

DUNEDIN

Home of Honeymoon Island



**City of Dunedin, Florida
Fiscal Year Ended
September 30, 2021**

Annual Comprehensive Financial Report

‘Dedicated to Quality Service’

CITY OF DUNEDIN, FLORIDA

Annual Comprehensive Financial Report For the Fiscal Year Ended September 30, 2021

CITY COMMISSION

JULIE WARD BUJALSKI
Mayor

JEFF GOW
Vice Mayor

DEBORAH KYNES
Commissioner

JOHN TORNGA
Commissioner

MAUREEN "MOE" FREANEY
Commissioner

CITY MANAGER

JENNIFER K. BRAMLEY

DIRECTOR OF FINANCE

LES TYLER

PREPARED BY: CITY OF DUNEDIN FINANCE DEPARTMENT

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For the Fiscal Year Ended September 30, 2021

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INTRODUCTORY SECTION

April 28, 2022

Honorable Mayor, Members of the City Commission
and Citizens of the City of Dunedin, Florida

Mayor, Commissioners, and Citizens:

We hereby issue the Annual Comprehensive Financial Report (ACFR) of the City of Dunedin, Florida (the "City") for the fiscal year ended September 30, 2021. This report fulfills the requirements set forth in Florida Statutes Chapter 218.39 and Rules of the Auditor General of the State of Florida, Chapter 10.550. This report presents a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP), and audited in accordance with Generally Accepted Auditing Standards by a firm of licensed certified public accountants.

The report consists of management's representations concerning the finances of the City. Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, the City's management team has established a comprehensive internal control framework designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the presentation 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. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited in accordance with Generally Accepted Auditing Standards by MSL, P.A. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for fiscal year ended September 30, 2021 are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the City of Dunedin's financial statements for the year ended September 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

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

Profile of the Government

The City, incorporated in June 1899, is located in the western part of the state, bordering the north side of Clearwater, Florida. The City currently occupies a land area of 10 square miles and serves a population of approximately 36,817. The City is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by State statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City operates under the Commission-Manager form of government. Policy-making and legislative authority are vested in a governing body consisting of the Mayor and four Commissioners. The City Commission is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, City Clerk, City Attorney and the independent auditor. The City Manager is responsible for carrying out the policies and ordinances of the City Commission, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. The City Commission is elected on a non-partisan basis. Commission members, to include the Mayor, serve four-year staggered terms. The Mayor and the City Commission members are elected at large.

The City provides a full range of services, including fire protection and contracted law enforcement; the construction and maintenance of highways, streets, and other infrastructure; library; parks and recreation; marina; golf course, spring training facilities (for the Toronto Blue Jays); water and sewer; reclaimed water; and solid waste. The City also has a Community Redevelopment Agency which is reported within the City's financial statements. Although a legally separate entity, because of their close relationship with the City, the CRA is reported as though they are part of the City (i.e. a blended presentation). Information on this entity can be found under the Reporting Entity section of the Notes to the Financial Statements, on page 49.

The City Commission is required to hold two (2) public hearings on the proposed budget and to adopt a final budget by no later than September 30, the close of the City's fiscal year. The annual budget serves as the foundation for the City's financial planning and control. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., fire). All of the City's governmental funds are annually appropriated. Department Heads may make transfers of appropriations within a department and fund. Transfers of appropriations between funds, however, require the approval of the City Commission. Budget-to-Actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general, stadium, and penny funds, these comparisons are presented on pages 34 - 36 as part of the basic financial statements. For other governmental funds with appropriated annual budgets, the comparisons are presented on pages 120 - 124.

Local Economy

Dunedin is a city located to the north and west of Tampa, Florida and directly to the north of Clearwater, Florida. The city mainly consists of residential land use (56 percent), with industrial and commercial land uses comprising only 6 percent of the City's land area. The economy of Dunedin is primarily dependent upon tourism, services and retirement living. Major employers include the Pinellas County School System, Mease Dunedin Hospital (a medical complex), Publix Supermarkets, the City of Dunedin, Bay Care Home Care, and Coca-Cola North America. The service industry (banking, retailing, personal services, etc.) has risen significantly to meet the demands of the area's population. Some local demographic data is presented below.

As of September 2021, the City's unemployment was at 3.3 percent and total population at 36,817. The median age was 56.7 years of age and median household income was \$53,534, based on the most recent census data. Approximately 35.8 percent of Dunedin's residents were of retirement age (65 and over) in 2021. The local economy is also influenced during the winter months by a seasonal population of approximately 4,000 people.

Dunedin attractions include: Caladesi Island and Honeymoon Island State Parks located on coastal waters on St. Joseph Sound located within Dunedin's city limits; the Pinellas County Trail; and the newly renovated Spring Training Facility for the Toronto Blue Jays, a major league baseball team. Dunedin has a very low vacancy rate for office and commercial buildings; comparatively few vacant or foreclosed homes; and many events and activities in the City that keep it vibrant and fun year-round. Dunedin remains a choice area in which to reside.

The City has experienced eight consecutive years of increases in taxable property values. In the two most recent years, total taxable assessed value increased year over year by 10.7% and 8.3% in FY 2020 (2019 taxable value) and FY 2021 (2020 taxable value), respectively. Ad valorem taxes collected also increased year over year by \$1.0 million or 9.9% in fiscal year 2020; and \$0.9 million or 8.0% in fiscal year 2021. The increase in property tax revenue is due to higher property values. Property taxes were 35.9% of the general fund revenues in fiscal year 2021.

The general fund's main revenue sources include property tax, utility taxes, state revenue sharing and half cent sales taxes. In fiscal year 2021 utility taxes represent 15.1% of the general fund's revenue. Utility taxes have been relatively consistent over the past several years. State revenue sharing and half cent sales taxes have been relatively stable and together make up 13.1% of general fund revenue. Infrastructure sales tax revenues in the penny fund increased from \$3.9 million in fiscal year 2020 to \$4.6 million in fiscal year 2021, an increase of 16.6%. This revenue source represents approximately 8.8% of the Governmental Activities revenue.

As a result of its strong local economy, sound fiscal policies, strong management, and strong budget flexibility and liquidity the City of Dunedin's S&P Global Rating was raised in October 2018 from AA to AA+.

During FY 2021 the City implemented the Human Resources/Payroll modules of its upgraded Information System in keeping with the City's continuous pursuit of improvement. The City is projected to implement the Accounts Receivable / Cash Receipts and EnerGov modules in FY 2022 and have full implementation and integration completed by fiscal year end. This software facilitates the City working efficiently and being able to provide modern tools to examine data and respond to our stakeholders.

Long-term Financial Planning and Major Initiatives

The City prepares an annual Business Plan which includes initiatives and a six-year Capital Improvements Program (CIP) that includes a long range financial plan (LRFP) for all Funds. The City Manager proposes the Business Plan to the City Commission annually and the City Commission approves the final Business Plan during the annual budget process. The Business Plan is an integral part of the City's planning and budget development process, but does not appropriate funds. The Business Plan provides information to assess the City's long term financial condition in comparison to the short term focus of the annual operating budget and ACFR. Projections are updated and the first year's initiatives and capital projects are incorporated into the next operating budget. The LRFP projects the City's major revenues, operating expenditures, fund balance and capital projects over a rolling six year period.

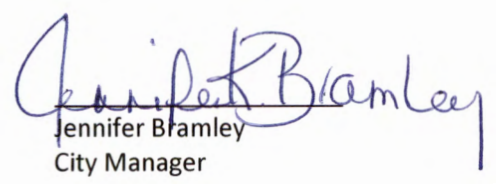
The City's responsible fiscal policies have placed the City in a stronger financial condition which is illustrated by the general fund's unassigned fund balance. At year end, that balance was \$4.3 million or 46.1% of fund balance, and 14.6% of the fiscal year 2021 adopted general fund operating budget. The goal for unassigned fund balance at year end is 15.0% of the current year's adopted operating expenditure budget.

Acknowledgements

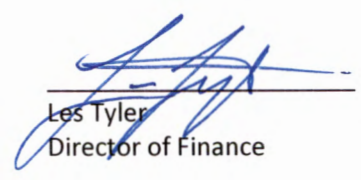
Preparation of the ACFR and completion of the audit was made possible by the dedicated efforts of staff of the Finance Department. The City's Auditors, MSL, P.A. are commended for their professionalism in

conducting the audit. MSL's expertise added credibility to contents found within this ACFR. Last, but certainly not least, we would also like to express our appreciation to the Mayor and the City Commission for their support. With their continued leadership, the City can look forward to a secure financial future.

Respectfully submitted,

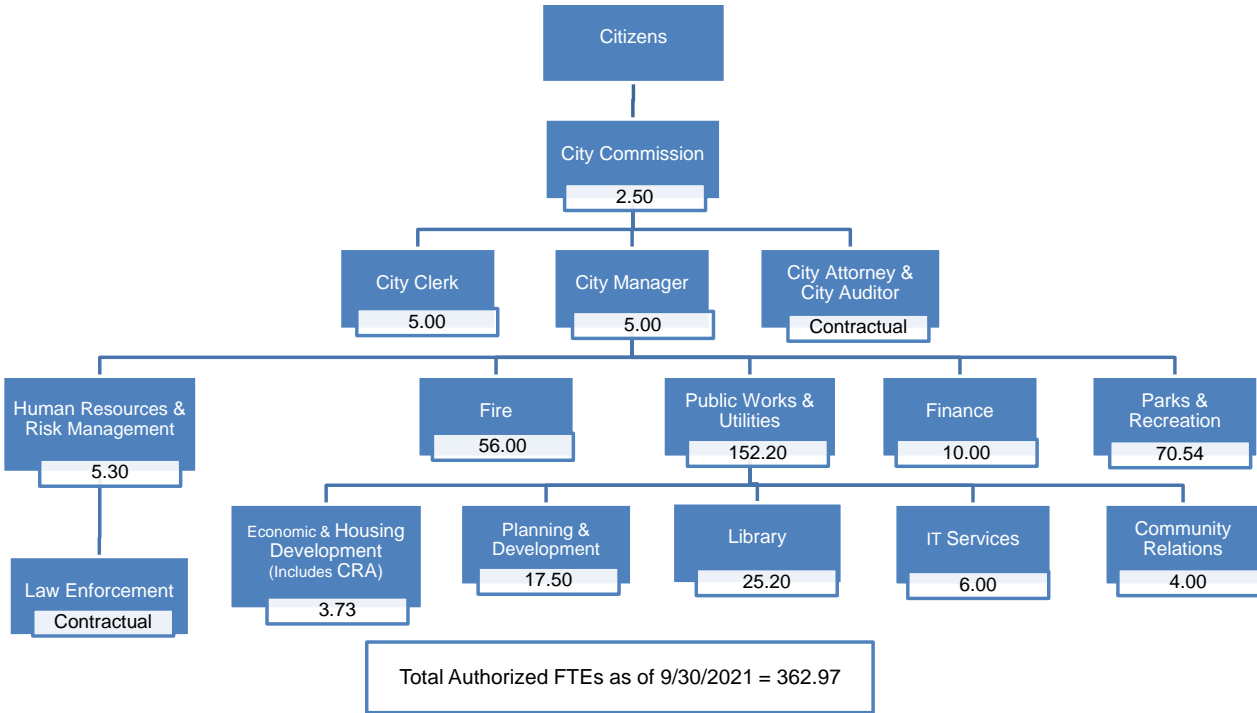


Jennifer Bramley
City Manager



Les Tyler
Director of Finance

Authorized FY 2021 Organization Chart with Full Time Equivalents (FTEs)



City of Dunedin, Florida
Certificate of Achievement

For the year ended September 30, 2020

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 Dunedin, Florida, for its annual comprehensive financial report for the fiscal year ended September 30, 2020.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current annual comprehensive 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.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Dunedin
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2020

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION



Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the City Commission
City of Dunedin, 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 Dunedin, Florida (the City) as of and for the fiscal year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the City's Municipal Firefighters' Pension Trust Fund which represents 100% of the assets and net position of the fiduciary fund. Those financial statements were audited by other auditors, whose report thereon has been furnished to us and our opinion, insofar as it relates to the amounts included for the aforementioned fiduciary fund, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2021, and the respective changes in financial position, and cash flows, where applicable, and the budgetary to actual comparison for the General Fund and each Major Special Revenue Fund thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the other required supplementary information, as listed in the table of contents, 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 Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The introductory section, combining and individual non-major fund financial statements and schedules, statistical section, and the Schedule of Receipts and Expenditures of Funds Related to the Deepwater Horizon Oil Spill, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual non-major fund financial statement and schedules and the Schedule of Receipts and Expenditures of Funds Related to the Deepwater Horizon Oil Spill are the responsibility of management and were derived from, and relate directly to, the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements and schedules, and the Schedule of Receipts and Expenditures of Funds Related to the Deepwater Horizon Oil Spill are fairly stated, in all material respects, in relation to the financial statements as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2022, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 28, 2022

CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

As management of the City of Dunedin, Florida (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the City's financial activities for the fiscal year ended September 30, 2021. We encourage readers to consider the information presented here in conjunction with the additional information furnished in our letter of transmittal, the basic financial statements, and the accompanying notes to the financial statements, which are included in this report.

Financial Highlights

- The City's net position (assets and deferred outflows over liabilities and deferred inflows) is \$238.4 million at the close of fiscal year 2021, an increase of \$16.9 million, or 7.6% over the net position at the prior fiscal year end. This change in net position consisted of an increase to governmental activities of \$16.8 million, and to business-type activities of \$0.1 million over prior fiscal year end.
 - Of this net position amount, \$178.0 million (74.6%) is net investment in capital assets and \$17.1 million (7.2%) is restricted. The remaining \$43.3 million (18.2%) represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens, creditors and other agencies.
 - General revenues total \$30.2 million or 36.5% of all revenues. Program-specific revenue in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$52.4 million or 63.5% of all revenues.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$43.2 million, an increase of \$17.3 million (67.1%) in comparison with the prior year combined ending fund balances. Unassigned fund balance was \$4.3 million, and therefore available for spending at the City's discretion. The remainder is nonspendable, restricted, committed, or assigned for contracts, programs, or debt.
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the general fund was \$7.7 million, or approximately 24.4% of total general fund expenditures including transfers out.
- The City's total outstanding debt increased by \$22.5 million during the current fiscal year. Governmental activities debt increased by \$18.7 million primarily as a result of new debt being issued in the amount of \$20.7 million to fund the construction of the new City Hall complex. Debt obligations for business-type activities increased by \$3.8 million, primarily attributable to the funding provided under the State Revolving Fund loan program towards the construction and refurbishment of the Water Treatment Plant. These changes are illustrated in the "Outstanding Debt" table and in the notes to the financial statements (see Note 4.B., Long-Term Debt).

Overview of the Financial Statements

This discussion and analysis serves as an introduction to the City's basic financial statements. The City's statements consist of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, transportation, economic environment, and culture and recreation. The business-type activities of the City include solid waste, water/sewer utility, stormwater utility, and marina operations.

The government-wide financial statements include not only the City of Dunedin itself, but also the Community Redevelopment Agency (CRA). Although the CRA is legally separate, it is financially accountable to the City. The City Commission serves as the governing body for the CRA.

The government-wide financial statements can be found on pages 27 - 29 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing

CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the stadium fund, and the penny sales tax fund, all of which are considered major funds. Data from the other five governmental funds are combined into a single, aggregated presentation. The nonmajor government funds are the public art fund, impact fee fund, building fund, county gas tax fund, and community redevelopment agency fund. Individual fund data for each of these non-major governmental funds is provided in the combining and individual fund statements and schedules section of this report.

The City adopts an annual appropriated budget for its governmental funds and prepares budgetary comparison statements to demonstrate compliance.

The basic governmental fund financial statements can be found on pages 30 -36 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its solid waste, water and wastewater utility, stormwater utility, and marina operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for vehicle maintenance, building maintenance, self-insurance functions, and information technology services. All four services have been allocated between governmental and business-type activities based on contribution rates within the government-wide financial statements.

Proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information on each enterprise activity, all of which are considered to be major funds of the City. Conversely, the four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The basic proprietary fund financial statements can be found on pages 38 - 44 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund financial statements can be found on pages 46 - 47 of this report.

CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

Notes to the financial statements. The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are found on pages 49 - 99 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension and other postemployment benefits (OPEB) to its employees. Required supplementary information regarding pension and OPEB funding can be found on pages 102 - 109 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions and OPEB. Combining statements and other supplementary information schedules can be found on pages 111 - 127 of this report.

Government-wide Financial Analysis

As noted earlier, net position, over time may serve as a useful indicator of a government's financial health. In the case of the City of Dunedin, assets and deferred outflows of \$366.7 million exceeded liabilities and deferred inflows of \$128.3 million by \$238.4 million as of September 30, 2021.

As illustrated in the table on the next page, the largest portion of the City's net position (74.6%) reflects its net investment in capital assets (i.e., land, buildings, infrastructure, improvements other than buildings, and machinery and equipment). The City uses these capital assets to provide a variety of services to its residents. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted portion of the City's net position represents resources that are subject to external restrictions on how they may be used, e.g., for debt and capital improvements. Restricted net position increased \$16.3 million during the year, primarily as a result of debt proceeds of \$20.7 million being received during the fiscal year, which are restricted for use towards costs associated with the construction of the new city hall.

The remaining balance represents the City's unrestricted net position. As of September 30, 2021, the City's unrestricted net position was \$43.3 million, an increase of \$7.5 million from the prior fiscal year-end. The unrestricted portion of net position is used to meet the City's ongoing obligations to citizens and creditors.

CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

City of Dunedin, Florida						
Net Position						
September 30						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 54,720,018	\$ 41,765,493	\$ 40,210,906	\$ 39,015,264	\$ 94,930,924	\$ 80,780,757
Capital assets	191,712,304	173,971,430	77,172,728	77,740,559	268,885,032	251,711,989
Total assets	246,432,322	215,736,923	117,383,634	116,755,823	363,815,956	332,492,746
Deferred outflow of resources	2,356,564	3,124,968	441,239	668,564	2,797,803	3,793,532
Current liabilities	5,211,748	9,487,799	4,063,978	7,079,775	9,275,726	16,567,574
Long-term liabilities outstanding:						
Due within one year	4,281,568	3,857,400	2,681,786	2,798,160	6,963,354	6,655,560
Due in more than one year	55,736,608	37,493,781	48,328,917	44,511,097	104,065,525	82,004,878
OPEB liability	1,251,270	1,456,752	641,527	749,759	1,892,797	2,206,511
Net pension liability	752,770	3,913,440	753,604	1,812,219	1,506,374	5,725,659
Total liabilities	67,233,964	56,209,172	56,469,812	56,951,010	123,703,776	113,160,182
Deferred inflow of resources	3,341,822	1,250,651	1,140,633	340,724	4,482,455	1,591,375
Net position:						
Net investment in capital assets	150,762,773	137,406,572	27,212,411	31,584,991	177,975,184	168,991,563
Restricted	17,101,159	16,728,776	-	-	17,101,159	16,728,776
Unrestricted	10,349,168	7,266,720	33,002,017	28,547,662	43,351,185	35,814,382
Total net position	\$ 178,213,100	\$ 161,402,068	\$ 60,214,428	\$ 60,132,653	\$ 238,427,528	\$ 221,534,721

Governmental activities. The manner in which the City's net position changed during the most recent fiscal year is reflected in the statement of activities, a summary of which is shown in the table on the next page. This statement divides the activities between governmental activities and business-type activities. Governmental activities increased the City's net position by \$16.8 million before transfers. Key elements of this change are as follows:

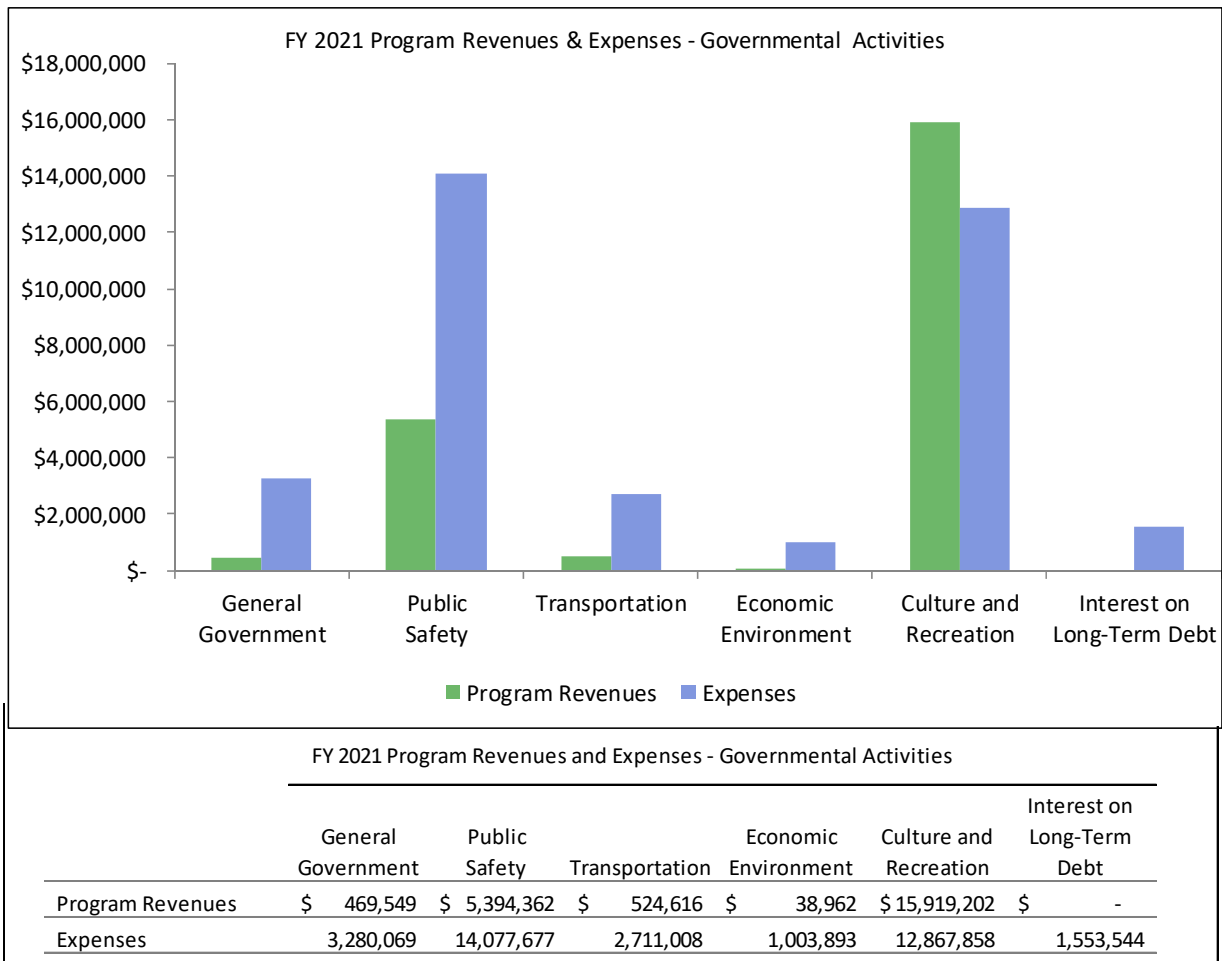
- Revenues were down in fiscal year 2021 by \$ 36.2 million, or 40.9%, totaling \$52.3 million compared to the prior year's total of \$88.5 million. Capital grants and contributions decreased by \$40.4 million, primarily due to \$43.6 million less funding received from Pinellas County and the Toronto Blue Jays Club in FY 2021 towards the construction of the spring training facility. Partially offsetting this decrease, contributions of \$4.5 million were received from private donors to purchase environmentally sensitive land in FY 2021. Property tax revenue increased \$1.0 million, or 8.2% from fiscal year 2020 as a result of increased property values. Revenue for services was up \$1.8 million compared to the prior fiscal year, in part due to additional fees of \$0.4 million collected for recreational and leisure services in FY 2021 over FY 2020, when such services were limited due to the Covid-19 pandemic; fees for baseball spring training ticket sales and stadium naming rights saw an increase of \$0.4 million over the prior year; and collections from City code enforcement violations were \$0.3 million higher in FY 2021 compared to FY 2020. FY 2021 intergovernmental revenue amounted to \$8.8 million, an increase of \$1.3 million over the \$7.5 million collected in prior FY 2020. Economic improvements and recovery efforts from the pandemic saw FY 2021 increases in the infrastructure sales surtax (\$0.7 million) and half-cent sales tax (\$0.4 million).

CITY OF DUNEDIN, FLORIDA
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SEPTEMBER 30, 2021

- Total expenses incurred in FY 2021 were comparable to those for FY 2020, decreasing only slightly from \$36.4 million to \$35.5 million, a \$0.9 million reduction. Expenses for general government activities decreased \$0.8 million primarily as a result of full accrual accounting adjustments. The City realized a gain on sale of land referred to as the "Gateway Property" of approximately \$0.4 million; obligations for compensated absences (accrued vacation and sick leave) were \$0.1 million less at the end of FY 2021 compared to FY 2020; and pension obligations under the Florida Retirement System were down \$0.2 million from the prior fiscal year end. Each of these adjustments resulted in reductions to current year expense under the full accrual basis of accounting.

City of Dunedin, Florida						
Changes in Net Position						
September 30						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues						
Charges for services	\$ 8,370,251	\$ 6,558,808	\$ 29,895,187	\$ 28,756,529	\$ 38,265,438	\$ 35,315,337
Operating grants and contributions	1,077,753	808,473	32,143	171,141	1,109,896	979,614
Capital grants and contributions	12,898,687	53,292,249	103,315	207,400	13,002,002	53,499,649
General revenues:						
Property taxes	12,949,749	11,965,881	-	-	12,949,749	11,965,881
Utility services taxes	4,885,454	4,754,781	-	-	4,885,454	4,754,781
Franchise fees	2,758,247	2,732,590	-	-	2,758,247	2,732,590
Intergovernmental revenues	8,810,096	7,529,181	-	-	8,810,096	7,529,181
Other taxes	366,324	354,180	-	-	366,324	354,180
Other	188,520	537,873	203,707	398,988	392,227	936,861
Total Revenues	52,305,081	88,534,016	30,234,352	29,534,058	82,539,433	118,068,074
Expenses:						
General government	3,280,069	4,104,628	-	-	3,280,069	4,104,628
Public safety	14,077,677	14,479,676	-	-	14,077,677	14,479,676
Physical environment	-	47,883	-	-	-	47,883
Transportation	2,711,008	2,859,142	-	-	2,711,008	2,859,142
Economic environment	1,003,893	893,009	-	-	1,003,893	893,009
Culture and recreation	12,867,858	12,576,585	-	-	12,867,858	12,576,585
Interest on long-term debt	1,553,544	1,474,647	-	-	1,553,544	1,474,647
Solid waste	-	-	5,704,237	5,812,572	5,704,237	5,812,572
Water/Sewer utility	-	-	19,075,129	18,512,252	19,075,129	18,512,252
Stormwater utility	-	-	4,833,215	4,779,585	4,833,215	4,779,585
Marina	-	-	539,996	423,298	539,996	423,298
Total Expenses	35,494,049	36,435,570	30,152,577	29,527,707	65,646,626	65,963,277
Increase (decrease) in net position before transfers	16,811,032	52,098,446	81,775	6,351	16,892,807	52,104,797
Transfers	-	268,920	-	(268,920)	-	-
Increase (decrease) in net position after transfers	16,811,032	52,367,366	81,775	(262,569)	16,892,807	52,104,797
Net position-beginning	161,402,068	109,034,702	60,132,653	60,395,222	221,534,721	169,429,924
Net position-ending	\$ 178,213,100	\$ 161,402,068	\$ 60,214,428	\$ 60,132,653	\$ 238,427,528	\$ 221,534,721

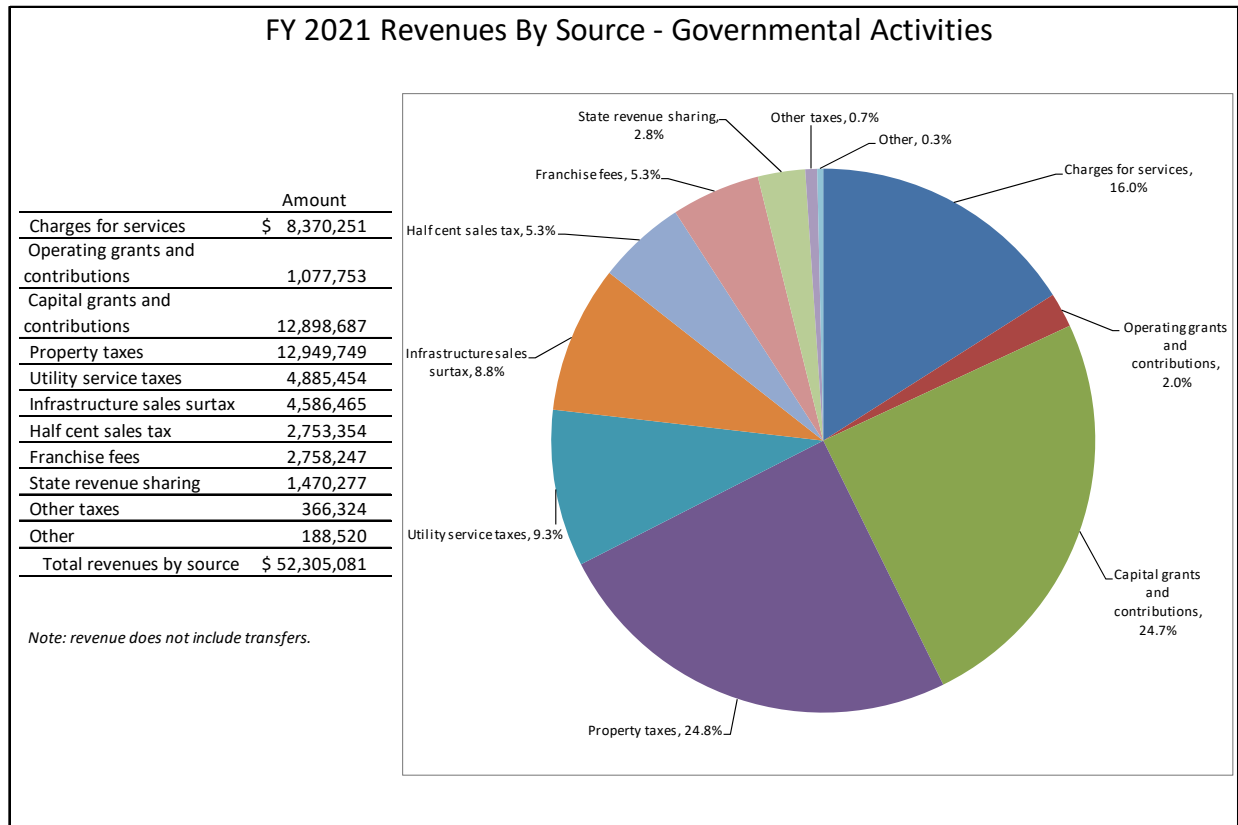
CITY OF DUNEDIN, FLORIDA
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As the bar chart above illustrates, governmental activities typically do not pay for themselves. For example, public safety expenses exceed program revenues by \$8.7 million. The \$3.0 million program revenue surplus in culture and recreation is restricted funding for the new spring training facilities. The revenue associated with this activity funds expenses that have been capitalized as part of the project at fiscal year-end.

