$ 857,979	\$ -	\$ 450,166	\$ 220,581	\$ 64,930	\$ 379,970	\$ 3,139,995	\$ 5,921,062	\$ 17,110,457
Investments	3,008,479	339,053	-	-	-	-	192,957	1,510,710	-	5,051,199
Interest receivable	1,307	172	-	-	-	-	82	669	432	2,662
Other receivables	599	-	-	-	-	-	-	8,643	1,642	10,884
Intergovernmental receivable	-	-	123,141	-	-	49,439	-	244,309	25,524	442,413
Inventories	-	-	-	-	-	-	-	57,854	-	57,854
Total assets	<u>\$ 9,086,159</u>	<u>\$ 1,197,204</u>	<u>\$ 123,141</u>	<u>\$ 450,166</u>	<u>\$ 220,581</u>	<u>\$ 114,369</u>	<u>\$ 573,009</u>	<u>\$ 4,962,180</u>	<u>\$ 5,948,660</u>	<u>\$ 22,675,469</u>
LIABILITIES										
Accounts payable	50,654	-	-	-	-	3,120	42,727	104,914	83,657	285,072
Accrued liabilities	102,389	-	-	-	-	5,516	-	32,368	1,208	141,481
Intergovernmental payable	-	-	-	-	-	2,297	-	-	-	2,297
Due to other funds	5,986	-	-	-	-	201	-	1,838	52,751	60,776
Interfund payable	-	-	87,127	-	-	-	-	-	-	87,127
Unearned revenue	93,645	-	-	-	-	-	-	7,503	-	101,148
Other	-	160,258	-	-	-	-	-	-	518,033	678,291
Advances from other funds	-	-	-	-	-	100,000	-	-	120,000	220,000
Total liabilities	<u>252,674</u>	<u>160,258</u>	<u>87,127</u>	<u>-</u>	<u>-</u>	<u>111,134</u>	<u>42,727</u>	<u>146,623</u>	<u>775,649</u>	<u>1,576,192</u>
FUND BALANCES										
Nonspendable:										
Inventories	-	-	-	-	-	-	-	57,854	-	57,854
Restricted:										
Building	8,833,485	-	-	-	-	-	-	-	-	8,833,485
Recreation	-	327,191	-	-	-	-	-	-	-	327,191
Public safety	-	18,086	36,014	-	-	-	-	-	5,173,011	5,227,111
Fire equipment	-	255,787	-	-	-	-	-	-	-	255,787
Median strips	-	435,882	-	-	-	-	-	-	-	435,882
Housing	-	-	-	450,166	220,581	3,235	530,282	-	-	1,204,264
Transportation	-	-	-	-	-	-	-	3,993,373	-	3,993,373
Assigned to:										
Transportation	-	-	-	-	-	-	-	764,330	-	764,330
Total fund balances	<u>8,833,485</u>	<u>1,036,946</u>	<u>36,014</u>	<u>450,166</u>	<u>220,581</u>	<u>3,235</u>	<u>530,282</u>	<u>4,815,557</u>	<u>5,173,011</u>	<u>21,099,277</u>
Total liabilities and fund balances	<u>\$ 9,086,159</u>	<u>\$ 1,197,204</u>	<u>\$ 123,141</u>	<u>\$ 450,166</u>	<u>\$ 220,581</u>	<u>\$ 114,369</u>	<u>\$ 573,009</u>	<u>\$ 4,962,180</u>	<u>\$ 5,948,660</u>	<u>\$ 22,675,469</u>

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Building Fees	Impact Fees	Urban Area Security Initiative Grant	Broward County Home Consortium Grant	Neighborhood Stabilization Program	Community Development Block Grant	State Housing Initiatives Partnership Grant	Fuel and Roadway	Police Confiscation	Total Nonmajor Special Revenue Funds
REVENUES										
Local option fuel tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,470,761	\$ -	\$ 1,470,761
Permits and fees	6,256,305	-	-	-	-	-	-	-	-	6,256,305
Intergovernmental	-	-	123,141	-	-	367,120	157,727	814,574	-	1,462,562
Charges for services	-	-	-	-	-	-	-	23,529	-	23,529
Judgments, fines and forfeitures	-	-	-	-	-	-	-	-	557,206	557,206
Impact fees	-	374,362	-	-	-	-	-	-	-	374,362
Investment earnings	107,878	10,199	-	-	-	-	6,787	53,062	62,575	240,501
Miscellaneous	-	-	-	-	-	8,285	17,839	51,468	2	77,594
Total revenues	6,364,183	384,561	123,141	-	-	375,405	182,353	2,413,394	619,783	10,462,820
EXPENDITURES										
Current:										
Public safety	7,128,687	-	30,511	-	-	84,600	-	-	580,580	7,824,378
Economic development	-	-	-	24,640	-	221,023	198,267	-	-	443,930
Transportation	-	-	-	-	-	74,120	-	2,986,549	-	3,060,669
Capital outlay	26,625	-	92,630	-	-	-	-	28,053	80,474	227,782
Total expenditures	7,155,312	-	123,141	24,640	-	379,743	198,267	3,014,602	661,054	11,556,759
Excess (deficiency) of revenues over (under) expenditures	(791,129)	384,561	-	(24,640)	-	(4,338)	(15,914)	(601,208)	(41,271)	(1,093,939)
OTHER FINANCING SOURCES										
Transfers in:										
General fund	-	-	-	-	-	-	-	739,220	-	739,220
Total other financing sources	-	-	-	-	-	-	-	739,220	-	739,220
Net change in fund balances	(791,129)	384,561	-	(24,640)	-	(4,338)	(15,914)	138,012	(41,271)	(354,719)
Fund balances - beginning	9,624,614	652,385	36,014	474,806	220,581	7,573	546,196	4,677,545	5,214,282	21,453,996
Fund balances - ending	\$ 8,833,485	\$ 1,036,946	\$ 36,014	\$ 450,166	\$ 220,581	\$ 3,235	\$ 530,282	\$ 4,815,557	\$ 5,173,011	\$ 21,099,277

**CITY OF SUNRISE, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
SEPTEMBER 30, 2020**

	Special Tax District No. 1	General Obligation Bonds	Total Nonmajor Debt Service Funds
ASSETS			
Cash and cash equivalents	\$ 5,214,833	\$ 143,048	\$ 5,357,881
Interest receivable	43	2	45
Total assets	<u>\$ 5,214,876</u>	<u>\$ 143,050</u>	<u>\$ 5,357,926</u>
LIABILITIES			
Due to other funds	-	3,496	3,496
Matured bonds payable	2,340,000	-	2,340,000
Matured interest payable	117,620	-	117,620
Total liabilities	<u>2,457,620</u>	<u>3,496</u>	<u>2,461,116</u>
FUND BALANCES			
Assigned to:			
Debt service	2,757,256	139,554	2,896,810
Total fund balances	<u>2,757,256</u>	<u>139,554</u>	<u>2,896,810</u>
Total liabilities and fund balances	<u>\$ 5,214,876</u>	<u>\$ 143,050</u>	<u>\$ 5,357,926</u>

**CITY OF SUNRISE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Special Tax District No. 1	General Obligation Bonds	Total Nonmajor Debt Service Funds
REVENUES			
Property taxes	\$ 2,544,618	\$ 2,134,902	\$ 4,679,520
Investment earnings	24,351	9,375	33,726
Total revenues	<u>2,568,969</u>	<u>2,144,277</u>	<u>4,713,246</u>
EXPENDITURES			
Debt service:			
Principal	2,340,000	815,000	3,155,000
Interest	235,240	1,821,087	2,056,327
Bond issuance costs	-	374,863	374,863
Other	43,881	3,800	47,681
Total expenditures	<u>2,619,121</u>	<u>3,014,750</u>	<u>5,633,871</u>
Deficiency of revenues (under) expenditures	<u>(50,152)</u>	<u>(870,473)</u>	<u>(920,625)</u>
OTHER FINANCING SOURCES			
Ad valorem tax bonds issued	-	812,733	812,733
Premium on ad valorem tax bonds	-	56,771	56,771
Total other financing sources	<u>-</u>	<u>869,504</u>	<u>869,504</u>
Net change in fund balances	(50,152)	(969)	(51,121)
Fund balances - beginning	<u>2,807,408</u>	<u>140,523</u>	<u>2,947,931</u>
Fund balances - ending	<u><u>\$ 2,757,256</u></u>	<u><u>\$ 139,554</u></u>	<u><u>\$ 2,896,810</u></u>

CITY OF SUNRISE, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 SEPTEMBER 30, 2020

	Special Tax District No. 1 Capital Projects	Special Assessment Bonds Series 2015	General Obligation Bonds, Capital Projects	Total Nonmajor Capital Projects Funds
ASSETS				
Cash and cash equivalents	\$ 992,545	\$ 34,705,488	\$ 6,167,006	\$ 41,865,039
Investments	417,134	-	-	417,134
Interest receivable	178	137	-	315
Due from other funds	-	-	829	829
Total assets	\$ 1,409,857	\$ 34,705,625	\$ 6,167,835	\$ 42,283,317
LIABILITIES				
Accounts payable	11,304	137	262,619	274,060
Retainage payable	-	-	317,301	317,301
Due to other funds	-	-	33,341	33,341
Total liabilities	11,304	137	613,261	624,702
FUND BALANCE				
Restricted:				
Capital projects	-	34,705,488	5,554,574	40,260,062
Assigned:				
Capital projects	1,398,553	-	-	1,398,553
Total fund balances	1,398,553	34,705,488	5,554,574	41,658,615
Total liabilities and fund balances	\$ 1,409,857	\$ 34,705,625	\$ 6,167,835	\$ 42,283,317

CITY OF SUNRISE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Special Tax District No. 1 Capital Projects</u>	<u>Special Assessment Bonds, Series 2015 Capital Projects</u>	<u>General Obligation Bonds Capital Projects</u>	<u>Total Nonmajor Capital Projects Funds</u>
REVENUES				
Investment earnings	\$ 16,139	\$ 403,561	\$ 58,273	\$ 477,973
Miscellaneous	-	-	1,455	1,455
Total revenues	<u>16,139</u>	<u>403,561</u>	<u>59,728</u>	<u>479,428</u>
EXPENDITURES				
Current:				
Transportation	1,110	1,511	-	2,621
Capital outlay	31,710	-	6,545,438	6,577,148
Total expenditures	<u>32,820</u>	<u>1,511</u>	<u>6,545,438</u>	<u>6,579,769</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,681)</u>	<u>402,050</u>	<u>(6,485,710)</u>	<u>(6,100,341)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out:				
Capital projects funds:				
Capital Improvements	-	-	(13,189,939)	(13,189,939)
Ad valorem tax bonds issued	-	-	22,552,267	22,552,267
Premium on ad valorem tax bonds	-	-	1,575,324	1,575,324
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>10,937,652</u>	<u>10,937,652</u>
Net change in fund balances	<u>(16,681)</u>	<u>402,050</u>	<u>4,451,942</u>	<u>4,837,311</u>
Fund balances - beginning	<u>1,415,234</u>	<u>34,303,438</u>	<u>1,102,632</u>	<u>36,821,304</u>
Fund balances - ending	<u>\$ 1,398,553</u>	<u>\$ 34,705,488</u>	<u>\$ 5,554,574</u>	<u>\$ 41,658,615</u>

CITY OF SUNRISE, FLORIDA
 BUILDING FEES SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Permits and fees	\$ 5,371,500	\$ 6,256,305	\$ 884,805
Investment earnings	105,000	107,878	2,878
Total revenues	<u>5,476,500</u>	<u>6,364,183</u>	<u>887,683</u>
EXPENDITURES			
Current:			
Public safety	8,224,645	7,128,687	1,095,958
Capital outlay	26,625	26,625	-
Total expenditures	<u>8,251,270</u>	<u>7,155,312</u>	<u>1,095,958</u>
Deficiency of revenues (under) expenditures	(2,774,770)	(791,129)	1,983,641
Fund balance - beginning	<u>9,624,614</u>	<u>9,624,614</u>	-
Fund balance - ending	<u>\$ 6,849,844</u>	<u>\$ 8,833,485</u>	<u>\$ 1,983,641</u>

CITY OF SUNRISE, FLORIDA
IMPACT FEES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Impact fees	\$ 56,500	\$ 374,362	\$ 317,862
Investment earnings	6,500	10,199	3,699
Total revenues	<u>63,000</u>	<u>384,561</u>	<u>321,561</u>
 Excess of revenues over expenditures	 63,000	 384,561	 321,561
 Fund balance - beginning	 <u>652,385</u>	 <u>652,385</u>	 <u>-</u>
 Fund balance - ending	 <u>\$ 715,385</u>	 <u>\$ 1,036,946</u>	 <u>\$ 321,561</u>

CITY OF SUNRISE, FLORIDA
 URBAN AREA SECURITY INITIATIVE GRANT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 130,750	\$ 123,141	\$ (7,609)
EXPENDITURES			
Current:			
Public safety	30,995	30,511	484
Capital outlay	99,755	92,630	7,125
Total expenditures	<u>130,750</u>	<u>123,141</u>	<u>7,609</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balance - beginning	<u>36,014</u>	<u>36,014</u>	-
Fund balance - ending	<u>\$ 36,014</u>	<u>\$ 36,014</u>	-

CITY OF SUNRISE, FLORIDA
BROWARD COUNTY HOME CONSORTIUM GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 311,400	\$ -	\$ (311,400)
EXPENDITURES			
Current:			
Economic development	311,400	24,640	286,760
Deficiency of revenues (under) expenditures	-	(24,640)	(24,640)
Fund balance - beginning	474,806	474,806	-
Fund balance - ending	\$ 474,806	\$ 450,166	\$ (24,640)

CITY OF SUNRISE, FLORIDA
NEIGHBORHOOD STABILIZATION PROGRAM GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Miscellaneous	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
Economic development	220,580	-	220,580
Deficiency of revenues (under) expenditures	(220,580)	-	220,580
Fund balance - beginning	220,581	220,581	-
Fund balance - ending	\$ 1	\$ 220,581	\$ 220,580

CITY OF SUNRISE, FLORIDA
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 1,421,920	\$ 367,120	\$ (1,054,800)
Miscellaneous	-	8,285	8,285
Total revenues	<u>1,421,920</u>	<u>375,405</u>	<u>(1,046,515)</u>
EXPENDITURES			
Current:			
Public safety	84,600	84,600	-
Economic development	1,264,820	221,023	1,043,797
Transportation	72,500	74,120	(1,620)
Total expenditures	<u>1,421,920</u>	<u>379,743</u>	<u>1,042,177</u>
Deficiency of revenues (under) expenditures	-	(4,338)	(4,338)
Fund balance - beginning	<u>7,573</u>	<u>7,573</u>	-
Fund balance - ending	<u>\$ 7,573</u>	<u>\$ 3,235</u>	<u>\$ (4,338)</u>

CITY OF SUNRISE, FLORIDA
STATE HOUSING INITIATIVES PARTNERSHIP GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 125,750	\$ 157,727	\$ 31,977
Investment earnings	-	6,787	6,787
Miscellaneous	-	17,839	17,839
Total revenues	<u>125,750</u>	<u>182,353</u>	<u>56,603</u>
EXPENDITURES			
Current:			
Economic development	<u>509,120</u>	<u>198,267</u>	<u>310,853</u>
Deficiency of revenues (under) expenditures	(383,370)	(15,914)	367,456
Fund balance - beginning	<u>546,196</u>	<u>546,196</u>	-
Fund balance - ending	<u>\$ 162,826</u>	<u>\$ 530,282</u>	<u>\$ 367,456</u>

CITY OF SUNRISE, FLORIDA
 FUEL AND ROADWAY SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Local option fuel tax	\$ 1,708,020	\$ 1,470,761	\$ (237,259)
Intergovernmental	878,230	814,574	(63,656)
Charges for services	38,000	23,529	(14,471)
Investment earnings	39,000	53,062	14,062
Miscellaneous	45,200	51,468	6,268
Total revenues	2,708,450	2,413,394	(295,056)
EXPENDITURES			
Current:			
Transportation	3,486,193	2,986,549	499,644
Capital outlay	200,000	28,053	171,947
Total expenditures	3,686,193	3,014,602	671,591
Deficiency of revenues (under) expenditures	(977,743)	(601,208)	376,535
OTHER FINANCING SOURCES			
Transfers in	739,220	739,220	-
Net change in fund balance	(238,523)	138,012	376,535
Fund balance - beginning	4,677,545	4,677,545	-
Fund balance - ending	\$ 4,439,022	\$ 4,815,557	\$ 376,535

CITY OF SUNRISE, FLORIDA
POLICE CONFISCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Judgments, fines and forfeitures	\$ -	\$ 557,206	\$ 557,206
Investment earnings	-	62,575	62,575
Miscellaneous	-	2	2
Total revenues	<u>-</u>	<u>619,783</u>	<u>619,783</u>
EXPENDITURES			
Current:			
Public safety	1,633,585	580,580	1,053,005
Capital outlay	525,178	80,474	444,704
Total expenditures	<u>2,158,763</u>	<u>661,054</u>	<u>1,497,709</u>
Deficiency of revenues (under) expenditures	(2,158,763)	(41,271)	2,117,492
Fund balance - beginning	<u>5,214,282</u>	<u>5,214,282</u>	-
Fund balance - ending	<u>\$ 3,055,519</u>	<u>\$ 5,173,011</u>	<u>\$ 2,117,492</u>

CITY OF SUNRISE, FLORIDA
SPECIAL TAX DISTRICT NO. 1 DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Property taxes	\$ 2,599,950	\$ 2,544,618	\$ (55,332)
Investment earnings	20,000	24,351	4,351
Total revenues	<u>2,619,950</u>	<u>2,568,969</u>	<u>(50,981)</u>
EXPENDITURES			
Debt service:			
Principal	2,340,000	2,340,000	-
Interest	235,240	235,240	-
Other	44,710	43,881	829
Total expenditures	<u>2,619,950</u>	<u>2,619,121</u>	<u>829</u>
Deficiency of revenues (under) expenditures	-	(50,152)	(50,152)
Fund balance - beginning	<u>2,807,408</u>	<u>2,807,408</u>	-
Fund balance - ending	<u>\$ 2,807,408</u>	<u>\$ 2,757,256</u>	<u>\$ (50,152)</u>

CITY OF SUNRISE, FLORIDA
GENERAL OBLIGATION BONDS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Property taxes	\$ 2,137,750	\$ 2,134,902	\$ (2,848)
Investment earnings	7,500	9,375	1,875
Total revenues	<u>2,145,250</u>	<u>2,144,277</u>	<u>(973)</u>
EXPENDITURES			
Debt service:			
Principal	815,000	815,000	-
Interest	1,821,091	1,821,087	4
Bond issuance costs	382,172	374,863	7,309
Other	3,800	3,800	-
Total expenditures	<u>3,022,063</u>	<u>3,014,750</u>	<u>7,313</u>
Deficiency of revenues (under) expenditures	(876,813)	(870,473)	6,340
OTHER FINANCING SOURCES			
Ad valorem tax bonds issued	876,813	812,733	(64,080)
Premium on ad valorem tax bonds	-	56,771	(56,771)
Total other financing sources	<u>876,813</u>	<u>869,504</u>	<u>(120,851)</u>
Net change in fund balance	-	(969)	(969)
Fund balance - beginning	<u>140,523</u>	<u>140,523</u>	<u>-</u>
Fund balance - ending	<u>\$ 140,523</u>	<u>\$ 139,554</u>	<u>\$ (969)</u>

CITY OF SUNRISE, FLORIDA
SPECIAL TAX DISTRICT NO. 1 CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Investment earnings	\$ -	\$ 16,139	\$ 16,139
EXPENDITURES			
Current:			
Transportation	-	1,110	(1,110)
Capital outlay	1,345,138	31,710	1,313,428
Total expenditures	<u>1,345,138</u>	<u>32,820</u>	<u>1,312,318</u>
Deficiency of revenues (under) expenditures	(1,345,138)	(16,681)	1,328,457
Fund balance - beginning	<u>1,415,234</u>	<u>1,415,234</u>	-
Fund balance - ending	<u>\$ 70,096</u>	<u>\$ 1,398,553</u>	<u>\$ 1,328,457</u>

CITY OF SUNRISE, FLORIDA
SPECIAL ASSESSMENT BONDS, SERIES 2015 CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Investment earnings	\$ 150,000	\$ 403,561	\$ 253,561
Total revenues	<u>150,000</u>	<u>403,561</u>	<u>253,561</u>
EXPENDITURES			
Current:			
Transportation	-	1,511	(1,511)
Capital outlay	32,524,099	-	32,524,099
Total expenditures	<u>32,524,099</u>	<u>1,511</u>	<u>32,522,588</u>
 Excess (deficiency) of revenues over (under) expenditures	 (32,374,099)	 402,050	 32,776,149
 Fund balance - beginning	 <u>34,303,438</u>	 <u>34,303,438</u>	 <u>-</u>
 Fund balance - ending	 <u>\$ 1,929,339</u>	 <u>\$ 34,705,488</u>	 <u>\$ 32,776,149</u>

CITY OF SUNRISE, FLORIDA
GENERAL OBLIGATION BONDS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Investment earnings	\$ 40,000	\$ 58,273	\$ 18,273
Miscellaneous	-	1,455	1,455
Total revenues	<u>40,000</u>	<u>59,728</u>	<u>19,728</u>
EXPENDITURES			
Capital outlay	11,854,827	6,545,438	5,309,389
Total expenditures	<u>11,854,827</u>	<u>6,545,438</u>	<u>5,309,389</u>
Deficiency of revenues (under) expenditures	<u>(11,814,827)</u>	<u>(6,485,710)</u>	<u>5,329,117</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	(13,189,939)	(13,189,939)	-
Ad valorem tax bonds issued	24,120,282	22,552,267	(1,568,015)
Premium on ad valorem tax bonds	-	1,575,324	1,575,324
Total other financing sources (uses)	<u>10,930,343</u>	<u>10,937,652</u>	<u>7,309</u>
Net change in fund balance	(884,484)	4,451,942	5,336,426
Fund balance - beginning	<u>1,102,632</u>	<u>1,102,632</u>	<u>-</u>
Fund balance - ending	<u>\$ 218,148</u>	<u>\$ 5,554,574</u>	<u>\$ 5,336,426</u>

CITY OF SUNRISE, FLORIDA
 CAPITAL IMPROVEMENTS CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 817,870	\$ 628,901	\$ (188,969)
Investment earnings	450,000	441,615	(8,385)
Contributions and donations	-	126,666	126,666
Miscellaneous	-	144	144
Total revenues	<u>1,267,870</u>	<u>1,197,326</u>	<u>(70,544)</u>
EXPENDITURES			
Capital outlay	<u>43,649,307</u>	<u>8,892,559</u>	<u>34,756,748</u>
Deficiency of revenues (under) expenditures	(42,381,437)	(7,695,233)	34,686,204
OTHER FINANCING SOURCES			
Transfers in	<u>32,343,629</u>	<u>32,343,629</u>	<u>-</u>
Net change in fund balance	(10,037,808)	24,648,396	34,686,204
Fund balance - beginning	<u>17,610,183</u>	<u>17,610,183</u>	<u>-</u>
Fund balance - ending	<u>\$ 7,572,375</u>	<u>\$ 42,258,579</u>	<u>\$ 34,686,204</u>

Nonmajor Proprietary Funds

Enterprise Funds

Enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. When debt is backed solely by fees and charges or there is a legal requirement or policy decision to recover costs, an enterprise fund must be used.

Recycling Fund

Accounts for the provision of recycling services to City residents.

Stormwater Fund

Accounts for the operations of a City stormwater utility.

Golf Course Fund

Accounts for the operations of a City owned golf course.