The pie chart on the next page shows that overall, 42.7% of offsetting revenues for governmental activity expenses come from specific charges for services (16.0%) and grants (26.7%). The remaining 57.3% of revenue supporting governmental activities comes from property taxes (24.8%), utility service taxes (9.3%), infrastructure surtax (8.8%), and other taxes, fees and revenue sharing (14.4%).

CITY OF DUNEDIN, FLORIDA
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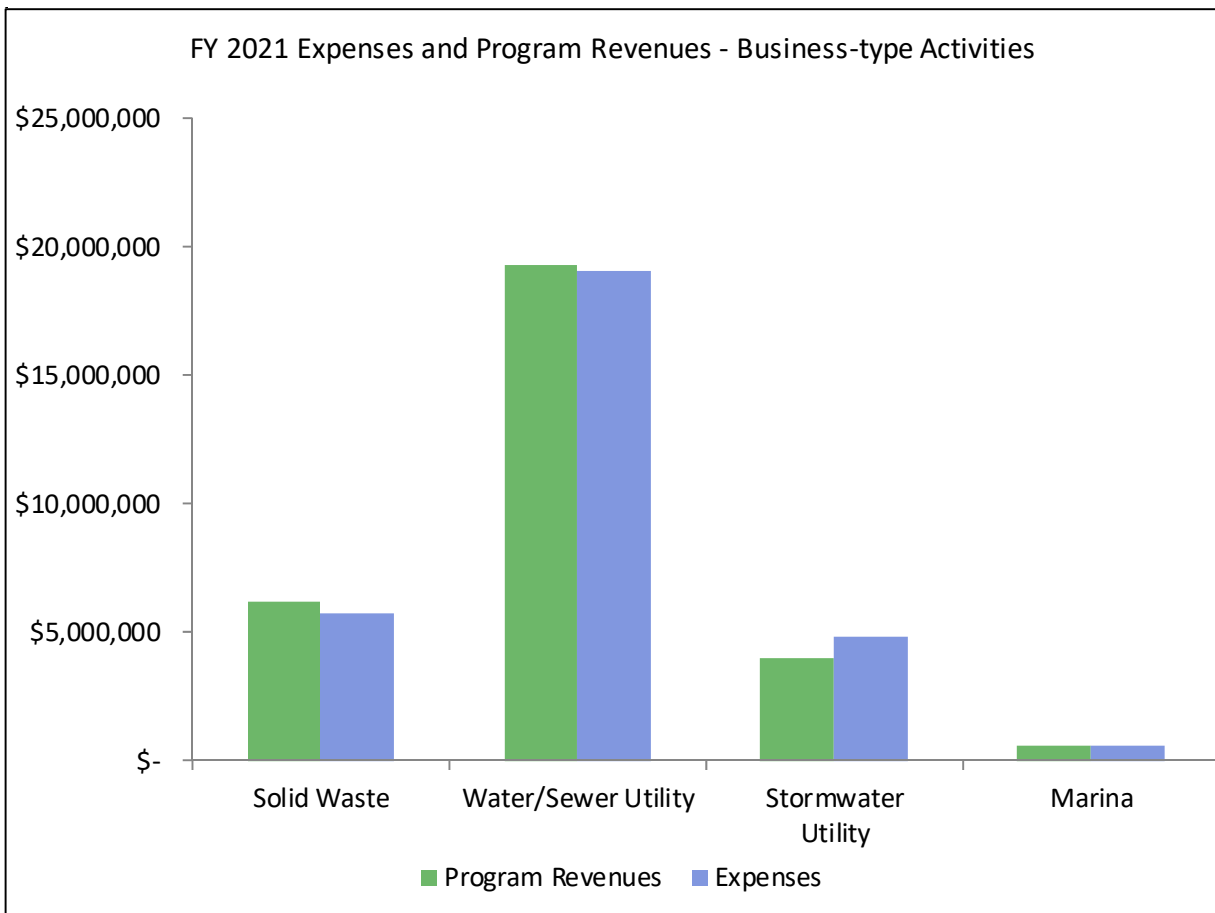
Business-type activities. Business-type activities increased the City’s net position in FY 2021 by \$0.1 million before transfers. Key elements of this increase are as follows:

- Charges for services revenues for business-type activities increased by \$1.1 million, or 3.9% from fiscal year 2020.
 - Water and Sewer utility charges for services revenues were up \$0.4 million or 2.4%, from \$18.4 million to \$18.9 million, in line with the 4.5% average rate increase which went into effect February 1, 2021 for water/sewer unit charges and use fees.
 - Marina operating revenues were up \$0.3 million, or 71.0%, from \$0.3 million to \$0.6 million, primarily as a result of the Marina being fully operational throughout FY 2021 when portions of the Marina were closed for approximately half of prior fiscal year 2020 in order to undertake a dredging project.

- Total expenses before transfers for business-type activities increased by \$0.6 million, or 2.1% from fiscal year 2020. Total revenues before transfers also saw a comparable increase of \$0.7 million between FY 2020 to FY 2021, rising from \$29.5 million to \$30.2 million, primarily as a result of additional revenues realized from scheduled utility rate increases.

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Unlike governmental activities, business-type activities are typically able to pay for themselves through specific user charges and other revenue sources. The bar chart below illustrates this case for the City's Solid Waste, Water/Sewer Utility, Stormwater Utility, and Marina Funds. While Stormwater Utility is reflecting a loss, it should be noted that there are significant non-cash expenses such as depreciation reported in the fund. Moreover, the Water/Sewer and Stormwater Utilities generated positive net operating cash flows during the year while the Solid Waste Utility and Marina Operations realized nominal cash flow deficits. This can be further examined in the proprietary funds statement of cash flows on page 44.



	Solid Waste	Water/Sewer Utility	Stormwater Utility	Marina
Program Revenues	\$ 6,173,611	\$ 19,252,167	\$ 4,007,687	\$ 597,180
Expenses	5,704,237	19,075,129	4,833,215	539,996

**CITY OF DUNEDIN, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Fund Level Financial Analysis

Governmental funds. As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The general fund, stadium fund, penny sales tax fund, and a variety of special revenue funds are recorded in the *governmental funds*. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$43.1 million, an increase of \$17.3 million in comparison with the prior fiscal year. Approximately 10.0% of this amount (\$4.3 million) constitutes unassigned fund balance, which is available for spending. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned*, to indicate that it is: not in spendable form (\$1.6 million), legally restricted for specific purposes by entities outside the City's control (\$33.9 million), committed for particular purposes (\$1.0 million), or assigned for particular purposes (\$2.3 million). For additional information, see Note 6 – Fund Balance Reporting.

As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 13.9% of total general fund expenditures for the current fiscal year, while total fund balance represents 138.6% of that same amount.

The total fund balance of the City's general fund increased by \$1.0 million (11.7%) during fiscal year 2021. The most significant factors contributing to the increase include the following:

- Revenues from property taxes increased by \$0.9 million, or 7.9% during FY 2021 compared to the prior year, primarily as a result of higher taxable assessed property values. The Pinellas County Property Appraiser estimated an increase of 8.3% in assessed values within the City of Dunedin during the year generally as a result of increased real estate market values.
- Within intergovernmental revenue, proceeds from the local government half-cent sales tax were up \$0.4 million in FY 2021 over FY 2020, increasing from \$2.3 million to \$2.7 million primarily as a result of slight economic improvements and upturns after the initial FY 2020 impacts from the Covid-19 pandemic. Offsetting this increase, grant revenues derived from federal sources were approximately \$0.6 million less in FY 2021 compared to FY 2020. During FY 2020 the City received federal funds amounting to \$0.9 million from the Federal Emergency Management Agency (FEMA) as reimbursement of costs incurred in prior years towards storm-related events – funding which would not be considered as recurring in nature. During the current fiscal year 2021, additional federal grant funds of \$0.3 million over those received in the prior year were realized and utilized towards reimbursement of Covid-related expenditures.
- Charges for services revenue was up by \$0.4 million, from \$5.6 million in FY 2020 to \$6.0 million in FY 2021 primarily due to additional fees generated from recreational activities. In the latter part of FY 2020 the City initiated operational ownership of the Stirling Park driving range, generating approximately \$36,000 in fee revenue during the final three months of the year. In

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comparison, during FY 2021 approximately \$235,000 in fee revenue was realized, an increase of over \$199,000. In addition, the City recognized increased revenue in FY 2021 in the areas of sports camps, field rentals, and other leisure and recreational activities which were cancelled or limited in availability during FY 2020 as a result of the Covid-19 pandemic.

- Fine revenue saw an increase of \$0.3 million in FY 2021 compared to prior FY 2020, primarily in the area of code enforcement. In FY 2021 the City took ownership of certain real property as a result of an unsatisfied code enforcement action. The property was sold at auction, with the net proceeds being recognized as fine revenue. This type of revenue is non-recurring in nature.
- Partially offsetting the above-described increases during FY 2021, revenues from transfers-in to the general fund were \$0.4 million less in the current fiscal year compared to prior fiscal year 2020. During FY 2020 the general fund received transfers-in from the building fund of \$244,311 to pay back seed monies provided in a prior year, and \$131,459 from the self insurance internal service fund to help fund a pay plan study approved by the City Commission. These transfers are considered as non-recurring transactions.
- Expenditures related to the transportation program saw a decrease of \$0.4 million in FY 2021 compared to prior FY 2020, primarily due to costs associated with the lease of a parking garage and various parking lots, previously accounted for in the general fund, being accounted for in the community redevelopment agency (CRA) fund during FY 2021.
- Culture and recreation program expenditures increased \$0.9 million in fiscal year 2021 compared to the prior year. Repair and maintenance was up \$0.6 million due to the replacement of the HVAC systems in the City's Community Center and Martin Luther King, Jr. Recreational Center, and ongoing repair costs at the Hale Senior Activity Center increased \$0.1 million over those incurred during the previous year. Non-recurring expenditures of \$0.2 million were also recognized during FY2021 as a result of acquiring and planting trees to enhance the landscape at the newly renovated stadium and player development complex; facilities utilized by the Toronto Blue Jays major league baseball organization for spring training.

The total fund balance of the stadium fund decreased \$2.4 million (38.0%) during fiscal year 2021. Significant factors impacting the decrease include the following:

- Intergovernmental revenues were \$29.7 million less in FY 2021 compared to prior FY 2020. Pursuant to a funding arrangement with Pinellas County, the County agreed to provide \$41.7 million in funding to reimburse costs incurred towards the renovation of the baseball stadium and construction of a player development training complex for the Toronto Blue Jays major league baseball organization. The project timeframe spanned from early FY 2018 through early FY 2021. Multiple funding sources supported project costs, including City contributions, bonded debt proceeds, and funding provided by the Toronto Blue Jays baseball club. County funding was fully utilized and the last of the \$41.7 million applied towards project costs in FY 2020, therefore no comparable revenues from this source were recognized by the City during FY 2021.
- Contribution revenue realized during FY 2021 of \$6.0 million was \$14.0 million less than the \$20.0 million received during FY 2020, all of which was provided by the Toronto Blue Jays baseball club towards their agreed-upon share of the project costs associated with the stadium and player development complex projects. As noted previously, the projects came to completion in early-to-mid 2021, therefore more costs were incurred, and funding provided by the various sources, including the Toronto Blue Jays, during FY 2020 as compared to FY 2021.

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- In FY 2021, the City Commission approved the transfer of \$0.5 million from the penny fund to the stadium fund towards the City's share of project costs. A comparable transfer was not authorized during the prior fiscal year.
- Partially offsetting the aforementioned revenue decreases, charges for services revenue was up \$0.4 million in FY 2021 over FY 2020, due to funds received for stadium naming rights and spring training baseball game ticket surcharges, pursuant to agreement with the baseball club.
- Capital outlay expenditures for FY 2021 were \$55.3 million less compared to FY 2020, from \$65.1 million to \$9.8 million. As mentioned previously, the project to renovate the baseball stadium and construct the player development complex reached completion in early 2021. As such, during FY 2020 the project was fully underway for the entirety of the fiscal year, while during 2021 only a few months of activity took place before the project reached completion; thus resulting in the significant reduction in capital expenditures between the two fiscal years.

The penny sales tax fund has a total fund balance of \$24.3 million, all of which is restricted for a specific purpose. The net increase in fund balance during the current year was \$18.1 million. Primary contributors to the fund balance change include the following:

- During FY 2021 the City received revenue in the form of contributions totaling \$4.5 million from private donors towards the purchase of environmentally sensitive lands referred to as the Gladys Douglas Preserve. The total acquisition price of the land was \$10.0 million, with funding provided by the City, Pinellas County, and the \$4.5 million from the not-for-profit.
- Surplus property was sold during the year to a real estate developer as part of the City's initiative to revitalize the downtown corridor and stimulate economic development, with the City recognizing \$1.7 million in sales proceeds.
- In FY 2021 the City authorized the issuance of debt, and subsequently received proceeds totaling \$20.7 million to be used towards funding capital costs associated with the construction of a new City Hall building.
- Capital outlay expenditures incurred towards the design, architecture, and construction of the City Hall building increased from \$1.1 million in FY 2020 to \$3.3 million in FY 2021, an increase of \$2.2 million, as a result of the construction phase of the project getting underway in mid-2021.
- As mentioned above, the City acquired environmentally sensitive land during FY 2021, with the City contributing \$2.0 million, private donors \$4.5 million, and Pinellas County the balance. The \$6.5 million provided by the City and private donors combined was recognized as a non-recurring capital outlay expenditure during FY 2021.
- Capital outlay expenditure reductions of approximately \$2.2 million were realized between FY 2020 and FY 2021 relative to the construction of the emergency operations center and fire training facility. During FY 2020 the project was fully underway for the entirety of the year, while during FY 2021 only a few months of expenditures were incurred since the project reached its completion during early 2021.

As noted earlier the City maintains eight individual governmental funds. The three funds discussed above are all considered major funds. The other five governmental funds (public art, impact fee, building, county gas tax, and community redevelopment agency) are considered nonmajor funds and are summarized in aggregate below.

CITY OF DUNEDIN, FLORIDA
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- The nonmajor funds have a total fund balance of \$5.5 million. The combined fund balances increased by \$0.7 million during FY 2021, with the most significant increases attributable to the building fund (\$0.3 million) and the community redevelopment agency (CRA) fund (\$0.3 million).
- Revenues of the building fund, derived primarily from permit fees, exceeded expenditures during FY 2021 by \$0.3 million. Charges for services revenue of \$1.6 million realized in FY 2021 was down \$0.2 million from the \$1.8 million received in FY 2020. In March, 2021 a new permit fee schedule went into effect which generally reduced permit fees based on construction valuation from approximately 1.5% to 1.0% of value. This reduction in fees was put into place in order to remain compliant with state regulations. Public safety program expenditures accounted for in the building fund were relatively stable between fiscal years 2020 and 2021.
- CRA fund revenues for FY 2021 exceeded expenditures by \$0.3 million. Revenues from property taxes increased by \$0.1 million, or 10.6% during FY 2021 compared to the prior year, primarily as a result of higher taxable assessed property values. The Pinellas County Property Appraiser estimated an increase of 8.3% in assessed values within the City of Dunedin during the year generally as a result of increased real estate market values. Economic environment program expenditures were up \$0.2 million in fiscal year 2021 compared to the prior year, primarily due to costs associated with the lease of a parking garage and parking lots, previously accounted for in the general fund, being moved to the CRA fund. Expenditures for capital outlay in FY 2021 also saw an increase of \$0.3 million over FY 2020, primarily as a result of costs incurred towards the revitalization of the City's John R. Lawrence Pioneer Park.