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 SEPTEMBER 30, 2020

	Recycling	Stormwater	Golf Course	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 814,270	\$ 14,273,104	\$ 663,796	\$ 15,751,170
Investments	354,377	6,585,645	336,924	7,276,946
Interest receivable	166	2,982	141	3,289
Accounts receivable, net of allowance for uncollectibles	196,656	796,735	-	993,391
Other receivables	37	-	-	37
Inventories	-	12,439	-	12,439
Prepaid items	-	-	3,860	3,860
Total current assets	1,365,506	21,670,905	1,004,721	24,041,132
Noncurrent assets:				
Capital assets:				
Land	-	65,845	1,223,300	1,289,145
Intangibles	-	3,283	-	3,283
Buildings and system	-	685,480	-	685,480
Improvements other than buildings	-	11,673,023	276,724	11,949,747
Machinery and equipment	3,635	1,904,412	907,180	2,815,227
Vehicles	-	1,487,080	-	1,487,080
Construction in progress	-	987,946	-	987,946
Less accumulated depreciation/amortization	(3,635)	(4,910,713)	(729,603)	(5,643,951)
Total net capital assets	-	11,896,356	1,677,601	13,573,957
Total assets	1,365,506	33,567,261	2,682,322	37,615,089
DEFERRED OUTFLOWS OF RESOURCES				
Other postemployment benefits	-	255,203	-	255,203
Pension	-	1,198,020	46,691	1,244,711
Total deferred outflows of resources	-	1,453,223	46,691	1,499,914
LIABILITIES				
Current liabilities:				
Accounts payable	81,238	180,983	59,623	321,844
Accrued liabilities	-	43,734	-	43,734
Due to other funds	10,742	1,802	-	12,544
Retainage payable	-	22,770	-	22,770
Intergovernmental payable	-	-	5,408	5,408
Total current liabilities	91,980	249,289	65,031	406,300
Noncurrent liabilities:				
Compensated absences	-	245,478	-	245,478
Net pension liability	-	3,953,623	-	3,953,623
Total pension liability - retiree subsidy	-	1,355,693	350,807	1,706,500
Total other postemployment benefits	-	901,357	-	901,357
Unearned revenue	-	-	2,803	2,803
Total noncurrent liabilities	-	6,456,151	353,610	6,809,761
Total liabilities	91,980	6,705,440	418,641	7,216,061
DEFERRED INFLOWS OF RESOURCES				
Other postemployment benefits	-	117,116	-	117,116
Pension	-	139,356	24,570	163,926
Total deferred inflows of resources	-	256,472	24,570	281,042
NET POSITION				
Investment in capital assets	-	11,781,038	1,677,601	13,458,639
Unrestricted	1,273,526	16,277,534	608,201	18,159,261
Total net position	\$ 1,273,526	\$ 28,058,572	\$ 2,285,802	\$ 31,617,900

CITY OF SUNRISE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Recycling</u>	<u>Stormwater</u>	<u>Golf Course</u>	<u>Total Nonmajor Enterprise Funds</u>
Operating revenues:				
Charges for sales and services:				
Fees	<u>\$ 1,202,641</u>	<u>\$ 8,038,872</u>	<u>\$ 1,109,186</u>	<u>\$ 10,350,699</u>
Operating expenses:				
Costs of sales and services:				
Power, water and wastewater purchases	-	54,354	106,743	161,097
Chemical purchases	-	44,248	83,667	127,915
Recycling charges	814,720	-	-	814,720
Materials and supplies	43,800	81,179	-	124,979
Repairs and maintenance	1,010	105,499	56,565	163,074
Salaries, wages and employee benefits	-	2,278,942	27,714	2,306,656
Insurance and other expenses	1,227	1,131,895	1,352,372	2,485,494
Administrative fees	66,310	663,360	173,220	902,890
Depreciation and amortization	-	674,115	127,169	801,284
Total operating expenses	<u>927,067</u>	<u>5,033,592</u>	<u>1,927,450</u>	<u>7,888,109</u>
Operating income (loss)	<u>275,574</u>	<u>3,005,280</u>	<u>(818,264)</u>	<u>2,462,590</u>
Non-operating revenues (expenses):				
Investment earnings	11,739	226,083	11,974	249,796
Other	20,000	(460,047)	260	(439,787)
Total non-operating revenues (expenses)	<u>31,739</u>	<u>(233,964)</u>	<u>12,234</u>	<u>(189,991)</u>
Income (loss) before transfers	<u>307,313</u>	<u>2,771,316</u>	<u>(806,030)</u>	<u>2,272,599</u>
Transfers in	<u>-</u>	<u>-</u>	<u>837,910</u>	<u>837,910</u>
Change in net position	<u>307,313</u>	<u>2,771,316</u>	<u>31,880</u>	<u>3,110,509</u>
Total net position - beginning	<u>966,213</u>	<u>25,287,256</u>	<u>2,253,922</u>	<u>28,507,391</u>
Total net position - ending	<u>\$ 1,273,526</u>	<u>\$ 28,058,572</u>	<u>\$ 2,285,802</u>	<u>\$ 31,617,900</u>

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Recycling	Stormwater	Golf Course	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 1,180,574	\$ 7,942,720	\$ 1,112,951	\$ 10,236,245
Payments to suppliers	(839,408)	(1,672,874)	(1,611,207)	(4,123,489)
Payments to and for employees	-	(2,091,532)	(19,431)	(2,110,963)
Payments for interfund services used	(66,310)	(663,360)	(173,220)	(902,890)
Net cash provided by (used for) operating activities	<u>274,856</u>	<u>3,514,954</u>	<u>(690,907)</u>	<u>3,098,903</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	-	-	837,910	837,910
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>837,910</u>	<u>837,910</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	-	(1,180,010)	(18,936)	(1,198,946)
Proceeds from sales of capital assets	-	-	-	-
Net cash (used for) capital and related financing activities	<u>-</u>	<u>(1,180,010)</u>	<u>(18,936)</u>	<u>(1,198,946)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales and maturities of investments	208,558	4,278,567	214,517	4,701,642
Purchase of investments	(475,419)	(8,831,275)	(461,620)	(9,768,314)
Interest and dividends received	11,266	214,135	11,406	236,807
Net cash (used for) investing activities	<u>(255,595)</u>	<u>(4,338,573)</u>	<u>(235,697)</u>	<u>(4,829,865)</u>
Net increase (decrease) in cash and cash equivalents	19,261	(2,003,629)	(107,630)	(2,091,998)
Cash and cash equivalents, September 30, 2019	<u>795,009</u>	<u>16,276,733</u>	<u>771,426</u>	<u>17,843,168</u>
Cash and cash equivalents, September 30, 2020	<u>\$ 814,270</u>	<u>\$ 14,273,104</u>	<u>\$ 663,796</u>	<u>\$ 15,751,170</u>

	Recycling	Stormwater	Golf Course	Total Nonmajor Enterprise Funds
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 275,574	\$ 3,005,280	\$ (818,264)	\$ 2,462,590
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Miscellaneous non-operating income (loss)	20,000	(460,047)	260	(439,787)
Depreciation and amortization expense	-	674,115	127,169	801,284
(Increase) in accounts receivable	(22,540)	(90,288)	-	(112,828)
(Increase) in other receivables	(2)	-	-	(2)
Decrease in intergovernmental receivables	-	463,724	-	463,724
(Increase) in inventories	-	(5,506)	-	(5,506)
(Increase) in prepaid items	-	-	(130)	(130)
(Increase) in deferred outflows	-	(206,594)	(16,750)	(223,344)
Increase (decrease) in accounts payable	1,021	(220,620)	(11,730)	(231,329)
Increase in accrued liabilities	-	8,899	-	8,899
Increase in due to other funds	803	289	-	1,092
Increase in intergovernmental payables	-	-	2,697	2,697
Increase in unearned revenue	-	-	808	808
(Decrease) in retainage payable	-	(39,114)	-	(39,114)
(Decrease) in compensated absences payable	-	(70,867)	-	(70,867)
Increase in total other postemployment benefits payable	-	237,700	-	237,700
Increase in total pension liability - retiree subsidy	-	137,132	29,792	166,924
Increase in net pension liability	-	305,288	-	305,288
(Decrease) in deferred inflows	-	(224,437)	(4,759)	(229,196)
Total adjustments	(718)	509,674	127,357	636,313
Net cash provided by (used for) operating activities	\$ 274,856	\$ 3,514,954	\$ (690,907)	\$ 3,098,903
Noncash investing activities:				
Net increase in fair value of investments	\$ 652	\$ 15,423	\$ 716	\$ 16,791

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Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and other government units, on a cost reimbursement basis.

Workers' Compensation Fund ***Accounts for the provision of workers' compensation services to departments.***

Fleet Management Fund ***Accounts for funding for vehicle maintenance and replacement.***

Information Technology & Communications Fund ***Accounts for funding for computer and/or communications equipment replacement.***

Self-Insured Health ***Accounts for funding of the City's self-insured health plan.***

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 SEPTEMBER 30, 2020

	Workers' Compensation	Fleet Management	Information Technology & Communications	Self- Insured Health	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 5,786,472	\$ 2,092,112	\$ 4,748,870	\$ 8,490,743	\$ 21,118,197
Investments	3,264,587	1,610,570	2,391,123	4,021,964	11,288,244
Interest receivable	1,294	532	1,027	1,800	4,653
Accounts receivable, net of allowance for uncollectibles	-	-	-	63,388	63,388
Other receivables	101,993	-	-	279,383	381,376
Due from other funds	-	17,931	-	-	17,931
Inventories	-	300,509	-	-	300,509
Total current assets	9,154,346	4,021,654	7,141,020	12,857,278	33,174,298
Noncurrent assets:					
Capital assets:					
Intangibles	-	2,580	350,847	-	353,427
Machinery and equipment	-	272,426	1,784,043	-	2,056,469
Vehicles	-	19,872,306	65,746	-	19,938,052
Construction in progress	-	-	3,804,648	-	3,804,648
Less accumulated depreciation/amortization	-	(9,314,324)	(1,382,737)	-	(10,697,061)
Total net capital assets	-	10,832,988	4,622,547	-	15,455,535
Total assets	9,154,346	14,854,642	11,763,567	12,857,278	48,629,833
DEFERRED OUTFLOWS OF RESOURCES					
Other postemployment benefits	-	22,051	210,002	-	232,053
Pension	-	103,650	1,239,408	-	1,343,058
Total deferred outflows of resources	-	125,701	1,449,410	-	1,575,111
LIABILITIES					
Current liabilities:					
Accounts payable	4,529	563,069	1,015,631	12,592	1,595,821
Accrued liabilities	-	3,438	60,123	-	63,561
Due to other funds	-	361	4,086	-	4,447
Compensated absences	-	2,208	31,959	-	34,167
Total current liabilities	4,529	569,076	1,111,799	12,592	1,697,996
Noncurrent liabilities:					
Compensated absences	-	27,480	296,757	-	324,237
Net pension liability	-	325,070	3,814,320	-	4,139,390
Total pension liability - retiree subsidy	-	118,787	1,129,270	-	1,248,057
Total other postemployment benefits	-	78,482	743,291	-	821,773
Claims and judgments	2,986,829	-	-	-	2,986,829
Total noncurrent liabilities	2,986,829	549,819	5,983,638	-	9,520,286
Total liabilities	2,991,358	1,118,895	7,095,437	12,592	11,218,282
DEFERRED INFLOWS OF RESOURCES					
Other postemployment benefits	-	10,135	96,497	-	106,632
Pension	-	15,619	190,076	-	205,695
Total deferred inflows of resources	-	25,754	286,573	-	312,327
NET POSITION					
Investment in capital assets	-	10,419,497	3,982,701	-	14,402,198
Unrestricted	6,162,988	3,416,197	1,848,266	12,844,686	24,272,137
Total net position	\$ 6,162,988	\$ 13,835,694	\$ 5,830,967	\$ 12,844,686	\$ 38,674,335

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Workers' Compensation	Fleet Management	Information Technology & Communications	Self- Insured Health	Total
Operating revenues:					
Charges for sales and services:					
Service charges	\$ 600,000	\$ 4,269,470	\$ 7,078,350	\$ 15,861,425	\$ 27,809,245
Operating expenses:					
Costs of sales and services:					
Power, water and wastewater purchases	-	33,644	-	-	33,644
Materials and supplies	-	961,480	176,515	-	1,137,995
Repairs and maintenance	-	2,212,074	213,128	-	2,425,202
Salaries, wages and employee benefits	-	274,035	3,235,618	-	3,509,653
Insurance and other expenses	446,124	43,009	2,728,840	1,488,506	4,706,479
Claims expense	490,674	-	-	14,982,038	15,472,712
Depreciation and amortization	-	1,734,320	285,744	-	2,020,064
Total operating expenses	936,798	5,258,562	6,639,845	16,470,544	29,305,749
Operating income (loss)	(336,798)	(989,092)	438,505	(609,119)	(1,496,504)
Non-operating revenues:					
Investment earnings	131,969	67,270	83,622	137,478	420,339
Loss on sale of capital assets	-	(4,855)	(258)	-	(5,113)
Other	363,441	116,256	-	2,738,227	3,217,924
Total non-operating revenues	495,410	178,671	83,364	2,875,705	3,633,150
Income (loss) before transfers	158,612	(810,421)	521,869	2,266,586	2,136,646
Transfers out	(2,500,000)	-	-	-	(2,500,000)
Change in net position	(2,341,388)	(810,421)	521,869	2,266,586	(363,354)
Total net position - beginning	8,504,376	14,646,115	5,309,098	10,578,100	39,037,689
Total net position - ending	\$ 6,162,988	\$ 13,835,694	\$ 5,830,967	\$ 12,844,686	\$ 38,674,335

**CITY OF SUNRISE, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Workers' Compensation	Fleet Management	Information Technology & Communications	Self-Insured Health	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 600,000	\$ 4,251,539	\$ 7,078,350	\$ 15,860,783	\$ 27,790,672
Payments to suppliers	(1,240,976)	(2,697,717)	(2,478,064)	(13,784,962)	(20,201,719)
Payments to and for employees	-	(250,354)	(2,980,925)	-	(3,231,279)
Net cash provided by (used for) operating activities	<u>(640,976)</u>	<u>1,303,468</u>	<u>1,619,361</u>	<u>2,075,821</u>	<u>4,357,674</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer to other funds	(2,500,000)	-	-	-	(2,500,000)
Net cash (used for) noncapital financing activities	<u>(2,500,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,500,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	-	(2,509,883)	(687,107)	-	(3,196,990)
Proceeds from sales of capital assets	-	15,540	-	-	15,540
Net cash (used for) capital and related financing activities	<u>-</u>	<u>(2,494,343)</u>	<u>(687,107)</u>	<u>-</u>	<u>(3,181,450)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sales and maturities of investments	2,863,067	1,555,198	1,636,288	2,606,329	8,660,882
Purchase of investments	(4,634,681)	(2,461,198)	(3,265,200)	(5,424,670)	(15,785,749)
Interest and dividends received	122,471	63,545	79,604	130,842	396,462
Net cash (used for) investing activities	<u>(1,649,143)</u>	<u>(842,455)</u>	<u>(1,549,308)</u>	<u>(2,687,499)</u>	<u>(6,728,405)</u>
Net (decrease) in cash and cash equivalents	(4,790,119)	(2,033,330)	(617,054)	(611,678)	(8,052,181)
Cash and cash equivalents, September 30, 2019	<u>10,576,591</u>	<u>4,125,442</u>	<u>5,365,924</u>	<u>9,102,421</u>	<u>29,170,378</u>
Cash and cash equivalents, September 30, 2020	<u>\$ 5,786,472</u>	<u>\$ 2,092,112</u>	<u>\$ 4,748,870</u>	<u>\$ 8,490,743</u>	<u>\$ 21,118,197</u>

	<u>Workers'</u> <u>Compensation</u>	<u>Fleet</u> <u>Management</u>	<u>Information</u> <u>Technology &</u> <u>Communications</u>	<u>Self-Insured</u> <u>Health</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (336,798)	\$ (989,092)	\$ 438,505	\$ (609,119)	\$ (1,496,504)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Miscellaneous non-operating income	363,441	116,256	-	2,738,227	3,217,924
Depreciation and amortization expense	-	1,734,320	285,744	-	2,020,064
(Increase) in accounts receivable	-	-	-	(642)	(642)
(Increase) decrease in other receivables	(101,993)	1,171	-	(62,972)	(163,794)
(Increase) in due from other funds	-	(17,931)	-	-	(17,931)
Decrease in inventories	-	62,601	-	-	62,601
(Increase) in deferred outflows	-	(17,714)	(169,915)	-	(187,629)
Increase (decrease) in accounts payable	(3,532)	373,876	640,419	10,327	1,021,090
Increase (decrease) in accrued liabilities	-	(332)	13,045	-	12,713
Increase (decrease) in due to other funds	-	(1,405)	1,127	-	(278)
Increase in compensated absences payable	-	2,380	35,514	-	37,894
Increase in total other postemployment benefits payable	-	20,529	195,563	-	216,092
Increase in total pension liability - retiree subsidy	-	11,829	113,035	-	124,864
Increase in net pension liability	-	26,587	251,198	-	277,785
(Decrease) in deferred inflows	-	(19,607)	(184,874)	-	(204,481)
(Decrease) in claims and judgments	(564,765)	-	-	-	(564,765)
Total adjustments	<u>(304,178)</u>	<u>2,292,560</u>	<u>1,180,856</u>	<u>2,684,940</u>	<u>5,854,178</u>
Net cash provided by (used for) operating activities	<u>\$ (640,976)</u>	<u>\$ 1,303,468</u>	<u>\$ 1,619,361</u>	<u>\$ 2,075,821</u>	<u>\$ 4,357,674</u>
Noncash investing activities:					
Net increase in fair value of investments	\$ 12,261	\$ 4,820	\$ 5,097	\$ 8,336	\$ 30,514

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Fiduciary Funds

Pension Trusts and Agency Funds

Pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other postemployment benefit plans, or other employee benefit plans. Agency funds are used to account for short-term custodial collections on resources on behalf of another individual, entity, or government.

***General Employees',
Police Officers' and
Firefighters' Pension
Trust Funds***

Accounts for the accumulation of resources to be used for retirement benefit payments to City employees.

***Special Assessment
Agency Fund***

Accounts for the accumulation of resources from special assessments to be used for principal and interest payments for the Special Assessment bonds, Series 2015.

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 SEPTEMBER 30, 2020

	<u>Employee Retirement Funds</u>				
	General Employees' Pension	Police Officers' Pension	Firefighters' Pension	Total Pension Trust Funds	Special Assessment Agency Fund
ASSETS					
Cash and cash equivalents	\$ 2,187,629	\$ 1,764,310	\$ -	\$ 3,951,939	\$ 6,631,982
Receivable from sale of securities	-	425,222	97,138	522,360	-
Interest and dividends receivable	42,328	246,501	176,525	465,354	-
Due from other funds	91,646	63,272	57,216	212,134	-
Other receivables	61	-	-	61	-
Investments:					
Money market funds	-	-	3,090,846	3,090,846	-
U.S. government and agency securities	-	23,944,564	7,616,568	31,561,132	-
Corporate bonds	-	26,076,405	5,160,619	31,237,024	-
Mutual funds	151,642,123	-	47,328,557	198,970,680	-
Common stocks	21,453,628	93,217,018	57,091,181	171,761,827	-
International equity funds	38,857,149	16,437,381	9,945,568	65,240,098	-
Commingled real estate funds	32,082,630	12,881,489	21,687,051	66,651,170	-
Total investments	<u>244,035,530</u>	<u>172,556,857</u>	<u>151,920,390</u>	<u>568,512,777</u>	<u>-</u>
Prepaid items	-	684,366	-	684,366	-
Total assets	<u>246,357,194</u>	<u>175,740,528</u>	<u>152,251,269</u>	<u>574,348,991</u>	<u>6,631,982</u>
LIABILITIES					
Deposits held for others	-	-	-	-	6,631,982
Accounts payable	129,661	212,120	152,507	494,288	-
Payable for purchase of securities	-	342,346	282,131	624,477	-
Total liabilities	<u>129,661</u>	<u>554,466</u>	<u>434,638</u>	<u>1,118,765</u>	<u>\$ 6,631,982</u>
NET POSITION					
Restricted for pensions	<u>\$ 246,227,533</u>	<u>\$ 175,186,062</u>	<u>\$ 151,816,631</u>	<u>\$ 573,230,226</u>	

CITY OF SUNRISE, FLORIDA
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Employee Retirement Funds			
	General Employees' Pension	Police Officers' Pension	Firefighters' Pension	Total Pension Trust Funds
ADDITIONS				
Contributions:				
Employer	\$ 13,785,067	\$ 11,187,132	\$ 6,300,844	\$ 31,273,043
Plan members	3,416,185	1,583,622	1,401,623	6,401,430
Other sources	-	856,666	861,888	1,718,554
Total contributions	<u>17,201,252</u>	<u>13,627,420</u>	<u>8,564,355</u>	<u>39,393,027</u>
Investment earnings:				
Interest	-	1,753,453	2,618,753	4,372,206
Dividends	4,065,508	1,232,037	-	5,297,545
Net appreciation in fair value of investments	19,521,202	10,131,428	6,682,462	36,335,092
Other	7,070	22,739	5,680	35,489
Total investment earnings	<u>23,593,780</u>	<u>13,139,657</u>	<u>9,306,895</u>	<u>46,040,332</u>
Less investment expense	533,764	531,074	689,967	1,754,805
Net investment earnings	<u>23,060,016</u>	<u>12,608,583</u>	<u>8,616,928</u>	<u>44,285,527</u>
Total additions	<u>40,261,268</u>	<u>26,236,003</u>	<u>17,181,283</u>	<u>83,678,554</u>
DEDUCTIONS				
Benefits	17,818,644	9,291,479	11,463,643	38,573,766
Refunds of contributions	115,645	108,173	-	223,818
Administrative expenses	176,507	285,704	151,349	613,560
Total deductions	<u>18,110,796</u>	<u>9,685,356</u>	<u>11,614,992</u>	<u>39,411,144</u>
Change in net position	22,150,472	16,550,647	5,566,291	44,267,410
Net position - beginning	<u>224,077,061</u>	<u>158,635,415</u>	<u>146,250,340</u>	<u>528,962,816</u>
Net position - ending	<u>\$ 246,227,533</u>	<u>\$ 175,186,062</u>	<u>\$ 151,816,631</u>	<u>\$ 573,230,226</u>

CITY OF SUNRISE, FLORIDA
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Balance</u> <u>September 30, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 2020</u>
ASSETS				
Cash and cash equivalents	\$ 6,748,852	\$ 4,666,540	\$ 4,783,410	\$ 6,631,982
Total assets	<u>\$ 6,748,852</u>	<u>\$ 4,666,540</u>	<u>\$ 4,783,410</u>	<u>\$ 6,631,982</u>
LIABILITIES				
Deposits held for others	\$ 6,748,852	\$ 4,666,540	\$ 4,783,410	\$ 6,631,982
Total liabilities	<u>\$ 6,748,852</u>	<u>\$ 4,666,540</u>	<u>\$ 4,783,410</u>	<u>\$ 6,631,982</u>

Section III
City of Sunrise, Florida
Statistical Section
(unaudited)

Statistical Section

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

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<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	141
<i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	
Debt Capacity	146
<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	150
<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	153
<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 comprehensive annual financial reports for the relevant year.

SCHEDULE 1
CITY OF SUNRISE, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities:										
Net investment in capital assets	\$ 160,572,202	\$ 176,946,348	\$ 162,750,766	\$ 140,789,661	\$ 216,939,533	\$ 168,525,248	\$ 161,496,469	\$ 172,578,594	\$ 149,534,658	\$ 155,481,156
Restricted	103,316,215	74,232,350	91,307,048	115,510,156	46,042,385	93,706,809	8,471,002	8,570,447	12,970,864	14,338,760
Unrestricted (2) (3) (4)	(81,288,333)	(63,459,412)	(72,061,847)	(60,686,131)	(54,188,498)	(59,704,740)	(30,731,825)	72,083,680	94,285,475	102,909,539
Total governmental activities net position	\$ 182,600,084	\$ 187,719,286	\$ 181,995,967	\$ 195,613,686	\$ 208,793,420	\$ 202,527,317	\$ 139,235,646	\$ 253,232,721	\$ 256,790,997	\$ 272,729,455
Business-type activities:										
Net investment in capital assets	\$ 232,335,691	\$ 235,858,900	\$ 219,579,021	\$ 201,581,451	\$ 198,835,364	\$ 187,354,916	\$ 194,208,810	\$ 195,615,586	\$ 205,103,917	\$ 215,951,117
Restricted	69,275,648	101,960,567	117,890,941	108,974,616	135,887,097	139,944,842	142,517,366	59,799,505	46,285,671	34,052,302
Unrestricted (2) (3) (4)	201,720,510	141,853,261	103,253,120	98,900,197	52,142,150	31,966,077	(5,367,597)	80,932,037	72,518,710	60,828,007
Total business-type activities net position	\$ 503,331,849	\$ 479,672,728	\$ 440,723,082	\$ 409,456,264	\$ 386,864,611	\$ 359,265,835	\$ 331,358,579	\$ 336,347,128	\$ 323,908,298	\$ 310,831,426
Total:										
Net investment in capital assets (1)	\$ 392,907,893	\$ 412,805,248	\$ 382,329,787	\$ 342,371,112	\$ 415,774,897	\$ 355,880,164	\$ 355,705,279	\$ 368,194,180	\$ 354,638,575	\$ 371,432,273
Restricted	172,591,863	176,192,917	209,197,989	224,484,772	181,929,482	233,651,651	150,988,368	68,369,952	59,256,535	48,391,062
Unrestricted (2) (3) (4)	120,432,177	78,393,849	31,191,273	38,214,066	(2,046,348)	(27,738,663)	(36,099,422)	153,015,717	166,804,185	163,737,546
Total net position	\$ 685,931,933	\$ 667,392,014	\$ 622,719,049	\$ 605,069,950	\$ 595,658,031	\$ 561,793,152	\$ 470,594,225	\$ 589,579,849	\$ 580,699,295	\$ 583,560,881

- (1) Fiscal year 2012 net investment in capital assets has been restated due to the implementation of GASB 63 and 65.
(2) Fiscal year 2014 unrestricted net position has been restated due to the implementation of GASB 68.
(3) Fiscal year 2016 unrestricted net position has been restated due to the implementation of GASB 73.
(4) Fiscal year 2017 unrestricted net position has been restated due to the implementation of GASB 75.