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

- In the solid waste fund, net position increased \$0.4 million in comparison to the prior fiscal year end, from \$1.8 million to \$2.2 million. Charges for services revenue increased marginally by \$0.1 million, or 2.1% during FY 2021 compared to prior FY 2020, in line with the authorized rate increase of 2.0% which went into effect at the start of the fiscal year. Expenses for personal services (wages and benefits) of solid waste operations staff decreased by \$0.2 million during FY 2021 compared to prior FY 2020, primarily as a result of position vacancies created by turnover, which also contributed to the annual increase in fund net position.
- In the water/sewer utility fund, net position increased by \$0.6 million (1.6%) during fiscal year 2021. Water/sewer operating revenues increased \$0.5 million (2.9%) during 2021, in line with the 4.5% average increase in water and sewer unit charges and usage fee rates which went into effect February 1, 2021. Operating expenses increased year-over-year by \$0.1 million (1.0%), from \$17.6 million to \$17.7 million as a result of cost of living adjustments for personal services (salaries and benefits), increased consultant fees and repair costs, and interest fees related to a loan from the State to fund the refurbishment of the wastewater treatment plant.
- In the stormwater utility fund, net position decreased by \$0.8 million (6.5%) from fiscal year 2020. Current year revenues totaling \$4.0 million were essentially the same as the prior year's, in line with the utility rate structure which did not provide for a change in the stormwater utility rate between the two years. Total operating expenses were \$0.1 million (1.5%) higher than fiscal year 2020 primarily due to increased costs associated with repair and ongoing maintenance of the stormwater system.

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- In the marina fund, net position at the end of FY 2021 increased \$0.1 million, or 3.1% from fiscal year 2020. Operating revenue was up \$0.2 million (70.7%) in comparison with FY 2020 revenue as a result of the marina being fully operational for the entirety of FY 2021, compared to operations being closed for marine craft slip rentals for approximately half of FY 2020 to accommodate a dredging project. Operating expenses increased by \$0.1 million between fiscal years 2020 and 2021 due to additional depreciation expenses associated with capitalized assets.

General Fund Budgetary Highlights

Original budget compared to final budget

Revenues. Budgeted revenues in the general fund increased \$40,000 through a budget amendment. This change was a result of appropriating grant funds to be received from the Florida Department of Economic Opportunity to reimburse expenditures associated with the commissioning of a City-wide multimodal transportation plan.

Expenditures. Budgeted expenditure appropriations in the general fund increased \$2.2 million. Significant changes to expenditure appropriations were:

- Increase of \$0.5 million for HVAC replacement at the Community Center
- Increase of \$0.1 million for the purchase of replacement two-way radios for fire operations
- Increase of \$0.4 million for various repair, maintenance and upgrades at the MLK Center, including roof and HVAC replacements, gym floor refurbishments, and painting of the facility
- Increase of \$0.2 million for the purchase and planting of trees at the renovated baseball stadium and newly-constructed player development complex

Final budget compared to actual results

Revenues. Actual general fund revenues were higher than budget by \$1.0 million or 3.2%. This variance was primarily attributable to the following:

- Unbudgeted grant revenue of \$0.4 million was received in FY 2021 through the federal CARES Act as reimbursement for costs related to the Covid-19 pandemic.
- Actual revenue collected for half-cent sales tax proceeds exceeded budget by \$0.6 million as a result of economic recoveries after the initial impact of the pandemic which were stronger than originally anticipated and forecast during the budget development process.
- Code enforcement fine revenues realized were \$0.5 million higher than projected and budgeted, primarily as a result of the sale of real property which had been taken by the City through a code enforcement action. Proceeds from the sale, which were unbudgeted, amounted to \$0.4 million.

Expenditures. Actual general fund expenditures were under budget by \$2.3 million or 6.8%. Significant variances in budget-to-actual expenditures were primarily due to the following:

- \$0.4 million budgeted for the purchase of SCBA air pack replacements and thermal imaging cameras for fire operations was unspent as a result of other initiatives taking priority as a result of the Covid-19 pandemic. The funds were re-appropriated for these purchases in FY 2022.

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- \$0.6 million budgeted for various maintenance & repair or capital improvement projects related to parks and recreation facilities were not committed during the fiscal year due to public safety and health concerns of the Covid-19 pandemic, resulting in project delays. These funds were re-appropriated for the projects as part of the FY 2022 budget.
- \$0.5 million budgeted for contracted attorney fees and legal services in excess of actual expenditures incurred by \$0.2 million.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of September 30, 2021 amounts to \$268.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in capital assets for the current fiscal year was approximately \$17.2 million or 6.8%, consisting of an increase of \$17.7 million to governmental activities and a decrease of \$0.5 million to business-type activities.

Significant changes to governmental activities capital asset balances between FY 2020 and FY 2021 include the following:

- Land increased by \$8.9 million primarily as a result of the acquisition of environmentally sensitive lands commonly referred to as the Gladys Douglas Preserve property.
- Buildings increased by \$5.3 million, primarily as a result of the completion of the Player Development Complex spring training facility in FY 2021.
- Construction in Progress increased by \$3.7 million pertaining to FY 2021 capital outlay expenditures incurred towards the City Hall construction project.

The slight decrease in business-type activities net capital assets balance is primarily a result of annual depreciation expense, which increased by \$0.7 million from FY 2020 to FY 2021.

City of Dunedin, FL Capital Assets (Net of Depreciation)						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 31,281,056	\$ 22,380,514	\$ 957,631	\$ 648,676	\$ 32,238,687	\$ 23,029,190
Buildings	127,229,670	121,900,226	560,591	590,105	127,790,261	122,490,331
Infrastructure	10,970,911	10,151,752	-	-	10,970,911	10,151,752
Improvements other than Buildings	7,673,563	8,413,040	72,508,196	72,968,861	80,181,759	81,381,901
Machinery and Equipment	9,259,079	9,479,061	1,780,488	1,769,197	11,039,567	11,248,258
Construction in Progress	5,298,025	1,646,837	1,365,822	1,763,720	6,663,847	3,410,557
Total Capital Assets	\$ 191,712,304	\$ 173,971,430	\$ 77,172,728	\$ 77,740,559	\$ 268,885,032	\$ 251,711,989

Additional information on the City's capital assets can be found on pages 65 - 68 of this report in the notes to the financial statements (see Note 4.A.3).

CITY OF DUNEDIN, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

Long-term debt. At the end of the current fiscal year, the City had total debt outstanding of \$106.8 million. Of this amount, \$0.5 million is capital leases, and \$106.3 million of the City’s debt represents notes and bonds secured by specific revenue sources (i.e., revenue bonds) and State Revolving Fund loans. The City’s total outstanding debt increased by \$22.5 million during the current fiscal year. This net increase is the result of new debt incurred during FY 2021 to construct the new City Hall office building (\$20.7M) and to construct a water treatment plant (\$5.6M), less debt service payments (\$3.8M) on existing debt during the fiscal year. Additional information on the City’s long-term debt can be found on pages 69 - 77 in the notes to the financial statements (see Note 4.B.).

	City of Dunedin, FL Outstanding Debt					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Capital leases	\$ -	\$ 128,905	\$ 523,846	\$ 801,671	\$ 523,846	\$ 930,576
Bonds and notes payable	55,336,000	36,435,953	48,839,233	44,667,930	104,175,233	81,103,883
Add: Premiums	1,523,687	1,626,169	597,238	685,967	2,120,925	2,312,136
Total Liabilities	<u>\$ 56,859,687</u>	<u>\$ 38,191,027</u>	<u>\$ 49,960,317</u>	<u>\$ 46,155,568</u>	<u>\$ 106,820,004</u>	<u>\$ 84,346,595</u>

Economic Factors Impacting Next Year’s Budget

The following factors were considered in preparing the City’s budget for the 2022 fiscal year:

- The unemployment rate in Dunedin as of September 2021 was 3.3%, which is lower than the State of Florida’s unemployment rate of 4.5% as of the same date.
- Dunedin’s property tax rate will remain unchanged at 4.1345 mills.
- The City’s taxable value is estimated to grow by 8.4%.
- As a result of the economic slowdown related to the Covid-19 pandemic, certain general fund revenues will likely continue to experience decreases before anticipated return to growth during FY 2022 and some revenue sources not returning to normal until FY 2023.
- The American Rescue Plan Act of 2021 (ARPA) establishes the Coronavirus State and Local Fiscal Recovery Funds for State and Local governments to assist in their response to the Covid-19 emergency and its economic impacts. The ARPA grant allocation for the City is expected to be \$18.3 million over a two year period, beginning in FY 2022.

Requests for Information

This financial report is designed to provide a general overview of the City’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, at 1920 Pinehurst Road, Dunedin, Florida, 34698.

BASIC FINANCIAL STATEMENTS

City of Dunedin, Florida
Statement of Net Position
September 30, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, cash equivalents, and investments	\$ 54,685,850	\$ 28,888,059	\$ 83,573,909
Receivables, net of allowance for uncollectibles	840,926	3,991,830	4,832,756
Accrued interest receivable	20,444	37,940	58,384
Internal balances	(5,151,819)	5,151,819	-
Due from other governments	1,786,628	150,093	1,936,721
Inventories	80,047	365,111	445,158
Prepaid items	1,913,415	1,206	1,914,621
Deposits	196,470	-	196,470
Restricted assets:			
Restricted cash and cash equivalents	-	1,624,848	1,624,848
Notes receivable	348,057	-	348,057
Capital assets, net of accumulated depreciation:			
Land	31,281,056	957,631	32,238,687
Buildings	127,229,670	560,591	127,790,261
Infrastructure	10,970,911	-	10,970,911
Improvements other than buildings	7,673,563	72,508,196	80,181,759
Machinery and equipment	9,259,079	1,780,488	11,039,567
Construction in progress	5,298,025	1,365,822	6,663,847
Total assets	<u>246,432,322</u>	<u>117,383,634</u>	<u>363,815,956</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pensions and other post-employment benefits (OPEB)	<u>2,356,564</u>	<u>441,239</u>	<u>2,797,803</u>
Total deferred outflows of resources	<u>2,356,564</u>	<u>441,239</u>	<u>2,797,803</u>
LIABILITIES			
Accounts payable and other current liabilities	4,251,017	2,127,101	6,378,118
Accrued interest payable	832,070	312,029	1,144,099
Due to other governments	13,453	-	13,453
Unearned revenue	115,208	-	115,208
Liabilities payable from restricted assets	-	1,624,848	1,624,848
Noncurrent liabilities:			
Due within one year	4,281,568	2,681,786	6,963,354
Due in more than one year	55,736,608	48,328,917	104,065,525
OPEB liability	1,251,270	641,527	1,892,797
Pension liability	752,770	753,604	1,506,374
Total liabilities	<u>67,233,964</u>	<u>56,469,812</u>	<u>123,703,776</u>
DEFERRED INFLOWS OF RESOURCES			
Pensions and other post-employment benefits (OPEB)	<u>3,341,822</u>	<u>1,140,633</u>	<u>4,482,455</u>
Total deferred inflows of resources	<u>3,341,822</u>	<u>1,140,633</u>	<u>4,482,455</u>
NET POSITION			
Net investment in capital assets	150,762,773	27,212,411	177,975,184
Restricted for:			
Capital projects	8,899,510	-	8,899,510
Community Redevelopment Agency	1,303,417	-	1,303,417
Stadium	3,936,637	-	3,936,637
Building code	2,841,367	-	2,841,367
Bequests	78,362	-	78,362
Other	41,866	-	41,866
Unrestricted	10,349,168	33,002,017	43,351,185
Total net position	<u>\$ 178,213,100</u>	<u>\$ 60,214,428</u>	<u>\$ 238,427,528</u>

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Activities
For the year ended September 30, 2021

Functions/Programs:	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
<u>Governmental activities:</u>				
General government	\$ 3,280,069	\$ 469,549	\$ -	\$ -
Public safety	14,077,677	4,724,020	432,352	237,990
Transportation	2,711,008	-	-	524,616
Economic environment	1,003,893	38,962	-	-
Culture and recreation	12,867,858	3,137,720	645,401	12,136,081
Interest on long-term debt	1,553,544	-	-	-
Total governmental activities	<u>35,494,049</u>	<u>8,370,251</u>	<u>1,077,753</u>	<u>12,898,687</u>
<u>Business-type activities:</u>				
Solid waste	5,704,237	6,166,472	7,139	-
Water/Sewer utility	19,075,129	19,134,635	14,217	103,315
Stormwater utility	4,833,215	3,998,104	9,583	-
Marina	539,996	595,976	1,204	-
Total business-type activities	<u>30,152,577</u>	<u>29,895,187</u>	<u>32,143</u>	<u>103,315</u>
Total primary government	<u>\$ 65,646,626</u>	<u>\$ 38,265,438</u>	<u>\$ 1,109,896</u>	<u>\$ 13,002,002</u>

General Revenues:

Property taxes
Utility service taxes
Franchise fees
Intergovernmental revenues not restricted to specific programs:
 Infrastructure sales surtax
 Half cent sales tax
 State revenue sharing
Other taxes
Unrestricted investment earnings
Gain on sale of capital assets
Total general revenues
Change in net position
Net position - beginning
Net position - ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (2,810,520)	\$ -	\$ (2,810,520)
(8,683,315)	-	(8,683,315)
(2,186,392)	-	(2,186,392)
(964,931)	-	(964,931)
3,051,344	-	3,051,344
(1,553,544)	-	(1,553,544)
<u>(13,147,358)</u>	<u>-</u>	<u>(13,147,358)</u>
-	469,374	469,374
-	177,038	177,038
-	(825,528)	(825,528)
-	57,184	57,184
<u>-</u>	<u>(121,932)</u>	<u>(121,932)</u>
<u>(13,147,358)</u>	<u>(121,932)</u>	<u>(13,269,290)</u>
12,949,749	-	12,949,749
4,885,454	-	4,885,454
2,758,247	-	2,758,247
4,586,465	-	4,586,465
2,753,354	-	2,753,354
1,470,277	-	1,470,277
366,324	-	366,324
83,995	203,707	287,702
104,525	-	104,525
<u>29,958,390</u>	<u>203,707</u>	<u>30,162,097</u>
16,811,032	81,775	16,892,807
161,402,068	60,132,653	221,534,721
<u>\$ 178,213,100</u>	<u>\$ 60,214,428</u>	<u>\$ 238,427,528</u>

City of Dunedin, Florida
Balance Sheet
Governmental Funds
September 30, 2021

	<u>General</u>	<u>Stadium</u>	<u>Penny</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash, cash equivalents, and investments	\$ 7,947,795	\$ 4,434,429	\$ 24,568,136	\$ 5,580,012	\$ 42,530,372
Receivables-net of allowance for uncollectibles	813,287	2,708	14,608	9,514	840,117
Due from other governments	769,160	-	929,907	87,561	1,786,628
Inventories	3,102	-	-	-	3,102
Prepaid items	1,630,687	-	-	-	1,630,687
Other assets	18,541	-	-	1,300	19,841
Notes receivable	348,057	-	-	-	348,057
Advances to other funds	-	-	500,000	29,800	529,800
Total assets	<u>\$ 11,530,629</u>	<u>\$ 4,437,137</u>	<u>\$ 26,012,651</u>	<u>\$ 5,708,187</u>	<u>\$ 47,688,604</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 557,623	\$ -	\$ 1,535,904	\$ 118,251	\$ 2,211,778
Contracts payable	385,065	-	179,708	14,665	579,438
Accrued salaries payable	415,127	-	-	27,344	442,471
Deposits payable	143,467	500	-	2,000	145,967
Due to other governments	-	-	-	13,453	13,453
Unearned revenue	115,208	-	-	-	115,208
Other current liabilities	85,088	-	-	7,078	92,166
Advances from other funds	59,500	500,000	-	29,800	589,300
Total liabilities	<u>1,761,078</u>	<u>500,500</u>	<u>1,715,612</u>	<u>212,591</u>	<u>4,189,781</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	348,057	-	-	-	348,057
Total deferred inflows of resources	<u>348,057</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>348,057</u>
<u>FUND BALANCES</u>					
Nonspendable	1,633,789	-	-	-	1,633,789
Restricted	120,228	3,936,637	24,297,039	5,515,816	33,869,720
Committed	1,038,993	-	-	-	1,038,993
Assigned	2,281,412	-	-	-	2,281,412
Unassigned	4,347,072	-	-	(20,220)	4,326,852
Total fund balances	<u>9,421,494</u>	<u>3,936,637</u>	<u>24,297,039</u>	<u>5,495,596</u>	<u>43,150,766</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 11,530,629</u>	<u>\$ 4,437,137</u>	<u>\$ 26,012,651</u>	<u>\$ 5,708,187</u>	<u>\$ 47,688,604</u>