SCHEDULE 2
CITY OF SUNRISE, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
EXPENSES										
Governmental activities:										
General government	\$ 35,524,813	\$ 31,927,104	\$ 35,327,180	\$ 30,422,154	26,389,946	\$ 26,785,702	\$ 22,117,132	\$ 21,971,961	\$ 22,165,444	\$ 19,697,928
Public safety	97,520,348	91,538,016	91,328,642	86,838,184	82,501,264	76,420,597	75,725,531	73,437,952	73,391,974	69,634,438
Physical environment	28,128	4,316	96,856	15,655	17,439	19,213	-	26	-	58,450
Economic development	443,930	446,567	881,688	823,732	986,907	783,130	1,450,739	2,163,364	3,509,823	3,394,166
Human services	-	-	-	-	-	-	-	5,891	38,434	5,709
Transportation	8,279,260	9,001,119	10,357,065	10,446,155	8,629,081	11,208,805	11,112,617	13,415,518	15,108,537	16,038,739
Culture and recreation	16,428,526	16,048,127	16,134,161	14,782,395	14,240,291	15,114,540	15,069,953	13,903,513	14,325,266	13,672,035
Interest on long-term debt	2,256,559	1,707,963	1,847,100	1,981,013	2,138,958	3,520,704	860,394	2,986,064	3,308,802	3,766,241
Total governmental activities expenses	160,481,564	150,673,212	155,972,692	145,309,288	134,903,886	133,852,691	126,336,366	127,884,289	131,848,280	126,267,706
Business-type activities:										
Water and wastewater	98,733,773	90,309,770	90,488,937	87,002,721	82,886,168	80,097,871	74,498,032	76,928,227	75,555,668	70,525,696
Gas	7,000,935	7,533,228	7,613,124	7,168,302	6,464,051	6,483,831	7,028,195	6,501,671	6,074,455	6,591,254
Sanitation	12,450,318	12,295,078	12,667,652	11,700,774	10,809,059	10,475,071	10,072,501	11,875,547	12,253,967	14,048,290
Recycling	927,004	930,628	899,350	885,638	853,151	815,541	853,629	571,219	518,729	545,524
Stormwater	4,998,637	5,027,770	5,038,372	4,367,175	4,637,636	4,239,043	4,100,658	2,060,696	2,372,426	2,169,113
Golf course	1,929,285	1,845,786	1,832,889	1,848,015	1,862,669	1,910,545	1,957,715	1,933,471	1,893,322	1,848,000
Total business-type activities expenses	126,039,952	117,942,260	118,540,324	112,972,625	107,512,734	104,021,902	98,510,730	99,870,831	98,668,567	95,727,877
Total expenses	\$ 286,521,516	\$ 268,615,472	\$ 274,513,016	\$ 258,281,913	\$ 242,416,620	\$ 237,874,593	\$ 224,847,096	\$ 227,755,120	\$ 230,516,847	\$ 221,995,583
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	\$ 9,646,237	\$ 10,376,703	\$ 9,145,264	\$ 11,364,179	\$ 9,944,340	\$ 10,742,083	\$ 7,798,806	\$ 6,664,836	\$ 6,714,210	\$ 6,461,395
Public safety	26,752,194	27,527,437	26,207,627	25,119,770	28,021,610	23,424,381	25,267,766	23,379,743	20,243,787	17,010,389
Physical environment	17,020,766	16,886,268	16,411,600	15,736,071	14,918,466	14,756,282	13,853,068	13,400,272	12,470,134	11,966,332
Transportation	23,529	46,575	46,056	28,996	79,167	67,284	88,959	52,509	80,922	56,145
Culture and recreation	734,329	1,743,697	1,610,220	1,623,907	1,680,726	1,714,226	1,477,256	1,391,195	1,249,751	1,158,463
Operating grants and contributions	8,406,178	8,137,020	7,481,798	6,165,221	6,352,861	6,170,818	9,379,731	7,810,672	8,465,070	10,163,701
Capital grants and contributions	2,153,882	2,615,910	2,602,807	3,026,237	2,373,611	65,245,338	2,181,943	2,179,024	1,487,777	2,055,863
Total governmental activities program revenues	64,737,115	67,333,610	63,505,372	63,064,381	63,370,781	122,120,412	60,047,529	54,878,251	50,711,651	48,872,288
Business-type activities:										
Charges for services:										
Water and wastewater	117,349,726	118,985,353	115,575,194	112,866,419	107,956,039	102,977,721	97,709,023	93,518,987	86,481,462	82,899,507
Gas	7,399,531	8,134,385	8,049,019	7,645,822	6,917,521	7,511,570	7,785,045	7,318,596	7,041,104	7,524,819
Sanitation	12,192,848	12,256,133	12,700,783	11,234,023	9,905,560	9,596,577	9,202,805	11,545,708	11,446,027	13,272,614
Recycling	1,202,641	1,164,656	1,149,864	1,128,378	1,163,315	1,141,180	1,109,183	1,068,927	178,435	175,689
Stormwater	8,038,872	7,785,773	7,526,854	7,225,952	6,855,996	6,440,263	6,214,993	4,303,188	4,237,157	4,054,391
Golf course	1,109,186	1,133,982	994,406	959,209	1,072,826	1,134,232	1,149,913	1,106,185	987,789	893,641
Operating grants and contributions	-	-	5,503	33,301	264,976	-	-	-	-	-
Capital grants and contributions	1,925,979	1,366,529	4,398,270	3,295,284	4,843,538	3,553,989	2,359,667	1,018,658	337,687	1,952,079
Total business-type activities program revenues	149,218,783	150,826,811	150,399,893	144,388,388	138,979,771	132,355,532	125,530,629	119,880,249	110,709,661	110,772,740
Total program revenues	\$ 213,955,898	\$ 218,160,421	\$ 213,905,265	\$ 207,452,769	\$ 202,350,552	\$ 254,475,944	\$ 185,578,158	\$ 174,758,500	\$ 161,421,312	\$ 159,645,028
NET (EXPENSE)/REVENUE										
Governmental activities	\$ (95,744,449)	\$ (83,339,602)	\$ (92,467,320)	\$ (82,244,907)	\$ (71,533,105)	\$ (11,732,279)	\$ (66,288,837)	\$ (73,006,038)	\$ (81,136,629)	\$ (77,395,418)
Business-type activities	23,178,831	32,884,551	31,859,569	31,415,763	31,467,037	28,333,630	27,019,899	20,009,418	12,041,094	15,044,863
Total (expense)/revenue	\$ (72,565,618)	\$ (50,455,051)	\$ (60,607,751)	\$ (50,829,144)	\$ (40,066,068)	\$ 16,601,351	\$ (39,268,938)	\$ (52,996,620)	\$ (69,095,535)	\$ (62,350,555)

SCHEDULE 2
CITY OF SUNRISE, FLORIDA
CHANGES IN NET POSITION, continued
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes:										
Property taxes	\$ 49,897,326	\$ 47,472,021	\$ 44,375,078	\$ 40,933,847	\$ 38,118,401	\$ 33,486,368	\$ 31,708,055	\$ 30,726,477	\$ 30,485,081	\$ 31,323,739
Insurance premium taxes	-	-	-	-	-	-	-	-	-	1,277,851
Utility service tax	10,104,112	10,272,645	10,117,314	9,773,155	9,469,694	9,242,584	9,047,000	8,392,172	7,928,732	7,656,725
Communications services tax	2,959,356	3,050,927	3,013,094	3,280,405	3,083,443	3,557,460	3,017,207	4,251,293	4,237,582	4,365,158
Local business tax	1,750,490	2,208,339	2,257,857	2,334,836	2,313,203	2,217,511	2,426,731	2,352,391	2,138,637	2,196,298
Franchise fees	9,393,252	9,732,136	9,619,183	9,505,423	9,275,964	9,373,129	9,199,078	8,790,155	8,829,581	9,007,930
Grants and contributions not restricted to specific programs	8,232,276	9,047,925	8,948,305	8,402,313	8,223,538	7,900,405	8,078,628	7,556,493	7,176,366	7,177,354
Unrestricted investment earnings	2,146,905	3,761,615	2,424,959	1,376,415	1,090,804	854,372	181,000	775,628	1,414,724	1,197,371
Miscellaneous	1,718,794	387,609	892,424	300,558	372,106	4,284,588	756,909	2,279,063	1,148,317	1,018,796
Gain on sale of capital assets	-	43,870	-	136	269,206	-	19,849	29,373	-	38,873
Extraordinary loss on defeasance of debt	-	-	-	-	-	-	-	(6,879,604)	-	-
Transfers	4,422,736	3,085,834	3,524,053	3,635,132	5,582,849	4,107,533	7,960,905	11,174,321	1,924,193	(312,864)
Total governmental activities	90,625,247	89,062,921	85,172,267	79,542,220	77,799,208	75,023,950	72,395,362	69,447,762	65,283,213	64,947,231
Business-type activities:										
Unrestricted investment earnings	3,496,208	6,195,306	3,944,069	1,770,111	1,248,323	830,950	438,071	846,136	1,299,817	949,692
Miscellaneous	1,406,818	2,955,623	1,305,786	495,230	466,265	2,850,209	2,842,841	2,757,597	3,540,344	2,944,897
Transfers	(4,422,736)	(3,085,834)	(3,524,053)	(3,635,132)	(5,582,849)	(4,107,533)	(7,960,905)	(11,174,321)	(1,924,193)	312,864
Total business-type activities	480,290	6,065,095	1,725,802	(1,369,791)	(3,868,261)	(426,374)	(4,679,993)	(7,570,588)	2,915,968	4,207,453
Total	\$ 91,105,537	\$ 95,128,016	\$ 86,898,069	\$ 78,172,429	\$ 73,930,947	\$ 74,597,576	\$ 67,715,369	\$ 61,877,174	\$ 68,199,181	\$ 69,154,684
CHANGE IN NET POSITION										
Governmental activities	\$ (5,119,202)	\$ 5,723,319	\$ (7,295,053)	\$ (2,702,687)	\$ 6,266,103	\$ 63,291,671	\$ 6,106,525	\$ (3,558,276)	\$ (15,853,416)	\$ (12,448,187)
Business-type activities	23,659,121	38,949,646	33,585,371	30,045,972	27,598,776	27,907,256	22,339,906	12,438,830	14,957,062	19,252,316
Total	\$ 18,539,919	\$ 44,672,965	\$ 26,290,318	\$ 27,343,285	\$ 33,864,879	\$ 91,198,927	\$ 28,446,431	\$ 8,880,554	\$ (896,354)	\$ 6,804,129

SCHEDULE 3
CITY OF SUNRISE, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	FISCALYEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General fund										
Nonspendable	\$ 222,943	\$ 18,622,981	\$ 13,224,004	\$ 13,226,366	\$ 261,915	\$ 215,061	\$ 789,630	\$ 632,503	\$ 631,062	\$ 15,345,639
Spendable:										
Restricted	-	-	-	-	-	-	9,292,889	6,766,019	4,408,916	1,199,657
Committed	31,981,132	28,648,107	27,086,609	28,885,129	28,949,645	29,072,446	29,623,636	29,382,905	28,628,942	28,615,342
Assigned	1,700,838	1,640,783	2,040,074	670,109	705,861	426,655	6,896,977	813,745	4,784,445	10,067,923
Unassigned	43,852,332	34,878,889	32,522,796	32,180,080	37,435,972	33,500,451	23,444,531	17,062,334	31,546,789	12,329,568
Total general fund	\$ 77,757,245	\$ 83,790,760	\$ 74,873,483	\$ 74,961,684	\$ 67,353,393	\$ 63,214,613	\$ 70,047,663	\$ 54,657,506	\$ 70,000,154	\$ 67,558,129
All other governmental funds										
Nonspendable	\$ 57,854	\$ 49,336	\$ 79,331	\$ 64,706	\$ 78,767	\$ 79,889	\$ 54,449	\$ 41,563	\$ 53,101	\$ 46,009
Spendable:										
Restricted	61,160,488	56,669,735	54,772,733	73,093,859	93,597,538	108,440,054	11,829,801	8,976,005	7,980,303	10,938,716
Assigned	46,694,939	24,451,127	40,035,534	47,200,270	38,072,842	32,205,135	32,760,916	32,993,753	35,506,939	42,790,651
Unassigned	-	(2,336,784)	-	-	(95,593)	(41,504)	(49,786)	(40,313)	(203,644)	(251,900)
Total all other governmental funds	\$ 107,913,281	\$ 78,833,414	\$ 94,887,598	\$ 120,358,835	\$ 131,653,554	\$ 140,683,574	\$ 44,595,380	\$ 41,971,008	\$ 43,336,699	\$ 53,523,476

SCHEDULE 4
CITY OF SUNRISE, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
REVENUES										
Taxes	\$ 67,900,599	\$ 66,364,383	\$ 62,970,151	\$ 59,453,204	\$ 56,080,133	\$ 51,545,650	\$ 49,197,197	\$ 48,609,630	\$ 47,591,108	\$ 48,563,152
Permits and fees	7,681,980	8,887,626	7,095,253	9,337,197	10,629,884	8,843,619	8,587,577	7,017,560	6,460,836	4,506,666
Franchise fees	9,463,252	9,825,469	9,735,850	9,538,510	9,339,543	9,453,202	9,281,065	8,870,063	8,905,875	9,091,636
Intergovernmental	13,862,314	12,944,045	13,387,970	12,258,151	11,262,558	9,751,783	11,350,180	10,795,365	11,289,965	13,729,502
Charges for services	23,749,951	25,455,920	24,638,143	23,788,342	23,665,741	23,101,315	21,567,977	20,242,171	19,185,483	18,045,527
Administrative charges	7,797,260	7,644,340	7,421,660	7,224,500	7,077,430	6,980,000	6,231,856	5,653,003	5,581,732	5,280,317
Judgments, fines and forfeitures	1,930,591	4,489,415	2,879,247	3,246,164	3,385,855	3,409,077	6,119,436	3,737,369	2,977,201	4,420,158
Special assessments	11,828,173	10,753,750	10,701,365	10,848,533	10,371,591	8,857,695	8,750,541	9,374,859	7,553,494	7,542,173
Impact fees	374,362	10,338	24,978	250,739	3,534	453,942	84,198	46,473	79,550	134,266
Investment earnings	2,107,305	4,085,270	2,925,735	1,593,369	1,084,163	750,001	180,510	734,970	1,342,780	1,148,747
Contributions and donations	142,996	57,090	63,190	52,835	185,586	116,720	282,715	33,368	8,560	18,053
Miscellaneous	2,018,910	1,706,619	2,579,270	1,494,186	1,681,972	4,184,984	4,212,749	4,047,084	3,472,958	2,522,855
Total revenues	148,857,693	152,224,265	144,422,812	139,085,730	134,767,990	127,447,988	125,846,001	119,161,915	114,449,542	115,003,052
EXPENDITURES										
General government	31,282,308	29,900,865	29,797,500	27,743,724	25,459,742	24,501,052	20,463,001	19,860,339	19,210,450	18,028,188
Public safety	87,726,957	87,756,365	86,822,884	83,124,919	78,703,391	75,204,035	73,207,700	71,002,021	69,311,638	66,635,145
Physical environment	-	-	-	-	-	-	-	-	-	58,450
Economic development	443,930	446,567	881,688	823,732	986,907	783,130	1,450,739	2,163,364	3,509,823	3,394,166
Human services	-	-	-	-	-	-	-	5,891	38,434	5,709
Transportation	4,298,816	4,120,329	3,880,941	3,527,499	2,634,245	2,761,671	1,934,897	3,763,154	3,784,499	3,763,258
Culture and recreation	11,598,901	12,099,691	12,375,100	11,288,557	10,338,707	10,189,068	10,974,675	9,651,561	9,937,616	9,780,996
Debt service:										
Principal	3,155,000	3,005,000	2,870,000	3,340,000	2,840,000	2,085,000	1,995,000	2,175,000	6,430,000	7,180,000
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	39,529,163	-	-
Interest	2,056,327	1,709,586	1,848,286	1,981,762	2,139,269	1,102,407	852,330	947,226	1,036,509	1,362,316
Principal repayment due to refunding	-	-	-	-	-	-	-	-	-	8,175,000
Bond issuance costs	374,863	-	-	-	-	677,441	-	-	-	-
Other	47,681	47,541	43,983	44,068	44,011	51,488	39,884	132,796	55,375	51,997
Capital outlay	16,835,074	23,498,498	35,044,444	14,627,576	21,345,863	24,287,277	4,919,682	3,322,084	11,926,264	20,173,184
Total expenditures	157,819,857	162,584,442	173,564,826	146,501,837	144,492,135	141,642,569	115,837,908	152,552,599	125,240,608	138,608,409
Excess (deficiency) of revenues over (under) expenditures	(8,962,164)	(10,360,177)	(29,142,014)	(7,416,107)	(9,724,145)	(14,194,581)	10,008,093	(33,390,684)	(10,791,066)	(23,605,357)
OTHER FINANCING SOURCES (USES)										
Contributions from property owners	-	-	-	-	-	64,035,638	-	-	-	-
Ad valorem tax bonds issued	23,365,000	-	-	-	-	37,630,000	-	-	-	-
Premium on ad valorem tax bonds	1,632,095	-	-	-	-	2,365,865	-	-	-	-
Sale of capital assets	88,685	137,436	58,523	94,547	1,749,315	22,229	45,531	34,024	113,195	77,377
Transfers in	40,843,495	6,262,334	10,987,013	6,017,707	12,322,444	20,225,450	13,972,983	26,657,418	15,941,233	32,429,194
Transfers out	(33,920,759)	(3,176,500)	(7,462,960)	(2,382,575)	(9,238,854)	(20,829,457)	(6,012,078)	(10,009,097)	(13,008,114)	(32,742,058)
Total other financing sources (uses)	32,008,516	3,223,270	3,582,576	3,729,679	4,832,905	103,449,725	8,006,436	16,682,345	3,046,314	(235,487)
Net change in fund balances	\$ 23,046,352	\$ (7,136,907)	\$ (25,559,438)	\$ (3,686,428)	\$ (4,891,240)	\$ 89,255,144	\$ 18,014,529	\$ (16,708,339)	\$ (7,744,752)	\$ (23,840,844)
Debt service as a percentage of noncapital expenditures	3.7%	3.4%	3.4%	4.0%	4.0%	2.7%	2.6%	28.5%	6.5%	13.9%

SCHEDULE 5
CITY OF SUNRISE, FLORIDA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

FISCAL YEAR	PROPERTY TAX	LOCAL BUSINESS TAX	INSURANCE PREMIUM TAX	COMMUNICATIONS SERVICES TAX	LOCAL OPTION FUEL TAX	UTILITY SERVICE TAX	TOTAL
2020	\$ 49,897,326	\$ 1,750,490	\$ 1,718,554	\$ 2,959,356	\$ 1,470,761	\$ 10,104,112	\$ 67,900,599
2019	47,472,021	2,208,339	1,679,933	3,050,927	1,680,518	10,272,645	66,364,383
2018	44,375,078	2,257,857	1,548,796	3,013,094	1,658,012	10,117,314	62,970,151
2017	40,933,847	2,334,836	1,491,886	3,280,405	1,639,075	9,773,155	59,453,204
2016	38,118,401	2,313,203	1,496,667	3,083,443	1,598,725	9,469,694	56,080,133
2015	33,486,368	2,217,511	1,492,420	3,557,460	1,549,307	9,242,584	51,545,650
2014	31,708,055	2,426,731	1,500,184	3,017,207	1,498,020	9,047,000	49,197,197
2013	30,726,477	2,352,391	1,433,000	4,251,293	1,454,297	8,392,172	48,609,630
2012	30,485,081	2,138,637	1,299,161	4,285,645	1,453,852	7,928,732	47,591,108
2011	31,323,739	2,196,298	1,277,851	4,557,410	1,551,129	7,656,725	48,563,152
Change							
2011-2020	59.3%	-20.3%	34.5%	-35.1%	-5.2%	32.0%	39.8%

SCHEDULE 6
 CITY OF SUNRISE, FLORIDA
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (in thousands of dollars)

FISCAL YEAR	REAL PROPERTY				LESS EXEMPTIONS:		TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE	ESTIMATED ACTUAL TAXABLE VALUE	ASSESSED VALUE AS A PERCENTAGE OF ESTIMATED ACTUAL VALUE
	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	INDUSTRIAL PROPERTY	PERSONAL PROPERTY	REAL PROPERTY	PERSONAL PROPERTY				
2020	\$ 7,043,870	\$ 3,753,115	\$ 659,413	\$ 470,852	\$ 4,077,245	\$ 46,466	\$ 7,803,539	\$ 6.3402	\$ 11,927,250	65.43%
2019	6,585,536	3,547,246	602,588	483,697	3,799,086	46,516	7,373,465	6.3550	11,219,067	65.72%
2018	5,962,687	3,484,742	561,027	453,972	3,550,037	45,725	6,866,666	6.3838	10,462,428	65.63%
2017	5,422,562	3,219,314	499,898	441,752	3,314,284	46,548	6,222,694	6.4293	9,583,526	64.93%
2016	4,996,766	3,008,815	463,100	420,924	3,080,448	43,059	5,766,098	6.4426	8,889,605	64.86%
2015	4,386,598	2,957,548	451,960	424,275	2,735,328	42,292	5,442,761	6.0543	8,220,381	66.21%
2014	3,656,176	2,903,640	425,186	436,072	2,306,308	39,188	5,075,578	6.0543	7,421,074	68.39%
2013	3,394,080	2,899,101	414,860	416,962	2,205,005	40,448	4,879,550	6.0543	7,125,003	68.48%
2012	3,450,008	2,850,819	410,149	408,908	2,224,362	40,031	4,855,491	6.0543	7,119,884	68.20%
2011	3,431,438	3,018,307	426,934	411,900	2,180,507	40,821	5,067,251	6.0543	7,288,579	69.52%

Source: Broward County Property Appraiser

Note: Property in the City is reassessed each year. Tax rates are per \$1,000 of assessed value.

SCHEDULE 7
CITY OF SUNRISE, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per \$1,000 of assessed value)

FISCAL YEAR	TAX ROLL YEAR	CITY OF SUNRISE OPERATING	CITY OF SUNRISE DEBT	SPECIAL TAX DISTRICT NO. 1**	OVERLAPPING RATES					
					BROWARD COUNTY	BROWARD COUNTY SCHOOLS	CHILDREN'S SERVICES COUNCIL	SO. FLORIDA WATER MGMT. DISTRICT	FL. INLAND NAVIGATION DISTRICT	NORTH HOSPITAL DISTRICT
2020	2019	\$ 6.0543	\$ 0.2859	\$ 3.1750	\$ 5.6690	\$ 6.7393	\$ 0.4882	\$ 0.2795	\$ 0.0320	\$ 1.0324
2019	2018	6.0543	0.3007	3.3934	5.6690	6.4029	0.4882	0.2936	0.0320	1.0855
2018	2017	6.0543	0.3295	3.3609	5.6690	6.5394	0.4882	0.3100	0.0320	1.2483
2017	2016	6.0543	0.3750	3.4887	5.6690	6.9063	0.4882	0.3307	0.0320	1.3462
2016	2015	6.0543	0.3883	3.6526	5.7230	7.2740	0.4882	0.3551	0.0320	1.4425
2015	2014	6.0543	-	3.7495	5.7230	7.4380	0.4882	0.3842	0.0345	1.5939
2014	2013	6.0543	-	4.0801	5.7230	7.4800	0.4882	0.4110	0.0345	1.7554
2013	2012	6.0543	-	4.2098	5.5530	7.4560	0.4902	0.4289	0.0345	1.8564
2012	2011	6.0543	-	4.2222	5.5530	7.4180	0.4789	0.4363	0.0345	1.8750
2011	2010	6.0543	-	4.1217	5.5530	7.6310	0.4696	0.6240	0.0345	1.8750

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Source: Broward County Property Appraiser

*State law requires all counties to assess at 100% just valuation and limits millage for operating purposes to ten (10) mills.