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
September 30, 2021

Total fund balances - governmental funds		\$	43,150,766
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.			184,315,211
Other long-term assets are not available to pay for current period expenditures and therefore, are reported as deferred inflows / unavailable revenue in the funds.			348,057
Deferred outflows/inflows of resources reported in the statement of net position:			
Net deferred outflows - pensions and OPEB	\$	2,328,422	
Net deferred inflows - pensions and OPEB		<u>(3,311,021)</u>	(982,599)
Internal service funds are used by management to charge the costs of fleet and facility management and insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.			12,642,354
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.			
Accrued interest payable		(832,070)	
Revenue bonds payable		(36,148,686)	
Notes payable		(20,711,000)	
Compensated absences		(1,710,019)	
Firefighters' net pension liability		(288,755)	
FRS net pension liability		(76,653)	
FRS HIS net pension liability		(387,362)	
OPEB liability		<u>(1,106,144)</u>	<u>(61,260,689)</u>
Net position of governmental activities			<u>\$ 178,213,100</u>

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the year ended September 30, 2021

	<u>General</u>	<u>Stadium</u>	<u>Penny</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>					
Taxes:					
Property	\$ 11,601,552	\$ -	\$ -	\$ 1,348,197	\$ 12,949,749
Franchise	2,758,247	-	-	-	2,758,247
Utility service	4,885,454	-	-	-	4,885,454
Licenses and permits	259,352	-	-	-	259,352
Intergovernmental	5,532,207	1,500,000	4,713,233	483,413	12,228,853
Charges for services	5,954,730	423,933	-	1,565,899	7,944,562
Impact fees	-	-	-	111,643	111,643
Fines	686,936	-	-	-	686,936
Investment earnings	39,790	8,665	16,430	7,646	72,531
Rents	144,905	-	-	38,962	183,867
Contributions and donations	120,580	6,030,455	4,510,500	-	10,661,535
Other revenue	358,723	1,389,905	-	5,924	1,754,552
Total revenues	<u>32,342,476</u>	<u>9,352,958</u>	<u>9,240,163</u>	<u>3,561,684</u>	<u>54,497,281</u>
<u>EXPENDITURES</u>					
Current:					
General government	5,322,274	-	-	-	5,322,274
Public safety	12,554,808	-	-	1,228,979	13,783,787
Physical environment	7,187	-	-	-	7,187
Transportation	1,769,420	-	-	124,657	1,894,077
Economic environment	-	-	-	665,169	665,169
Culture and recreation	10,901,093	189,536	-	7,940	11,098,569
Debt service:					
Principal	-	1,140,953	670,000	-	1,810,953
Interest	-	1,435,903	105,448	-	1,541,351
Debt - cost of issuance	-	1,401	63,597	-	64,998
Capital outlay:					
General government	47,990	-	3,326,424	-	3,374,414
Public safety	203,264	-	616,991	34,555	854,810
Transportation	-	-	1,114,177	395,542	1,509,719
Economic environment	-	-	-	360,985	360,985
Culture and recreation	89,084	9,766,360	7,160,344	-	17,015,788
Aids and grants	215,418	-	-	38,557	253,975
Total expenditures	<u>31,110,538</u>	<u>12,534,153</u>	<u>13,056,981</u>	<u>2,856,384</u>	<u>59,558,056</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,231,938</u>	<u>(3,181,195)</u>	<u>(3,816,818)</u>	<u>705,300</u>	<u>(5,060,775)</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	12,000	765,000	-	38,000	815,000
Transfers out	(265,000)	-	(500,000)	(50,000)	(815,000)
Issuance of debt	-	-	20,711,000	-	20,711,000
Sale of general capital assets	6,775	-	1,663,119	-	1,669,894
Total other financing sources (uses)	<u>(246,225)</u>	<u>765,000</u>	<u>21,874,119</u>	<u>(12,000)</u>	<u>22,380,894</u>
Net change in fund balances	985,713	(2,416,195)	18,057,301	693,300	17,320,119
Fund balances - beginning	8,435,781	6,352,832	6,239,738	4,802,296	25,830,647
Fund balances - ending	<u>\$ 9,421,494</u>	<u>\$ 3,936,637</u>	<u>\$ 24,297,039</u>	<u>\$ 5,495,596</u>	<u>\$ 43,150,766</u>

The accompanying notes are an integral part of this statement.

City of Dunedin, 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, 2021

Net change in fund balances - total governmental funds \$ 17,320,119

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this difference are as follows:

Expenditures for capital assets	\$ 23,115,716	
Less current year depreciation	(7,304,651)	
Net book value of disposed assets	<u>(1,234,372)</u>	14,576,693

Other long-term assets are not available to pay for current period expenditures and therefore, are reported as deferred inflows / unavailable revenue in the funds. (13,962)

Governmental funds focus on current financial resources, therefore donations of capital assets are not reported in these funds. However, in the statement of activities the value of the donation is recorded as revenue and the asset is recorded on the statement of net position. 3,500,000

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Debt Issuance	(20,711,000)	
Principal payments	1,810,953	
Premium amortization	<u>102,482</u>	(18,797,565)

The net effect of pension contribution expense is to decrease net position. 602,851

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

Change in compensated absences / OPEB liability	46,140	
Change in accrued interest expense	<u>(49,158)</u>	(3,018)

Internal service funds are used by management to charge the costs of vehicle maintenance, facility maintenance, and self insurance to individual funds. The net income (loss) of the internal service funds is reported with governmental activities. (374,086)

Change in net position of governmental activities \$ 16,811,032

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
<u>REVENUES</u>				
Taxes:				
Property	\$ 11,585,265	\$ 11,585,265	\$ 11,601,552	\$ 16,287
Franchise	2,848,000	2,848,000	2,758,247	(89,753)
Utility service	4,717,100	4,717,100	4,885,454	168,354
Licenses and permits	195,500	195,500	259,352	63,852
Intergovernmental	4,682,000	4,722,000	5,532,207	810,207
Charges for services	6,408,350	6,408,350	5,954,730	(453,620)
Fines	176,450	176,450	686,936	510,486
Investment earnings	90,500	90,500	39,790	(50,710)
Rents	200,913	200,913	144,905	(56,008)
Contributions and donations	266,000	266,000	120,580	(145,420)
Other revenue	126,600	126,600	358,723	232,123
Total revenues	<u>31,296,678</u>	<u>31,336,678</u>	<u>32,342,476</u>	<u>1,005,798</u>
<u>EXPENDITURES</u>				
Current:				
General government	5,124,737	5,388,200	5,322,274	65,926
Public safety	12,283,147	12,371,154	12,554,808	(183,654)
Physical environment	-	7,300	7,187	113
Transportation	1,890,653	1,902,786	1,769,420	133,366
Culture and recreation	10,686,854	12,053,676	10,901,093	1,152,583
Capital outlay:				
General government	105,000	178,505	47,990	130,515
Public safety	425,500	593,816	203,264	390,552
Culture and recreation	311,300	515,773	89,084	426,689
Total capital outlay	<u>841,800</u>	<u>1,288,094</u>	<u>340,338</u>	<u>947,756</u>
Aids and grants	<u>334,000</u>	<u>365,437</u>	<u>215,418</u>	<u>150,019</u>
Total expenditures	<u>31,161,191</u>	<u>33,376,647</u>	<u>31,110,538</u>	<u>2,266,109</u>
Excess (deficiency) of revenues over (under) expenditures	<u>135,487</u>	<u>(2,039,969)</u>	<u>1,231,938</u>	<u>3,271,907</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	28,400	71,500	12,000	(59,500)
Transfers out	(265,000)	(265,000)	(265,000)	-
Sale of general capital assets	3,000	3,000	6,775	3,775
Total other financing sources (uses)	<u>(233,600)</u>	<u>(190,500)</u>	<u>(246,225)</u>	<u>(55,725)</u>
Net change in fund balances	<u>\$ (98,113)</u>	<u>\$ (2,230,469)</u>	985,713	<u>\$ 3,216,182</u>
Fund balance - beginning			<u>8,435,781</u>	
Fund balance - ending			<u>\$ 9,421,494</u>	

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
Stadium Fund
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
<u>REVENUES</u>				
Intergovernmental:				
Grants - state	\$ 500,000	\$ 500,000	\$ 1,500,000	\$ 1,000,000
Grants - local	1,000,000	1,000,000	-	(1,000,000)
Charges for Services	345,000	345,000	423,933	78,933
Investment earnings	21,000	21,000	8,665	(12,335)
Contributions and donations	-	6,030,500	6,030,455	(45)
Other revenue	1,606,800	1,606,800	1,389,905	(216,895)
Total revenues	<u>3,472,800</u>	<u>9,503,300</u>	<u>9,352,958</u>	<u>(150,342)</u>
<u>EXPENDITURES</u>				
Current:				
Culture and recreation	464,950	494,065	189,536	304,529
Debt service:				
Principal	1,141,000	1,141,000	1,140,953	47
Interest	1,436,100	1,436,100	1,435,903	197
Debt cost of issuance	-	1,401	1,401	-
Capital outlay:				
Culture and recreation	-	10,058,512	9,766,360	292,152
Total expenditures	<u>3,042,050</u>	<u>13,131,078</u>	<u>12,534,153</u>	<u>596,925</u>
Excess (deficiency) of revenues over (under) expenditures	<u>430,750</u>	<u>(3,627,778)</u>	<u>(3,181,195)</u>	<u>446,583</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	<u>765,000</u>	<u>765,000</u>	<u>765,000</u>	<u>-</u>
Total other financing sources	<u>765,000</u>	<u>765,000</u>	<u>765,000</u>	<u>-</u>
Net change in fund balances	<u>\$ 1,195,750</u>	<u>\$ (2,862,778)</u>	<u>(2,416,195)</u>	<u>\$ 446,583</u>
Fund balance - beginning			<u>6,352,832</u>	
Fund balance - ending			<u>\$ 3,936,637</u>	

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
Penny Fund
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental:				
Infrastructure surtax	\$ 3,685,000	\$ 3,685,000	\$ 4,713,233	\$ 1,028,233
Investment earnings	40,000	40,000	16,430	(23,570)
Contributions and donations	3,000	4,503,000	4,510,500	7,500
Total revenues	<u>3,728,000</u>	<u>8,228,000</u>	<u>9,240,163</u>	<u>1,012,163</u>
<u>EXPENDITURES</u>				
Debt service:				
Principal	2,536,606	2,536,606	670,000	1,866,606
Interest	469,511	469,511	105,448	364,063
Debt - cost of issuance	100,000	100,000	63,597	36,403
Capital outlay:				
General government	11,645,000	11,645,000	3,326,424	8,318,576
Public safety	-	785,584	616,991	168,593
Transportation	890,000	1,829,595	1,114,177	715,418
Culture and recreation	2,024,600	8,983,573	7,160,344	1,823,229
Total expenditures	<u>17,665,717</u>	<u>26,349,869</u>	<u>13,056,981</u>	<u>13,292,888</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,937,717)</u>	<u>(18,121,869)</u>	<u>(3,816,818)</u>	<u>14,305,051</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	3,813,700	-	-	-
Transfers out	(500,000)	(500,000)	(500,000)	-
Issuance of debt	17,500,000	17,500,000	20,711,000	3,211,000
Sale of general capital assets	-	-	1,663,119	1,663,119
Total other financing sources (uses)	<u>20,813,700</u>	<u>17,000,000</u>	<u>21,874,119</u>	<u>4,874,119</u>
Net change in fund balances	<u>\$ 6,875,983</u>	<u>\$ (1,121,869)</u>	18,057,301	<u>\$ 19,179,170</u>
Fund balance - beginning			<u>6,239,738</u>	
Fund balance - ending			<u>\$ 24,297,039</u>	

The accompanying notes are an integral part of this statement.

DUNEDIN

Home of Honeymoon Island

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City of Dunedin, Florida
Statement of Fund Net Position
Proprietary Funds
September 30, 2021

	Business-type Activities - Enterprise Funds			
	Solid Waste	Water/Sewer Utility	Stormwater Utility	Marina
<u>ASSETS</u>				
Current assets:				
Cash, cash equivalents, and investments	\$ 1,462,757	\$ 20,689,578	\$ 6,128,428	\$ 607,296
Restricted cash-customer deposits	125,320	1,409,749	1,600	88,179
Receivables-net of allowance for uncollectibles	644,852	1,904,537	374,287	32,395
Interest receivable	1,945	24,562	9,226	2,207
Charges receivable-capital recovery	-	135,442	-	-
Due from other governments	967	149,126	-	-
Inventories	-	365,111	-	-
Prepaid items	-	1,206	-	-
Deposits	-	-	-	-
Total current assets	<u>2,235,841</u>	<u>24,679,311</u>	<u>6,513,541</u>	<u>730,077</u>
Noncurrent assets:				
Charges receivable-capital recovery	-	900,317	-	-
Advances to other funds	-	-	59,500	-
Capital assets:				
Land	-	707,631	250,000	-
Buildings	482,009	13,869,116	10,815	127,026
Improvements other than buildings	47,030	140,704,734	32,034,051	3,657,364
Machinery and equipment	3,574,849	1,827,281	546,804	14,000
Less accumulated depreciation	(2,686,827)	(101,168,008)	(16,658,443)	(1,532,526)
Construction in progress	-	1,150,161	215,661	-
Total capital assets, net	<u>1,417,061</u>	<u>57,090,915</u>	<u>16,398,888</u>	<u>2,265,864</u>
Total noncurrent assets	<u>1,417,061</u>	<u>57,991,232</u>	<u>16,458,388</u>	<u>2,265,864</u>
Total assets	<u>3,652,902</u>	<u>82,670,543</u>	<u>22,971,929</u>	<u>2,995,941</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Pensions and OPEB	89,662	306,100	42,695	2,782
Total deferred outflows of resources	<u>89,662</u>	<u>306,100</u>	<u>42,695</u>	<u>2,782</u>
Total assets and deferred outflows of resources	<u>3,742,564</u>	<u>82,976,643</u>	<u>23,014,624</u>	<u>2,998,723</u>

The accompanying notes are an integral part of this statement.