**Special Tax District No. 1 is a taxing entity that levies voted debt service taxes on limited areas within the City.

SCHEDULE 8
CITY OF SUNRISE, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

TAXPAYER	2020			2011		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL CITY TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL CITY TAXABLE ASSESSED VALUE
Sunrise Mills (MLP) LTD Prtnshp	\$ 486,942,700	1	6.60%	\$ 308,000,000	1	6.56%
American Express Travel Related Svcs Co	145,000,000	2	1.96%	-	-	-
Sawgrass Mills Phase III LP	103,416,420	3	1.40%	83,292,160	2	1.77%
Sunrise Village Development LLC	100,595,573	4	1.36%	-	-	-
Apartments At Sunrise LLC	87,192,220	5	1.18%	-	-	-
Florida Power & Light Co.	82,397,433	6	1.12%	51,451,058	5	1.10%
PPF Amlı 127th Avenue LLC	73,846,435	7	1.00%	-	-	-
Sawgrass Mills Owner LLC	66,041,085	8	0.89%	-	-	-
Sunrise Sawgrass LLC	65,301,800	9	0.88%	-	-	-
BOF FL Sawgrass Tech Park LLC	57,221,760	10	0.78%	-	-	-
2641 N Flamingo LLC	-	-	-	60,281,380	3	1.28%
N/S Sawgrass Office Associates LLC	-	-	-	59,929,390	4	1.28%
MGI Flamingo Palms LTD Partner	-	-	-	39,112,803	6	0.83%
Liberty Property LTD Partnership	-	-	-	36,543,240	7	0.78%
Research in Motion	-	-	-	33,407,665	8	0.71%
Sawgrass Lakes Center LLC	-	-	-	32,302,320	9	0.69%
IKEA Property Inc.	-	-	-	29,935,192	10	0.64%
Totals	\$ 1,267,955,426		17.17%	\$ 734,255,208		15.64%

Source: Broward County Revenue Collection Division

SCHEDULE 9
CITY OF SUNRISE, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

FISCAL YEAR	TAX ROLL YEAR	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
			AMOUNT*	PERCENTAGE OF LEVY		AMOUNT*	PERCENTAGE OF LEVY
2020	2019	\$ 47,287,132	\$ 46,763,970	98.9%	\$ -	\$ 46,763,970	98.9%
2019	2018	44,681,926	44,388,609	99.3%	7,174	44,395,783	99.4%
2018	2017	41,600,840	41,199,825	99.0%	(1,251)	41,198,574	99.0%
2017	2016	37,691,193	37,547,182	99.6%	22,857	37,570,039	99.7%
2016	2015	34,924,498	34,755,966	99.5%	18,755	34,774,721	99.6%
2015	2014	32,971,380	32,281,140	97.9%	36,874	32,318,014	98.0%
2014	2013	30,750,681	30,213,556	98.3%	(159,578)	30,053,978	97.7%
2013	2012	29,567,455	29,240,476	98.9%	(248,731)	28,991,745	98.1%
2012	2011	29,421,567	28,908,232	98.3%	(197,228)	28,711,004	97.6%
2011	2010	30,712,669	30,041,047	97.8%	(207,268)	29,833,779	97.1%

*Amounts are for general fund operations only and are exclusive of discounts, interest and penalties

Source: Broward County Revenue Collection Division

**SCHEDULE 10
CITY OF SUNRISE, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

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FISCAL YEAR	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES			TOTAL	PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF REAL PROPERTY ^a	PER CAPITA ^b
	GENERAL OBLIGATION BONDS	PUBLIC FACILITIES REVENUE BONDS	PUBLIC IMPROVEMENT BONDS	AD VALOREM TAX BONDS	DIRECT BORROWING	UTILITY SYSTEM REVENUE BONDS				
2020	\$ 59,648,846	\$ -	\$ -	\$ 4,795,000	\$ 185,440,000	\$ 3,505,000	\$ 253,388,846	2.21%	2,686	
2019	35,805,317	-	-	7,025,000	89,625,000	102,398,958	234,854,275	2.19%	2,515	
2018	36,820,245	-	-	9,155,000	89,625,000	107,245,901	242,846,146	2.43%	2,621	
2017	37,829,331	-	-	11,190,000	-	200,392,924	249,412,255	2.73%	2,715	
2016	38,833,496	-	830,000	13,130,000	-	205,095,556	257,889,052	3.05%	2,843	
2015	39,833,533	-	1,055,000	14,990,000	-	211,470,883	267,349,416	3.43%	3,016	
2014	-	-	1,270,000	16,770,000	-	217,617,532	235,657,532	3.37%	2,660	
2013	-	-	1,270,000	16,770,000	-	216,133,701	234,173,701	3.49%	2,701	
2012	-	30,618,786	1,740,000	18,475,000	-	222,055,039	272,888,825	4.07%	3,167	
2011	-	32,706,196	2,195,000	20,110,000	-	227,624,479	282,635,675	4.11%	3,350	

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

^aSee Schedule 6 for estimated actual taxable value of real property.

^bSee Schedule 14 for population data.

**SCHEDULE 11
CITY OF SUNRISE, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST SIX FISCAL YEARS**

FISCAL YEAR	GENERAL OBLIGATION BONDS¹	LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUND²	NET BONDS OUTSTANDING	PERCENTAGE OF ESTIMATED ACTUAL TAXABLE PROPERTY VALUES³	PER CAPITA⁴
2020	\$ 59,648,846	\$ 139,554	\$ 59,509,292	0.50%	630.84
2019	35,805,317	140,523	35,664,794	0.32%	381.99
2018	36,820,245	136,501	36,683,744	0.35%	395.88
2017	37,829,331	106,299	37,723,032	0.39%	410.64
2016	38,833,496	4,664	38,828,832	0.44%	428.04
2015	39,833,533	48	39,833,485	0.48%	449.44

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

¹This is general bonded debt issued during 2015 net of original premium

²This is the amount restricted for debt service payments

³See Schedule 6 for estimated actual taxable property value

⁴See Schedule 14 for population data

**SCHEDULE 12
CITY OF SUNRISE, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2020**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE*	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt repaid with property taxes			
Broward County School Board	\$ 1,873,985,000	3.61%	\$ 67,650,859
Broward County	127,315,000	3.89%	<u>4,952,554</u>
Subtotal, overlapping debt			72,603,413
City direct debt			<u>64,443,846</u>
Total direct and overlapping debt			<u><u>\$ 137,047,259</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by Broward County. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

*For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using gross taxable property values after Value Adjustment Board changes. Applicable percentages were estimated by dividing the City's gross taxable property values after Value Adjustment Board changes by the County's and School Board's gross taxable property values after Value Adjustment Board changes.

**SCHEDULE 13
CITY OF SUNRISE, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS**

UTILITY SYSTEM REVENUE BONDS

FISCAL YEAR	OPERATING REVENUES	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE		COVERAGE	R & R TRANSFER	COVERAGE AFTER R & R TRANSFER
				PRINCIPAL	INTEREST			
2020	\$ 124,039,817	\$ 67,474,381	\$ 56,565,436	\$ 5,990,000	\$ 8,389,602	3.93	\$ 6,607,160	2.70
2019	126,424,218	66,274,451	60,149,767	4,715,000	7,941,841	4.75	6,401,540	3.16
2018	122,948,953	64,209,276	58,739,677	4,550,000	11,021,703	3.77	6,186,080	2.75
2017	119,850,231	61,780,396	58,069,835	4,425,000	10,693,239	3.84	5,927,460	2.76
2016	114,224,530	58,029,427	56,195,103	6,070,000	10,145,529	3.47	5,791,460	2.55
2015	109,840,261	56,815,404	53,024,857	5,860,000	11,126,264	3.12	5,469,430	2.36
2014	104,857,766	53,446,264	51,411,502	5,850,000	9,085,839	3.44	5,320,666	2.54
2013	100,240,820	55,338,483	44,902,337	5,850,000	10,256,964	2.79	5,028,457	2.12
2012	92,940,085	47,658,170	45,281,915	7,185,000	10,949,689	2.50	4,954,591	1.96
2011	89,855,154	48,252,823	41,602,331	7,726,190	11,496,899	2.16	4,808,699	1.73

PUBLIC FACILITIES REVENUE BONDS^a

UTILITY SERVICE TAXES

2020	\$ -	\$ -	\$ -	-
2019	-	-	-	-
2018	-	-	-	-
2017	-	-	-	-
2016	-	-	-	-
2015	-	-	-	-
2014	-	-	-	-
2013	11,751,709	-	-	-
2012	11,355,293	4,340,000	-	2.62
2011	11,397,306	5,175,000	242,250	2.10

PUBLIC IMPROVEMENT BONDS

SPECIAL ASSESSMENT COLLECTIONS

2020	\$ -	\$ -	\$ -	-
2019	-	-	-	-
2018	-	-	-	-
2017	602,140	600,000	2,721	1.00
2016	267,000	230,000	36,628	1.00
2015	271,440	225,000	46,557	1.00
2014	270,600	215,000	56,045	1.00
2013	547,500	470,000	76,529	1.00
2012	550,500	455,000	96,356	1.00
2011	551,869	435,000	115,313	1.00

AD VALOREM TAX BONDS^b

SPECIAL TAX DISTRICT NO. 1 PROPERTY TAX COLLECTIONS

2020	\$ 2,544,618	\$ 2,340,000	\$ 235,240	0.99
2019	2,545,968	2,230,000	344,390	0.99
2018	2,507,079	2,130,000	446,090	0.97
2017	2,496,778	2,035,000	541,595	0.97
2016	2,465,540	1,940,000	631,695	0.96
2015	2,381,501	1,860,000	716,715	0.92
2014	2,450,529	1,780,000	796,285	0.95
2013	2,444,946	1,705,000	870,697	0.95
2012	2,444,934	1,635,000	940,153	0.95
2011	2,440,121	1,570,000	1,004,753	0.95

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements. Gross revenues of the Utility System exclude certain investment income that is not pledged. Operating expenses do not include depreciation or amortization.

^aPublic Facilities revenue bonds were collateralized by a lien on and pledge of a tax upon purchases within the City of electricity, metered and bottled gas, water service and telegraph and telecommunications service. The last component of these bonds, Series 1992B, were defeased in September 2013.

^bAd valorem tax bonds are collateralized by voted debt ad valorem taxes levied upon all taxable property within the Special Tax District No. 1.

**SCHEDULE 14
CITY OF SUNRISE, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	POPULATION	TOTAL POPULATION INCOME (AMOUNTS IN THOUSANDS)	PER CAPITA INCOME	UNEMPLOYMENT RATE
2020	94,333	Not available	Not available	8.0%
2019	93,365	\$ 2,556,240	\$ 27,379	2.9%
2018	92,663	2,441,021	26,343	3.1%
2017	91,865	2,283,121	24,853	3.9%
2016	90,714	2,212,696	24,392	4.5%
2015	88,630	2,084,134	23,515	5.2%
2014	88,033	2,105,309	23,915	5.3%
2013	86,685	2,039,178	23,524	6.4%
2012	86,154	2,066,834	23,990	7.6%
2011	84,375	1,994,034	23,633	9.3%

Sources: Population information provided by the University of Florida, Bureau of Economic & Business Research. Per capita income provided by U.S. Census Bureau. Unemployment rate information provided by U.S. Department of Labor, Bureau of Labor Statistics

**SCHEDULE 15
CITY OF SUNRISE, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Header	2020			2011		
	PERCENTAGE OF TOTAL CITY			PERCENTAGE OF TOTAL CITY		
<u>EMPLOYER</u>	<u>EMPLOYEES</u>	<u>RANK</u>	<u>EMPLOYMENT</u>	<u>EMPLOYEES</u>	<u>RANK</u>	<u>EMPLOYMENT</u>
American Express	2,666	1	5.59%	-	-	-
Mednax National Medical Group	1,551	2	3.25%	500	6	1.11%
Amazon	1,191	3	2.50%	-	-	-
Broward County School Board	1,150	4	2.41%	1,652	1	3.66%
City of Sunrise	1,077	5	2.26%	995	2	2.20%
AT&T	750	6	1.57%	700	5	1.55%
Walmart	736	7	1.54%	-	-	-
Publix	560	8	1.17%	300	10	0.66%
Sunshine Health	550	9	1.15%	-	-	-
Healthtrust Workforce Solutions	500	10	1.05%	-	-	-
Coventry Healthcare of Florida	-	-	-	900	3	1.99%
United Healthcare	-	-	-	750	4	1.66%
Research in Motion	-	-	-	500	7	1.11%
General Dynamics	-	-	-	460	8	1.02%
Comcast	-	-	-	350	9	0.78%
Total	10,731		22.49%	7,107		15.74%

Source: City Economic Development Office and Broward County Schools.

**SCHEDULE 16
CITY OF SUNRISE, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

FUNCTION	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General government										
Information Technology	20	20	20	19	15	14	13	17	13	14
Finance and Administrative Services	37	39	38	36	37	32	33	21	20	20
Central Services	-	-	-	-	-	-	-	21	21	22
Community Development-Planning	26	28	28	29	26	27	28	29	31	27
Other ^a	36	36	31	30	27	26	27	42	38	40
Public safety										
Police										
Officers	178	179	184	178	184	176	176	176	177	176
Civilians	73	82	70	71	59	66	65	82	82	86
Fire										
Firefighters and officers	160	152	147	148	153	150	149	145	149	145
Civilians	9	9	10	11	9	10	9	9	8	8
Building	39	37	38	37	35	34	29	24	25	26
Code Enforcement	17	15	16	13	15	14	13	13	15	15
Transportation										
Public Works	-	-	-	-	-	-	-	29	34	34
Culture and recreation	132	154	119	112	103	101	100	93	87	94
Water	125	127	122	125	125	119	119	102	102	100
Wastewater	130	132	126	130	131	124	124	106	107	105
Gas	25	22	25	23	21	21	21	20	19	20
Stormwater	19	19	20	20	22	22	20	7	7	6

^aOther includes City Commission, City Manager, City Clerk, City Attorney, Human Resources, Facility Management

*Not available

Source: City Finance and Administrative Services Department

**SCHEDULE 17
CITY OF SUNRISE, FLORIDA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

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FUNCTION	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Public safety										
Police										
Physical arrests	706	1,243	1,463	452	1,405	1,498	1,940	2,629	2,115	2,855
Parking violations	132	203	111	128	169	265	338	761	367	466
Traffic violations	5,349	10,044	12,422	12,609	9,430	11,914	14,153	12,714	19,471	12,874
Fire										
Number of calls answered	13,494	14,637	15,218	15,796	15,536	14,127	14,187	13,131	12,015	11,647
Inspections	6,548	9,114	9,525	9,522	10,710	9,860	10,529	10,577	10,578	10,101
Transportation										
Street resurfacing (miles)	-	-	-	-	8	-	8	8	12	10
Potholes repaired	532	240	227	336	301	253	290	317	295	186
Culture and recreation										
Participants-youth athletic programs	558	2,852	1,988	2,041	2,452	2,560	3,169	2,880	2,816	2,923
Theatre performance attendance	5,252	13,779	14,026	17,832	11,052	11,232	10,773	12,901	5,287	3,674
Senior center memberships	532	1,181	1,163	1,049	1,075	1,185	1,104	1,228	1,676	1,479
Athletic club memberships	841	630	461	709	915	758	525	461	296	291
Water										
New connections	41	87	165	12	100	102	69	149	62	157
Water main breaks	25	34	36	42	41	44	84	67	56	46
Average daily consumption (thousands of gallons)	19,344	19,800	19,070	20,087	19,563	20,562	19,833	19,797	19,746	20,672
Wastewater										
Average daily sewage treatment (thousands of gallons)	21,582	19,505	19,959	20,871	20,691	20,880	20,864	21,423	24,445	21,664
Gas										
Average daily usage (CCF's)	14,352	15,020	14,870	14,450	13,890	13,008	12,413	10,802	10,995	12,180
Golf course										
Memberships	171	169	180	170	165	170	161	165	192	217
Rounds of golf played	39,134	38,407	33,862	33,679	36,745	38,259	38,996	39,649	37,399	36,992
Stormwater										
Commercial equivalent residential units (ERU's)	38,132	38,072	38,023	37,771	37,772	37,553	37,304	37,231	37,062	37,327
Residential equivalent residential units (ERU's)	39,828	39,837	39,569	39,442	39,025	39,024	38,695	38,695	38,386	38,158

**SCHEDULE 18
CITY OF SUNRISE, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

FUNCTION	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Public safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Sub-stations	1	1	1	1	1	1	1	1	1	1
Patrol units	232	227	236	228	244	243	246	246	252	258
Fire stations	5	5	5	5	5	5	5	5	5	5
Transportation										
Streets (miles)	186	186	186	186	186	186	186	186	186	186
Street lights (FPL and City owned)	3,925	3,925	3,925	3,925	3,925	3,925	3,925	3,917	3,868	3,863
Culture and recreation										
Parks	16	15	15	15	15	15	13	13	13	13
Park acreage	285	265	265	198	198	198	181	177	177	177
Swimming pools	5	5	5	5	5	5	5	5	5	5
Tennis courts	21	21	21	21	21	21	21	21	21	21
Community centers	11	11	11	9	9	9	9	9	9	8
Water										
Water mains (miles)	637	637	637	637	637	637	637	637	637	637
Maximum daily capacity (thousands of gallons)	51,500	51,500	51,500	51,500	51,500	50,000	50,000	50,000	44,000	44,000
Wastewater										
Sanitary sewers (miles)	536	536	536	536	536	536	536	536	536	536
Maximum daily treatment capacity (thousands of gallons)	30,990	30,990	30,990	30,990	30,990	30,450	30,450	30,450	30,450	30,450
Gas mains (miles)	194	194	194	190	188	188	188	185	184	181
Golf Course	1	1	1	1	1	1	1	1	1	1
Stormwater										
Pump stations	8	8	8	8	8	8	8	8	8	8
Storm sewers (miles)	392	392	392	392	392	392	392	392	392	392

Sources: Various city departments.

Note: No capital asset indicators are available for the general government function.

Section IV
City of Sunrise, Florida
Reporting Section

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

To the Honorable Mayor, City Commission and City Manager
City of Sunrise, 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 Sunrise, Florida (the City), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 10 2021. Our report includes a reference to other auditors who audited the financial statements of the Pension Trust Funds, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing on internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Police Officers' Retirement Plan were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Marcum LLP

Fort Lauderdale, FL
March 10, 2021

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND REPORT ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Commission and City Manager
City of Sunrise, Florida

Report on Compliance for the Major Federal Program and Major State Project

We have audited the City of Sunrise, Florida's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement*, and the requirements described in the *State of Florida Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on each of the City's major federal programs and state projects for the year ended September 30, 2020. The City's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program and its state project based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Those standards, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for its major federal program and major state project. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Major Federal Program and Major State Project

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program and major state project for the year ended September 30, 2020.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each of its major federal program or state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Marcum LLP

Fort Lauderdale, FL
March 10, 2021

CITY OF SUNRISE, FLORIDA
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended September 30, 2020

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA/CFSA No.	Contract/ Grant No.	Provided to Subrecipients	Expenditures
FEDERAL				
<u>United States Department of Homeland Security</u>				
Indirect Programs:				
Passed through State of Florida, Division of Emergency Management - Disaster Relief Funding, Hurricane Irma	97.036	Z1193	\$ -	\$ 3,252,301
Passed through State of Florida, Division of Emergency Management - Hazard Mitigation Grant Program	97.039	H0060	-	146,422
Passed through Volunteer Florida - Emergency Management Performance Grant - CERT Program	97.042	N/A	-	8,850
Passed through City of Miami - Homeland Security Grant Program (2018 UASI)	97.067	18-DS-X3-11-23-02-376	-	123,141
Total United States Department of Homeland Security			<u>-</u>	<u>3,530,714</u>
<u>United States Department of Housing and Urban Development</u>				
Direct Programs:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grants/Entitlement Grants	14.218	B-14-MC-12-0035	-	19,651
Community Development Block Grants/Entitlement Grants	14.218	B-15-MC-12-0035	-	45,689
Community Development Block Grants/Entitlement Grants	14.218	B-16-MC-12-0035	-	38,979
Community Development Block Grants/Entitlement Grants	14.218	B-17-MC-12-0035	-	2,091
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-12-0035	-	260,710
			<u>-</u>	<u>367,120</u>
Indirect Programs:				
Passed through Broward County - Home Investment Partnerships Program	14.239	16-HFCD-177-HOME	22,390	22,390
Passed through Broward County - Home Investment Partnerships Program	14.239	FY 2017- 2018	2,250	2,250
			<u>24,640</u>	<u>24,640</u>
Total United States Department of Housing and Urban Development			<u>24,640</u>	<u>391,760</u>
<u>United States Department of Justice</u>				
Direct Programs:				
Federal Equitable Sharing	16.922	N/A	-	458,907
Bulletproof Vest Partnership Program	16.607	2018	-	12,486
Total United States Department of Justice			<u>-</u>	<u>471,393</u>
<u>United States Department of Transportation</u>				
Indirect Programs:				
Highway Planning and Construction Cluster:				
Passed through University of North Florida - High Visibility Enforcement	20.205	G1B36	-	10,000
Passed through Florida Department of Transportation - Sunset Strip from NW 109 Ave. to Nob Hill Road	20.205	438123-1-58-01 (G1550)	-	290,948
Total United States Department of Transportation			<u>-</u>	<u>300,948</u>
<u>United States Department of Treasury</u>				
Direct Programs:				
Federal Equitable Sharing	21.016	N/A	-	4,331
Passed through Florida Housing Finance Corporation - Coronavirus Relief Fund	21.019	140-2020	-	29,310
Total United States Department of Treasury			<u>-</u>	<u>33,641</u>
Total Expenditures of Federal Awards			<u>\$ 24,640</u>	<u>\$ 4,728,456</u>
STATE				
<u>Florida Housing Finance Corporation</u>				
Direct Project:				
State Housing Initiatives Partnership Program	40.901	N/A	-	198,267
Total Florida Housing Finance Corporation			<u>-</u>	<u>198,267</u>
<u>Florida Department of Emergency Management</u>				
Direct Project:				
Hurricane Loss Mitigation Program	31.066	B001	-	194,000
Total Florida Department of Emergency Management			<u>-</u>	<u>194,000</u>
<u>Florida Department of Environmental Protection</u>				
Direct Projects:				
Statewide Surface Water Restoration and Wastewater Project				
Sawgrass Wastewater Treatment Plant Reuse Distribution Improvements Phase II	37.039	LP06253	-	500,000
Sunrise Emergency Lift Station Power and Pumping	37.039	LP06255	-	253,450
Total Florida Department of Environmental Protection			<u>-</u>	<u>753,450</u>
<u>Florida Department of Health</u>				
Direct Project:				
Emergency Medical Services (EMS)	64.003	M7003	-	30,406
Total Florida Department of Health			<u>-</u>	<u>30,406</u>
<u>Florida Department of Law Enforcement</u>				
Direct Project:				
Identity Theft and Fraud Grant Program	71.042	2020-SFA-ITF-06-2D-001	-	10,000
Total Florida Department of Law Enforcement			<u>-</u>	<u>10,000</u>
Total Expenditures of State Financial Assistance			<u>\$ -</u>	<u>\$ 1,186,123</u>
Total Expenditures of Federal Awards and State Financial Assistance			<u>\$ 24,640</u>	<u>\$ 5,914,579</u>

N/A = Not Available

See notes to schedule of expenditures of federal awards and state financial assistance

CITY OF SUNRISE, FLORIDA

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

FOR THE YEAR ENDED SEPTEMBER 30, 2020

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the Schedule) presents the expenditure activity of all federal awards and state financial assistance of the City of Sunrise, Florida (the City) for the year ended September 30, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, *Rules of the Auditor General of the State of Florida*. Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position/fund balance or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the Florida Single Audit, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – INDIRECT COST RATE

The City has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF SUNRISE, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified Opinion*

Internal control over financial reporting:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified not considered to be material weakness? Yes None reported

Non-compliance material to financial statements noted? Yes No

Federal Awards and State Projects

Internal control over major programs:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified not considered to be material weakness? Yes None reported

Type of auditors’ report issued on compliance for major programs:

Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) and Chapter 10.557, *Rules of the Auditor General*? Yes No

Identification of the major programs:

<u>Federal Program or Cluster</u>	<u>CFDA No.</u>
United States Department of Homeland Security - Passed through State of Florida, Division of Emergency Management - Disaster Relief Funding, Hurricane Irma	97.036

<u>State Project</u>	<u>CSFA No.</u>
Statewide Surface Water Restoration and Wastewater Project	37.039

Dollar threshold used to distinguish between Type A and Type B federal programs and state projects:

Federal:	\$750,000
State:	\$356,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance? Yes No

CITY OF SUNRISE, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

SECTION II – FINANCIAL STATEMENT FINDINGS

None.

**SECTION III – FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FINDINGS AND QUESTIONED COSTS**

None.

CITY OF SUNRISE, FLORIDA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None.

II. PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None.

**MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE
AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor, City Commission and City Manager
City of Sunrise, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Sunrise, Florida (the City), as of and for the year ended September 30, 2020, and have issued our report thereon dated March 10, 2021. We did not audit the financial statements of the Pension Trust Funds, which represent 79%, 44% and 61%, respectively, of the assets, net position/fund balance and revenues/additions of the aggregate remaining fund information.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance), and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project, Report on Internal Control over Compliance, Schedule of Findings and Questioned Costs; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 10, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. As disclosed in Note I, the City was established under Chapter 61-2902 Laws of Florida in 1961. The City included the following blended component units: the Special Tax District No.1 and the Metropica Improvement District.

Financial Condition and Management

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

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

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

Special District Component Units

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

Additional Matters

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

Purpose of this Letter

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

Marcum LLP

Fort Lauderdale, FL
March 10, 2021

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE PURSUANT TO
SECTION 218.415 FLORIDA STATUTES**

To the Honorable Mayor, City Commission and City Manager
City of Sunrise, Florida

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

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

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

In our opinion, the City complied, in all material respects, with Section 218.415 Florida Statutes for the year ended September 30, 2020.

This report is intended to describe our testing of compliance with Section 218.415 Florida Statutes and it is not suitable for any other purpose.

Marcum LLP

Fort Lauderdale, FL
March 10, 2021