Total	Governmental Activities - Internal Service Funds
\$ 28,888,059	\$ 12,155,478
1,624,848	-
2,956,071	809
37,940	20,444
135,442	-
150,093	-
365,111	76,945
1,206	282,728
-	176,629
34,158,770	12,713,033
900,317	-
59,500	-
957,631	-
14,488,966	1,862,569
176,443,179	-
5,962,934	17,572,860
(122,045,804)	(12,038,336)
1,365,822	-
77,172,728	7,397,093
78,132,545	7,397,093
112,291,315	20,110,126
441,239	28,142
441,239	28,142
112,732,554	20,138,268

City of Dunedin, Florida
Statement of Fund Net Position
Proprietary Funds (Continued)
September 30, 2021

	Business-type Activities - Enterprise Funds			
	Solid Waste	Water/Sewer Utility	Stormwater Utility	Marina
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 235,539	\$ 323,909	\$ 83,903	\$ 6,269
Accrued liabilities	-	-	-	3,226
Contracts payable	-	1,044,391	202,725	-
Accrued salaries payable	32,175	167,977	22,476	4,511
Accrued interest payable	1,380	170,915	139,734	-
Customer deposit payable-restricted asset	125,320	1,409,749	1,600	88,179
Bonds payable	-	1,210,087	472,642	-
Capital leases payable	137,134	-	-	-
Compensated absences	133,475	644,024	71,860	12,564
Claims payable	-	-	-	-
Total current liabilities	<u>665,023</u>	<u>4,971,052</u>	<u>994,940</u>	<u>114,749</u>
Noncurrent liabilities:				
Bonds payable	-	8,258,702	9,708,807	-
Notes payable	-	29,786,233	-	-
Capital leases payable	386,712	-	-	-
Compensated absences	29,240	140,729	15,844	2,650
Other post employment benefit liability	107,668	444,602	77,112	12,145
Pension liability	188,073	511,671	53,860	-
Claims payable	-	-	-	-
Total noncurrent liabilities	<u>711,693</u>	<u>39,141,937</u>	<u>9,855,623</u>	<u>14,795</u>
Total liabilities	<u>1,376,716</u>	<u>44,112,989</u>	<u>10,850,563</u>	<u>129,544</u>
DEFERRED INFLOWS OF RESOURCES				
Pensions and OPEB	<u>198,872</u>	<u>826,866</u>	<u>111,783</u>	<u>3,112</u>
Total deferred inflows of resources	<u>198,872</u>	<u>826,866</u>	<u>111,783</u>	<u>3,112</u>
Total liabilities and deferred inflows of resources	<u>1,575,588</u>	<u>44,939,855</u>	<u>10,962,346</u>	<u>132,656</u>
NET POSITION				
Net investment in capital assets	893,215	17,835,893	6,217,439	2,265,864
Unrestricted	<u>1,273,761</u>	<u>20,200,895</u>	<u>5,834,839</u>	<u>600,203</u>
Total net position	<u>\$ 2,166,976</u>	<u>\$ 38,036,788</u>	<u>\$ 12,052,278</u>	<u>\$ 2,866,067</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

Net position of business-type activities

The accompanying notes are an integral part of this statement.

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 649,620	\$ 729,640
3,226	-
1,247,116	-
227,139	49,557
312,029	-
1,624,848	-
1,682,729	-
137,134	-
861,923	154,023
-	300,638
<u>6,745,764</u>	<u>1,233,858</u>
17,967,509	-
29,786,233	-
386,712	-
188,463	33,882
641,527	145,126
753,604	-
-	959,927
<u>49,724,048</u>	<u>1,138,935</u>
<u>56,469,812</u>	<u>2,372,793</u>
<u>1,140,633</u>	<u>30,801</u>
<u>1,140,633</u>	<u>30,801</u>
<u>57,610,445</u>	<u>2,403,594</u>
27,212,411	7,397,093
<u>27,909,698</u>	<u>10,337,581</u>
55,122,109	<u>\$ 17,734,674</u>
<u>5,092,319</u>	
<u>\$ 60,214,428</u>	

City of Dunedin, Florida
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the year ended September 30, 2021

	Business-type Activities - Enterprise Funds			
	Solid Waste	Water/Sewer Utility	Stormwater Utility	Marina
Operating revenues:				
Charges for services	\$ 6,134,737	\$ 18,865,736	\$ 3,992,101	\$ 593,085
Other operating revenue	31,735	268,899	6,003	2,891
Total operating revenues	<u>6,166,472</u>	<u>19,134,635</u>	<u>3,998,104</u>	<u>595,976</u>
Operating expenses:				
Personal services	1,473,716	6,245,191	926,978	150,643
Supplies and services	3,937,763	7,498,458	2,025,687	216,021
Depreciation	405,116	4,005,564	1,542,361	147,060
Total operating expenses	<u>5,816,595</u>	<u>17,749,213</u>	<u>4,495,026</u>	<u>513,724</u>
Operating income (loss)	<u>349,877</u>	<u>1,385,422</u>	<u>(496,922)</u>	<u>82,252</u>
Nonoperating revenues (expenses):				
Intergovernmental	7,139	14,217	9,583	1,204
Investment earnings	1,930	181,229	18,888	1,660
Interest/amortization expense	(13,784)	(1,095,040)	(367,435)	-
Gain (loss) on disposal of capital assets	-	(1,552)	-	-
Total nonoperating revenues (expenses)	<u>(4,715)</u>	<u>(901,146)</u>	<u>(338,964)</u>	<u>2,864</u>
Income before contributions and transfers	345,162	484,276	(835,886)	85,116
Capital contributions	-	103,315	-	-
Change in net position	345,162	587,591	(835,886)	85,116
Net position - beginning	1,821,814	37,449,197	12,888,164	2,780,951
Net position - ending	<u>\$ 2,166,976</u>	<u>\$ 38,036,788</u>	<u>\$ 12,052,278</u>	<u>\$ 2,866,067</u>

Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds.

Change in net position of business-type activities

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 29,585,659	\$ 11,851,202
309,528	102,764
<u>29,895,187</u>	<u>11,953,966</u>
8,796,528	2,165,067
13,677,929	9,102,052
6,100,101	1,304,903
<u>28,574,558</u>	<u>12,572,022</u>
<u>1,320,629</u>	<u>(618,056)</u>
32,143	19,627
203,707	20,129
(1,476,259)	(519)
(1,552)	104,525
<u>(1,241,961)</u>	<u>143,762</u>
78,668	(474,294)
<u>103,315</u>	<u>-</u>
181,983	(474,294)
	18,208,968
	<u>\$ 17,734,674</u>
<u>(100,208)</u>	
<u>\$ 81,775</u>	

City of Dunedin, Florida
Statement of Cash Flows
Proprietary Funds
For the year ended September 30, 2021

	Business-type Activities - Enterprise Funds				Total	Governmental
	Solid Waste	Water/Sewer Utility	Stormwater Utility	Marina		Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$ 6,109,846	\$ 25,362,544	\$ 4,048,657	\$ 563,702	\$ 36,084,749	\$ 11,852,158
Payments to suppliers	(3,940,694)	(10,348,002)	(1,998,241)	(322,780)	(16,609,717)	(9,098,078)
Payments to employees	(1,522,966)	(6,442,737)	(956,109)	(151,313)	(9,073,125)	(2,249,854)
Other operating revenues	60,116	268,899	6,003	40,723	375,741	102,764
Net cash provided by (used in) operating activities	706,302	8,840,704	1,100,310	130,332	10,777,648	606,990
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers in	-	-	-	-	-	(29,400)
Advances from other funds	-	-	-	(475,000)	(475,000)	-
Transfers out	-	-	-	-	-	29,400
Advances to other funds	-	-	415,500	-	415,500	-
Operating Grant	7,139	14,217	9,583	1,204	32,143	19,627
Net cash provided by (used in) noncapital financing activities	7,139	14,217	425,083	(473,796)	(27,357)	19,627
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from sale of capital assets	-	-	-	-	-	105,142
Purchase of capital assets	(503,484)	(4,831,030)	(192,784)	(6,525)	(5,533,823)	(969,701)
Proceeds from capital contributions	-	103,315	-	-	103,315	-
Proceeds of capital debt	-	5,767,304	-	-	5,767,304	-
Principal paid on capital debt	(277,826)	(1,168,509)	(511,220)	-	(1,957,555)	(128,905)
Interest paid on capital debt	(14,972)	(1,117,241)	(422,155)	-	(1,554,368)	(2,075)
Net cash provided by (used in) capital and related financing activities	(796,282)	(1,246,161)	(1,126,159)	(6,525)	(3,175,127)	(995,539)
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment earnings received	1,682	177,434	18,851	2,167	200,134	20,088
Net cash provided by (used in) investing activities	1,682	177,434	18,851	2,167	200,134	20,088
Net increase (decrease) in cash and cash equivalents	(81,159)	7,786,194	418,085	(347,822)	7,775,298	(348,834)
Cash and cash equivalents - October 1	1,669,236	14,313,133	5,716,943	1,043,297	22,742,609	12,504,312
Cash and cash equivalents - September 30	\$ 1,588,077	\$ 22,099,327	\$ 6,135,028	\$ 695,475	\$ 30,517,907	\$ 12,155,478
CLASSIFIED AS:						
Cash and cash equivalents	\$ 1,462,757	\$ 20,689,578	\$ 6,128,428	\$ 607,296	\$ 28,888,059	\$ 12,155,478
Restricted cash and cash equivalents	125,320	1,409,749	1,600	88,179	1,624,848	-
Total cash and cash equivalents	\$ 1,588,077	\$ 22,099,327	\$ 6,130,028	\$ 695,475	\$ 30,512,907	\$ 12,155,478
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ 349,877	\$ 1,385,422	\$ (496,922)	\$ 82,252	\$ 1,320,629	\$ (618,056)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	405,116	4,005,564	1,542,361	147,060	6,100,101	1,304,903
(Increase) decrease in:						
Accounts receivable	639	50,252	56,253	(5,514)	101,630	957
Due from other governments	(163)	6,426,068	-	-	6,425,905	-
Inventories	-	10,581	-	-	10,581	(6,340)
Prepaid items	-	(593)	-	-	(593)	(279,333)
Deposits	-	-	-	-	-	(20,624)
Deferred outflows	39,227	163,937	23,721	440	227,325	4,503
Increase (decrease) in:						
Accounts payable	(2,932)	(2,859,535)	27,450	(106,760)	(2,941,777)	97,615
Accrued wages payable	(7,579)	(20,138)	(7,748)	1,785	(33,680)	(12,881)
Customer deposits payable	3,015	20,490	300	13,964	37,769	-
Pension liability	(182,515)	(764,966)	(111,134)	-	(1,058,615)	-
Compensated absences / OPEB	(36,500)	(152,474)	(17,112)	(5,450)	(211,536)	(102,585)
Claims payable	-	-	-	-	-	212,653
Deferred Inflows	138,117	576,096	83,141	2,555	799,909	26,178
Total adjustments	356,425	7,455,282	1,597,232	48,080	9,457,019	1,225,046
Net cash provided by (used in) operating activities	\$ 706,302	\$ 8,840,704	\$ 1,100,310	\$ 130,332	\$ 10,777,648	\$ 606,990

The accompanying notes are an integral part of this statement.

Fiduciary Funds

Fiduciary Funds are used to account for resources that are managed in a trustee capacity or as an agent for other parties or funds.

Pension Trust

To account for the accumulation of resources to be used for the retirement annuities of all firefighters. The City contributes an amount determined by an annual actuarial study.

City of Dunedin, Florida
Statement of Fiduciary Net Position
September 30, 2021

	Municipal Firefighters Pension Trust Fund
ASSETS	
Investments	
U.S. government obligations	\$ 4,419,665
U.S. government agencies	1,074,387
Corporate equities	25,554,298
Temporary investment funds	605,419
Real estate investment funds	3,233,236
Corporate obligations	2,425,555
Prepaid items	1,250
Interest receivable	39,388
Total assets	<u>37,353,198</u>
LIABILITIES	
Accounts payable	38,174
Total liabilities	<u>38,174</u>
NET POSITION	
Restricted for pensions	<u><u>\$ 37,315,024</u></u>

The accompanying notes are an integral part of this statement.

City of Dunedin, Florida
Statement of Changes in Fiduciary Net Position
For the year ended September 30, 2021

	Municipal Firefighters Pension Trust Fund
ADDITIONS:	
Contributions	
Employer	\$ 565,711
Plan members	182,933
Excise tax rebate (state of Florida)	355,479
Total contributions	<u>1,104,123</u>
Investment earnings	
Net appreciation in fair value of investments	5,508,035
Interest	160,903
Dividends	423,902
Total investment earnings	<u>6,092,840</u>
Less investment expenses	<u>(151,523)</u>
Net investment earnings	<u>5,941,317</u>
Miscellaneous revenue	<u>100</u>
Total additions	<u>7,045,540</u>
DEDUCTIONS:	
Benefits	1,823,382
Refunds	64,314
Administrative expenses	93,642
Total deductions	<u>1,981,338</u>
Change in net position	5,064,202
Net position - beginning	<u>32,250,822</u>
Net position - ending	<u><u>\$ 37,315,024</u></u>

The accompanying notes are an integral part of this statement.

DUNEDIN

Home of Honeymoon Island

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NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

A. REPORTING ENTITY

The City of Dunedin, Florida (the "City"), which was founded on June 1, 1899, and incorporated under Chapter 4877, Acts of 1899 of the State of Florida, has a population of approximately 36,817 (which includes seasonal residents) living within an area approximating 10 square miles. The City is contiguous to the northern side of Clearwater, Florida. The City operates under a Charter originally adopted January 6, 1926, and a Commission-Manager form of government. The most recent revision to the City's Charter was on July 27, 2017. The City is a Florida municipal corporation with a five member City Commission comprised of the Mayor (elected at large) and four commissioners. The City's primary operations include providing emergency services, transportation, economic development, social and human services, culture and recreation, as well as water, sewer and solid waste services.

In evaluating the City as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the City may or may not be financially accountable and, as such, may be included within the City's Financial Statements. In accordance with GASB Statement No. 14, the City (i.e. the primary government) is financially accountable if it appoints a majority of the potential component unit's governing board, and (1) it is able to impose its will on the organization, or (2) there is a potential for the potential component unit to provide specific financial benefit to or impose specific financial burden on the City. Further, GASB Statement No. 61 amended Statement No. 14, providing that in order to report a component unit's financial activities as if they were essentially part of the primary government, then (1) the two entities must have a financial benefit or burden relationship, or (2) management of the primary government must have operational responsibility for the activities of the component unit. 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.

Based on the foregoing criteria, the Community Redevelopment Agency (CRA) has been included in the City's financial statements in a blended presentation. The City Commission serves as the CRA Board and has operational responsibility for the CRA. The financial activity of the CRA is presented in this report as a nonmajor governmental special revenue fund of the primary government.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

Individual fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All other funds (nonmajor) are combined according to their category, governmental or internal service, and are reported in a single column. Combining statements for nonmajor funds are found beginning on page 116 of this report.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The basis of accounting refers to when revenues, expenditures/expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, 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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

CITY OF DUNEDIN, FLORIDA
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Property taxes, franchise taxes, intergovernmental revenues, 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. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial sources of the general government, except those required to be accounted for in another fund.
- The *Stadium Fund* is a special revenue fund to account for the receipt and disbursement of revenues from various recreational activities as mandated upon the issuance of Capital Improvement Recreation Certificates.
- The *Penny Fund* is a special revenue fund to account for the costs of public safety equipment, vehicles, and infrastructure having a life expectancy of five (5) or more years, and is funded by proceeds from the one-cent sales surtax approved by Pinellas County, Florida voters.

The City reports the following major proprietary funds:

- The *Solid Waste Fund* is an enterprise fund to account for the provision of solid waste services to the residents of the City and some County residents. All activities necessary to the provisions of this service are accounted for in this fund.
- The *Water/Sewer Utility Fund* is an enterprise fund to account for the provision of water and sewer services to residents of the City, and some County residents. All activities necessary for the provision of these services are accounted for in this fund.
- The *Stormwater Utility Fund* is an enterprise fund to account for the provision of services for the collection, storage, treatment and conveyance of stormwater for the benefit of all developed property within the City.
- The *Marina Fund* is an enterprise fund to account for the financing, operation and maintenance of the City marina and the associated real property.

Additionally, the City reports the following fund types:

- The *Internal Service Funds* account for building maintenance, vehicle maintenance, self-insurance (risk management for property and casualty and health), and information technology provided by one department to other departments of the City on a cost reimbursement basis.
- The *Pension Trust Fund* is a fiduciary fund and accounts for the activities of the Firefighters' Retirement Plan, which accumulates resources for pension benefit payments to firefighters.

As a general rule the effect of the interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including restricted investment earnings. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the solid waste, water/sewer utility, stormwater utility, and marina enterprise funds and of the City's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition, such as water/sewer utility fund impact fees, are reported as non-operating revenues and expenses.

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

D. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND FUND BALANCE/NET POSITION

1. Cash, Cash Equivalents and Investments

The City considers cash on hand and demand deposits with an original maturity of 90 days or less to be cash and cash equivalents. In addition, each fund's equity in the City's investment pool has been treated as a cash equivalent since cash may be withdrawn from the pool at any time without prior notice or penalty.

State statutes and local law authorize the City to invest in direct obligations of the United States, Federally-supported agencies and instrumentalities, Florida government investment pools, commercial paper, repurchase agreements, debt of Florida political subdivisions, money market mutual funds, time deposits, savings accounts and bankers acceptances.

The City categorizes its fair value measurements within the fair value hierarchy established in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Types and amounts of investments held at fiscal year-end are described in Note 4.A.

2. Receivables and Payables

Activity between funds that is representative of short-term lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "due to/from other funds". All other outstanding balances between funds not expected to be repaid within the availability period are reported as advances. Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide statements as "internal balances."

Long-term advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account categorized as nonspendable in the applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Accounts receivable are recorded in the General, Special Revenue, Enterprise, and Internal Service funds. Where appropriate, an associated allowance for doubtful accounts has been established.

Utility (water/sewer and stormwater), solid waste and marina operating revenues are generally recognized on the basis of monthly cycle billings. The City records utility revenue and receivables for services delivered during the current fiscal year which will be billed during the next fiscal year. Unbilled revenue for utility services as of September 30, 2021 amounts to \$2,141,755.

3. Inventories

All City inventories are maintained on a consumption basis of accounting where items are purchased for inventory and charged to the expenditure accounts as the items are consumed. Inventories held by the General Fund consist principally of general office, printing, traffic control and maintenance supplies. Inventories included in the Water/Sewer Utility Fund consist of parts held for repair and maintenance of the system. Inventories included in the Internal Service Funds consist of maintenance parts, tires, fuels and supplies. Inventories are stated at average or weighted average cost. Appropriate allowances have been recorded for obsolete and surplus items. Inventories are equally offset by a fund balance reserve categorized as nonspendable, which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

4. Prepaid Items

Payments made to vendors for services that will benefit subsequent fiscal years are recorded as prepaid items. The cost of these items are recorded as expenditures when consumed rather than when purchased. Prepaid items are equally offset by a fund balance reserve categorized as nonspendable, which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

5. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

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

Capital assets of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-30
Building Improvements	7-50
Infrastructure	15-50
Improvements other than Buildings	7-50
Machinery and Equipment	5-30

6. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

7. Accumulated Unused Compensated Absences

The City records the "vested portion of accumulated unused compensated absences" at the end of each fiscal year, based on each employee's accumulated unused hours and rate of pay. The accumulated unused portion as of September 30 is treated as both a short-term and long-term liability.

It is the City's policy in its Proprietary Funds to reflect on an accrual basis the amounts of earned but unused vacation leave and that portion of earned but unused sick leave estimated to be payable upon retirement.

8. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the

applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, and any losses on the refunding of any bond issuances (gain or loss on defeasance), are amortized over the life of the bonds using the straight line method, which approximates the effective interest method. Loss on defeasance is the difference between the reacquisition price of the refunded debt and the net carrying amount at the time of the refunding. Bonds payable are reported net of the applicable unamortized bond premium or discount or deferred loss on refunding.

9. Postemployment Health and Life Insurance Benefits

The City makes available healthcare insurance for eligible retirees through the City's group health insurance plan, which covers both active and retired members. Retirees pay the full cost of healthcare insurance, which is a single, blended premium rate that is used for both active employees and retired members. The City follows the provisions of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" by recognizing annual Other Postemployment Benefits (OPEB) expense and related obligations.

10. Restricted Assets

A portion of assets are restricted due to constraints that are either 1) externally imposed by creditors (debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation. Cash and cash equivalents held as customer deposits, impact fee revenue or other deposits are shown as restricted.

11. Unearned Revenue

Certain receipts are unearned because the revenue has been received, but not earned. These payments are received in advance of the services provided. The unearned revenue will be recognized as revenue in the fiscal year it is deemed earned or in the year that it becomes available.

12. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future time period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

13. Fund Balance

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City has established limitations on the use of resources through commitments (committed fund balance) or assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for specific purposes determined by a formal action of the City's Commission, via resolution and must be removed in the same fashion.

Amounts in assigned fund balance are also intended to be used for specific purposes but do not meet the criteria to be classified as committed. The Commission has by resolution authorized the City Manager or Finance Director to assign fund balance.

14. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue, and Capital Projects Funds. Since they do not constitute expenditures or liabilities, encumbrances outstanding at year end are reported as restricted, committed, or assigned fund balances, depending on the nature of each encumbrance.

15. Net Position

Net position reported in the government-wide and proprietary fund financial statements is categorized as net investment in capital assets, restricted or unrestricted. The first category represents net position related to net investment in capital assets. Restricted net position represents net position restricted for capital projects, community redevelopment, the stadium, housing services, public safety, bequests, and other externally imposed constraints or imposed by law through constitutional provisions or enabling legislation.

E. REVENUES, EXPENDITURES AND EXPENSES

1. Property Taxes

All real and tangible personal property taxes are due and payable on November 1 of each year, or as soon thereafter as the assessment roll is certified by the County Property Appraiser. The County mails to each property owner on the assessment roll a notice of tax levy by the various governmental entities in the County. Taxes may be paid upon receipt of such notice with discounts at the rate of 4% if paid in November, 3% if paid in December, 2% if paid in January and 1% if paid in February. Taxes paid during the month of March are without discount. All unpaid taxes on real and tangible personal property become delinquent on April 1 of the year following the year in which the taxes were assessed.

On or before April 25 of each year, a list of delinquent personal property tax payers is advertised. Warrants are issued directing seizure and sale of the personal property of the taxpayer if the delinquent taxes are not paid before May 1. On or before June 1 of the following year in which taxes are assessed, liens are filed and tax certificates are sold on all real estate parcels with outstanding taxes.

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The City is permitted by state law to levy taxes up to 10 mills of assessed valuation (exclusive of taxes levied for the payment of bonds). The millage rate levied by the City for the fiscal year ended September 30, 2021 was 4.1345.

2. Operating Subsidies, Grants, and Impact Fees

Grants to proprietary funds used for construction or to finance current operations are recorded as contributions or non-operating revenue, respectively, when earned.

Impact fees represent a capacity charge for the proportionate share of the cost of expanding, oversizing, separating or constructing new additions to the Utility System. The City is obligated to expend these funds only to provide expanded capacity to the system. Water and sewer impact fee revenues are classified as contributions.

3. Interfund Transactions

Interfund sales and purchases are accounted for as fund revenues, expenditures or expenses (as appropriate). Transactions which constitute reimbursements to a fund for expenditures (expenses) initially made are recorded as expenditures or expenses (as appropriate) in the reimbursing fund, and as reductions of the expenditures (expenses) in the reimbursed fund. All interfund transactions except loans, reimbursements and interfund sales and purchases are accounted for as transfers.

4. Administrative Charges

Certain administrative expenses are incurred by the General Fund on behalf of the other funds. In addition, some administrative charges are incurred by the Water/Sewer Utility Fund for services rendered that benefit other funds. Both the General Fund and the Water/Sewer Utility Fund receive payment for these services based on a percentage allocation in accordance with budgeted appropriations. These administrative reimbursements for the year ended September 30, 2021, are presented below.

Reimbursements to the General Fund were charged to the following funds:

Fund	Amount
Building	\$ 63,100
Solid Waste	487,500
Water/ Sewer Utility	1,441,300
Marina	47,300
Stormwater	326,800
Total	\$ 2,366,000

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Reimbursements to the Water/Sewer Utility Fund were charged to the following funds:

Fund	Amount
Solid Waste	\$ 87,400
Stormwater	58,500
Total	\$ 145,900

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental fund balance sheet includes a reconciliation between *fund balance-governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position.

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances–total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities.

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. THE CITY’S BUDGET POLICY IS SUMMARIZED AS FOLLOWS:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all funds. All annual appropriations lapse at fiscal year-end.
2. The City Manager submits to the City Commission a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures/expenses and the means of financing them.
3. Public hearings are conducted to obtain taxpayer comments.
4. The budget is approved by the City Commission through the passage of a resolution. The level on which expenditures/expenses may not legally exceed appropriations is at the fund level.
5. The appropriated budget is prepared by fund, function and department. The City Manager is authorized to transfer budgeted amounts between departments, and make budget transfers affecting personnel, provided these changes have a zero net effect on the City’s budget. All increases and decreases in fund balance, personnel budget changes, and transfers between funds, must have City Commission approval.

B. ESTABLISHMENT/ELIMINATION OF FUNDS

During the fiscal year ended September 30, 2021 there were no funds established or eliminated.

NOTE 4 – DETAIL NOTES - ALL FUNDS

A. ASSETS

1. Cash and Cash Equivalents and Investments

The City of Dunedin maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is reported in "Cash and Cash Equivalents." Interest earned by this pool is distributed monthly to each fund based on the fund's cash balance.

The City's investment policy and guidelines are defined by City ordinance. The written investment policy was last revised, by City Commission approval, on July 23, 2019. The policy specifies limits by instrument and institution (within instrument) and establishes a diversified investment strategy, minimum credit quality and authorized institutions available as counterparties. In addition to authorizing investment instruments, the City's policy also identifies various portfolio parameters addressing issuer diversification, term-to-maturity and liquidity. Implementation and direction, within policy limits, is managed by the Director of Finance, with City Manager approval required for all transactions.

The investment policy of the City of Dunedin Municipal Firefighters Pension Trust Fund was created by, and is periodically amended by, the pension board.

a. Custodial Credit Risk – Cash and Investments

Custodial credit risk is defined as the risk that a government will not be able to recover deposits or the value of its investments in the event of a failure of a depository financial institution or a third party holding the investment securities.

The City's investment policy requires that time deposits, demand deposits, savings accounts and non-negotiable certificates of deposit must be held by institutions organized under the laws of Florida and/or in national banks organized under the laws of the United States and doing business and situated in Florida as qualified public depositories, ensuring that any such deposits are secured and collateralized according to the Florida Security for Public Deposits Act (Chapter 280 of the Florida Statutes). In addition, the policy requires all investment securities to be held by a third party custodian in the name of the City.

Securities transactions between a broker-dealer and the custodian involving the purchase or sale of securities must be made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusions of the transaction.

As of September 30, 2021, the bank balance of the City's cash deposits was \$8,916,588. The bank balance is insured by federal depository insurance and, for the amount in excess of such federal depository insurance, is collateralized pursuant to Chapter 280, Florida Statutes. Under this Chapter, in the event of default by a participating financial institution (a

qualified public depository), all participating institutions are obligated to reimburse the government entity for the loss.

The investment policy of the City of Dunedin Municipal Firefighters Pension Trust Fund (the Firefighters Pension Plan) requires all securities to be held by a third party custodian (Salem Trust Company) in the name of the Firefighters Pension Plan. Securities transactions between a broker-dealer and the custodian involving the purchase or sale of securities must be made on a “delivery vs. payment” basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

As of September 30, 2021, the Firefighters Pension Plan’s investments are managed under separate investment agreements with Great Lakes Advisors, LLC, Rockwood Capital Advisors, LLC and Harding Loevner LP. These agreements give Salem Trust Company the custodianship, but gives Great Lakes Advisors, LLC, Rockwood Capital Advisors, LLC and Harding Loevner LP the authority to manage the investments. These assets are invested in accordance with specific investment guidelines as set forth in the Plan.

The Firefighters Pension Plan invests in Barings Core Property Fund, which is an alternative real estate investment vehicle. The real estate funds are open end, commingled private real estate portfolios valued using the net asset value (NAV) provided by the investment managers of the fund. The NAV is based on the value of the underlying assets owned by these funds minus its liabilities and then divided by the number of shares or percentage of ownership outstanding. The investments of the fund are valued quarterly. Withdrawal requests must be made 60 days in advance and may be paid in one or more installments.

b. Credit Risk

Credit risk is the risk resulting from potential default of investments that are not financially sound. The City’s investment policy limits credit risk by restricting authorized investments to include only the following types, along with the following minimum credit rating, where applicable:

- U.S. Treasuries
- U.S. Agencies and Government Sponsored Enterprises (AAA/Aaa)
- Local Government Investment Pools (AAAm or equivalent)
- The State Board of Administration (SBA) or Florida PRIME (AAAm or equivalent)
- General or Revenue Debt Obligations of State and Local Governments (AAA/Aaa)
- Money Market Mutual Funds (AAAm)
- Money Market Savings Account
- Bank Deposits / Certificates of Deposit
- Corporate Debt Instruments and Commercial Paper (AA-/Aa3)
- Repurchase Agreements (A1+/P1/F1+)

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The City's cash and cash equivalents and investments consisted of the following as of September 30, 2021:

Investment Type	Fair Value	Rating	Rating Agency	% of Total	Weighted	
					Average Maturity	Hierarchy Level
Florida Fixed Income Trust (FL-FIT)	\$ 17,635,060	AAAf	Fitch	20.70%	97 Days	n/a
Florida Surplus Asset Trust Fund (FLSAFE)	10,919,010	AAAam	Standard & Poor	12.82%	54 Days	n/a
US Government Agencies	6,970,878	Aaa	Moody's	8.18%	1,143 Days	2
FLCLASS	17,156,602	AAAam	Standard & Poor	20.14%	84 Days	n/a
Florida Short Term Asset Reserve (FLSTAR)	8,016,969	AAAam	Standard & Poor	9.41%	37 Days	n/a
Morgan Stanley Money Market Fund	7,005,227	AAAam	Standard & Poor	8.22%	27 Days	n/a
SBA - Florida PRIME	2,381,077	AAAam	Standard & Poor	2.80%	51 Days	n/a
Certificate of Deposits	6,050,710			7.10%	231 Days	n/a
Cash in bank	8,256,344			9.69%		n/a
Cash with Fiscal Agent	803,351			0.94%		n/a
Petty cash	3,529			0.00%		n/a
Total Cash and Investments	<u>\$ 85,198,757</u>					

Florida SAFE is a surplus asset trust fund, which was developed by and for Florida local governments. Florida SAFE adheres to the requirement to maintain a net asset value of \$1.00 per share or higher. Florida SAFE invests its proceeds in U.S. Government Agencies and Commercial Paper. Florida CLASS and FL Star are intergovernmental investment pools authorized under Section 218.415 Florida Statutes. SBA-Florida PRIME operates as a '2a-7 like' fund. The Morgan Stanley Fund is an exchange traded Institutional Liquidity Fund that focuses on preserving capital and liquidity. There are no withdrawal restrictions for any of the investments referenced in this paragraph.

In accordance with GASB Statement 72, *Fair Value Measurement and Application*, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices in active markets for identical assets
- Level 2 inputs are significant other observable inputs
- Level 3 inputs are significant unobservable inputs

The Firefighters Pension Plan's investment guidelines limit its fixed income investments to a credit quality rating of "A" or equivalent as rated by Moody's or by Standard & Poor's bond rating services at the time of purchase. Fixed income investments which are downgraded below the minimum rating must be liquidated at the earliest beneficial opportunity.

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Investments held by the Firefighters Pension Plan are summarized as follows:

Investment Type	Fair Value	Standard & Poor's Rating	% of Total	Effective Duration (In	Hierarchy Level
U.S. Government Obligations	\$ 4,419,665	AA	11.84%	5.9	1
U.S. Government Agencies	1,074,387	AA	2.88%	4.3	2
Corporate Obligations	2,425,555	BAA-A	6.50%	7.6	2
Temporary Investment Funds	605,419	AAA	1.62%	Daily	2
Domestic Stocks	20,644,644		55.33%		1
International Stocks	4,909,654		13.16%		1
Real Estate Investment Fund	3,233,236		8.67%		n/a
Total Pension Funds	\$ 37,312,560				

For both City owned investments and Firefighter Pension owned investments, standardized hierarchy levels are indicated in the investment type listings shown in the table on the previous page. The levels were established to provide an understanding of the techniques used to arrive at fair value. Investments classified as Level 1 use quoted prices at September 30 in active markets from the custodian bank's external pricing vendor. Investments classified as Level 2 are evaluated prices from the custodian bank's external pricing vendor. This pricing methodology involves the use of evaluation models, such as matrix pricing, which are based on the investments' relationship to benchmark quoted prices.

c. Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributable to the quantity of investment in a single issuer. To limit this risk, the City's investment policy requires diversification of the portfolio with maximum limits on what can be invested per investment type. In addition to a maximum level of investment in aggregate by security type, no more than 25% of the City's investment portfolio may be invested in a single issuer. The maximum concentration limits per investment type allowed by the City's investment policy are as follows:

- U.S. Treasuries – 95%
- U.S. Agencies and Government Sponsored Enterprises – 40%
- Local Government Investment Pools – 75%
- The State Board of Administration (SBA) or Florida PRIME – 5%
- General or Revenue Debt Obligations of State and Local Governments – 10%
- Money Market Mutual Funds – 50%
- Money Market Savings Account – 40%
- Certificates of Deposit – 40%
- Corporate Debt Instruments and Commercial Paper – 10%, 40%
- Repurchase Agreements – 10%

The Firefighters Pension Plan's policy limits investments in foreign fixed income or equity securities to 25% of the total portfolio. The equity and bond investment mix is targeted at 65% equities and 25% bonds. In addition, not more than 5% of the portfolio may be invested

CITY OF DUNEDIN, FLORIDA
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in common stock of any one issuing company. The Firefighters Pension Plan had no investments that individually represented 5% or more of the Plan's net assets available for benefits as of September 30, 2021.

d. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer time to maturity equates to greater exposure to interest rate risk. The City manages its exposure to fair value losses arising from increasing rates through its adopted investment policy. The City's policy limits its fixed portfolio's weighted average maturity to 3 years and the duration of the overall portfolio to 5 years. At September 30, 2021 the City's investments in U.S. Government Agencies had weighted average maturities of 3.1 years.

The Firefighters Pension Plan's investment policy limits the effective duration of its fixed income portfolios through the adoption of the Barclays Capital Aggregate Bond Index benchmark. The U.S. Government obligations had an effective duration of 5.9 years; the U.S. Government agencies 4.3 years, and corporate obligations 7.6 years.

2. Receivables

a. Notes Receivable

On March 11, 2016 the City entered into a Development Agreement with Developer, 203 N. Marion Street, L.L.C. to convey City property valued at \$400,000. During the same time period the same Developer and the City entered into a Parking Garage Lease whereby the City will lease 215 parking spaces from the Developer. In return for the conveyance of the City property to the Developer, the Developer will pay its purchase obligation amortized over a 20 year period with interest and annual installments of \$32,211. The payments to the City will be applied against the City's obligations under the terms of the Lease. The principal amount outstanding on the note receivable as of September 30, 2021 is \$348,057.

CITY OF DUNEDIN, FLORIDA
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b. Receivables

Receivables as of the fiscal year ended September 30, 2021, for the City's major governmental and enterprise funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	Stadium	Penny	Solid Waste	Water/ Sewer Utility	Storm- water Utility	Marina	Total
Receivables:								
Accounts Billed	\$ 796,975	\$ -	\$ -	\$180,780	\$ 514,475	\$111,225	\$ 32,395	\$1,635,850
Accounts Unbilled	-	-	-	465,646	1,410,891	265,218	-	2,141,755
Liens	-	-	-	7,495	3,812	2,217	-	13,524
Connection Fees	-	-	-	-	135,442	-	-	135,442
Interest	<u>16,312</u>	<u>2,708</u>	<u>14,608</u>	<u>1,945</u>	<u>24,562</u>	<u>9,226</u>	<u>2,207</u>	<u>71,568</u>
Gross Receivables	813,287	2,708	14,608	655,866	2,089,182	387,886	34,602	3,998,139
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,069</u>	<u>24,641</u>	<u>4,373</u>	<u>-</u>	<u>38,083</u>
Net Total Receivables	<u>\$ 813,287</u>	<u>\$ 2,708</u>	<u>\$ 14,608</u>	<u>\$646,797</u>	<u>\$2,064,541</u>	<u>\$383,513</u>	<u>\$ 34,602</u>	<u>\$3,960,056</u>

As the operator of Solid Waste, Utilities, and Marina programs, the City grants credit to their customers, substantially all of whom are City residents. Non-current receivables are not included in the chart above.

Governmental funds do not record revenue in connection with resources that have been received, but not yet earned. Governmental funds report *unavailable revenue* in connection with receivables for revenues that are not considered to be available to liquidate current period liabilities.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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3. Capital Assets

a. Capital Asset Activity

Capital asset activity for the fiscal year ended September 30, 2021, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
<i>Capital Assets not being Depreciated -</i>				
Land	\$ 22,380,514	\$ 10,132,204	\$ (1,231,662)	\$ 31,281,056
Construction in Progress	<u>1,646,837</u>	<u>3,693,658</u>	<u>(42,470)</u>	<u>5,298,025</u>
Total Capital not being Depreciated	<u>24,027,351</u>	<u>13,825,862</u>	<u>(1,274,132)</u>	<u>36,579,081</u>
<i>Capital Assets being Depreciated:</i>				
Buildings	148,922,722	10,504,353	(101,260)	159,325,815
Infrastructure	14,818,122	1,413,659	-	16,231,781
Improvements other than Buildings	26,538,952	428,490	(128,853)	26,838,589
Machinery and Equipment	<u>26,358,020</u>	<u>1,455,524</u>	<u>(1,717,357)</u>	<u>26,096,187</u>
Total Capital Assets being Depreciated	<u>216,637,816</u>	<u>13,802,026</u>	<u>(1,947,470)</u>	<u>228,492,372</u>
<i>Less: Accumulated Depreciation for -</i>				
Buildings	(27,022,496)	(5,174,909)	101,260	(32,096,145)
Infrastructure	(4,666,370)	(594,500)	-	(5,260,870)
Improvements other than Buildings	(18,125,912)	(1,167,967)	128,853	(19,165,026)
Machinery and Equipment	<u>(16,878,959)</u>	<u>(1,672,179)</u>	<u>1,714,030</u>	<u>(16,837,108)</u>
Total Accumulated Depreciation	<u>(66,693,737)</u>	<u>(8,609,555)</u>	<u>1,944,143</u>	<u>(73,359,149)</u>
Total Capital Assets being Depreciated, net	<u>149,944,079</u>	<u>5,192,471</u>	<u>(3,327)</u>	<u>155,133,223</u>
Governmental Activities Capital Assets, net	<u>\$ 173,971,430</u>	<u>\$ 19,018,333</u>	<u>\$ (1,277,459)</u>	<u>\$ 191,712,304</u>

CITY OF DUNEDIN, FLORIDA
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	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
<i>Capital Assets not being Depreciated -</i>				
Land	\$ 648,676	\$ 308,955	\$ -	\$ 957,631
Construction in Progress	<u>1,763,720</u>	<u>616,497</u>	<u>(1,014,395)</u>	<u>1,365,822</u>
Total Capital not being Depreciated	<u>2,412,396</u>	<u>925,452</u>	<u>(1,014,395)</u>	<u>2,323,453</u>
<i>Capital Assets being Depreciated:</i>				
Buildings	14,502,834	-	(13,868)	14,488,966
Improvements other than Buildings	171,584,577	5,088,588	(229,986)	176,443,179
Machinery and Equipment	<u>5,873,664</u>	<u>534,176</u>	<u>(444,906)</u>	<u>5,962,934</u>
Total Capital Assets being Depreciated	<u>191,961,075</u>	<u>5,622,764</u>	<u>(688,760)</u>	<u>196,895,079</u>
<i>Less: Accumulated Depreciation for -</i>				
Buildings	(13,912,729)	(28,663)	13,017	(13,928,375)
Improvements other than Buildings	(98,615,716)	(5,549,253)	229,986	(103,934,983)
Machinery and Equipment	<u>(4,104,467)</u>	<u>(522,185)</u>	<u>444,206</u>	<u>(4,182,446)</u>
Total Accumulated Depreciation	<u>(116,632,912)</u>	<u>(6,100,101)</u>	<u>687,209</u>	<u>(122,045,804)</u>
Total Capital Assets being Depreciated, net	<u>75,328,163</u>	<u>(477,337)</u>	<u>(1,551)</u>	<u>74,849,275</u>
Business-type Activities Capital Assets, net	<u>\$ 77,740,559</u>	<u>\$ 448,115</u>	<u>\$ (1,015,946)</u>	<u>\$ 77,172,728</u>

b. Depreciation

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

Governmental Activities:

General government	\$ 424,377
Public safety	417,319
Transportation	862,040
Economic environment	298,834
Culture and recreation	5,302,082
Internal Service Funds	<u>1,304,903</u>
Total Depreciation Expense	<u>\$ 8,609,555</u>

Business-type Activities:

Solid Waste	\$ 405,116
Water/Sewer Utility	4,005,564
Stormwater Utility	1,542,361
Marina	<u>147,060</u>
Total Depreciation Expense	<u>\$ 6,100,101</u>

CITY OF DUNEDIN, FLORIDA
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c. Construction Contracts

The City has entered into contracts for the construction of its governmental capital assets as follows:

	<u>September 30, 2021</u>	
	<u>Estimated</u> Project Amount	<u>Construction</u> in Progress
<u>Governmental Activities:</u>		
Construction of a new City Hall.	\$ 23,809,000	\$ 4,800,844
Miscellaneous sidewalk and crosswalk improvements.	1,399,500	26,498
Design services-Patricia Ave. corridor improvement.	210,000	30,704
Construction services for a Parks maintenance facility.	1,400,507	75,908
Design services-improvements to the Community Center grounds.	485,000	44,010
Design services to replace the pram shed located at the Dunedin Marina.	380,000	33,936
Construction improvements at John R. Lawrence Pioneer Park.	500,000	286,125
Total Governmental Activities	<u>\$ 28,184,007</u>	<u>\$ 5,298,025</u>

The City has entered into contracts for the construction of Business-type assets as follows:

	<u>September 30, 2021</u>	
	<u>Estimated</u> Project Amount	<u>Construction</u> in Progress
<u>Water/Sewer Utility Fund:</u>		
Improvements to various wastewater lift stations.	8,555,000	284,208
Design services for the upgrade of the Wastewater SCADA system.	1,464,000	122,556
Design services for the replacement of the Bayshore Boulevard water main.	531,270	18,730
Design services for the upgrade of the wastewater plant electrical systems.	10,980,000	643,876
Design services required for the Lofty Pine Estates sewer line project.	2,500,000	80,790
<u>Stormwater Fund:</u>		
Design services for the Brady Dr. box culvert project.	704,540	87,799
Design services for drainage improvements at Cedarwood & Lyndhurst.	983,514	127,863
Total Enterprise Funds	<u>\$ 25,718,324</u>	<u>\$ 1,365,822</u>

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

d. Other Significant Commitments

The City had active projects as of September 30, 2021. The major projects are listed below:
 At year end, the City's significant outstanding purchase commitments were as follows:

<u>Project</u>	<u>Remaining Commitment</u>
Construction of city hall complex	\$ 19,410,167
Lakewood Estates drainage improvements	524,907
Wastewater lift stations rehabilitation	458,893
Curlew reclaimed water tank repair & repainting	448,541
Construction of Water Treatment Plant	369,228
Consulting services for ARPA grant funding	361,000
Purchase of ASL sanitation truck	333,808
Wastewater treatment electrical system upgrades	239,295
Mill and overlay work for various projects	227,122
Chiller replacement at Dunedin Community Center	224,750
	<u>\$ 22,597,711</u>

The remaining commitment amounts were encumbered at fiscal year-end.

4. Interfund Transfers, Receivables and Payables

a. Interfund Transfers

<u>Transfers Out:</u>	<u>Transfers In:</u>			
	<u>General</u>	<u>Stadium</u>	<u>Nonmajor Gvmtl</u>	<u>Total</u>
General	\$ -	\$ 265,000	\$ -	\$ 265,000
Penny	-	500,000	-	500,000
Nonmajor				
Governmental	12,000	-	38,000	50,000
Total Transfers	<u>\$ 12,000</u>	<u>\$ 765,000</u>	<u>\$ 38,000</u>	<u>\$ 815,000</u>

The General Fund transferred \$265,000 to the Stadium Fund to support annual operations and maintenance needs.

The Penny Fund transferred \$500,000 to the Stadium Fund in order to provide additional City funding towards the Stadium and Player Development Complex construction projects.

The Community Redevelopment Agency (CRA) Fund transferred \$12,000 to the General Fund to offset expenditures related to special events and grounds maintenance of the downtown CRA district. The CRA Fund also transferred \$38,000 to the Impact Fee Fund in support of economic development incentives.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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b. Interfund Receivables and Payables

<u>Due From Other Funds / Receivable</u>		<u>Due To Other Funds / Payable</u>	
<u>Fund</u>	<u>Amount</u>	<u>Fund</u>	<u>Amount</u>
N/A	\$ -	N/A	\$ -

At September 30, 2021 the City had no amounts due from / to other funds.

<u>Advances To Other Funds / Receivable</u>		<u>Advances From Other Funds / Payable</u>	
<u>Fund</u>	<u>Amount</u>	<u>Fund</u>	<u>Amount</u>
Penny	\$ 500,000	Stadium	\$ 500,000
Building	29,800	Public Art	29,800
Stormwater Utility	59,500	General	59,500
	<u>\$ 589,300</u>		<u>\$ 589,300</u>

The amount payable to the Penny Fund from the Stadium Fund relates to architectural enhancements at the Toronto Blue Jays Stadium. The balance is currently scheduled to be paid back in full during FY 2022.

In fiscal year 2020, the Building Fund advanced \$100,000 to the Public Art Fund to facilitate the initial startup of the Fund. An amount of \$70,200 has been paid back through the end of fiscal year 2021, resulting in a balance of \$29,800 at September 30, 2021. The balance is currently scheduled to be paid back in full during FY 2022.

The Stormwater Utility Fund advanced \$59,500 to the General Fund in the current fiscal year 2021 for funding assistance to purchase radios for the Fire Department.

B. LONG-TERM DEBT

The following presents the long-term debt during the fiscal year ended September 30, 2021:

1. Capital Leases

On July 12, 2019, the City entered into a lease-purchase agreement to finance \$191,584 for a grapple truck to be used by the Solid Waste operations. This five-year capital lease has a 2.16% interest rate and provides for annual payments of \$40,838.

On September 4, 2020, the City entered into a lease-purchase agreement to finance \$503,484 for two garbage trucks to be used by the Solid Waste operations. This five-year capital lease has an interest rate of 1.85% and provides for annual payments of \$106,354.

CITY OF DUNEDIN, FLORIDA
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The future minimum lease obligations and the net present value of these minimum lease payments at September 30, 2021, were as follows:

Fiscal Year	Annual Payments
2022	\$ 147,192
2023	147,192
2024	147,192
2025	106,354
Total Minimum Lease Payments	547,930
Less: Amount Representing Interest	24,084
Present Value of Minimum Lease Payments	<u>\$ 523,846</u>

2. Non-current Liabilities

a. Community Center, Sales Tax Refunding Revenue Bonds, Series 2015

On January 23, 2015, the City issued \$6,505,000 Sales Tax Refunding Revenue Bond, Series 2015, authorized by Resolution Nos. 14-37, 14-38 and 15-04, collectively the 2015 Bond Resolution. The City's sales tax revenues are pledged as collateral. The purpose of incurring the debt was to fully advance refund all amounts outstanding of \$10,000,000 Sales Tax Revenue Bonds, Series 2005. The original bonds were used to pay or reimburse the costs of acquisition, construction, and equipment installation for the City Community Center.

The net proceeds of the Series 2015 Bonds were deposited into an irrevocable trust with an escrow agent to provide funds for future debt service payments. The Series 2005 Bonds were redeemed on October 1, 2015. The City advance refunded the Series 2005 Bonds to reduce its total debt service payments over 10 years by \$553,000 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$498,000.

The term, interest rate and payments are as follows:

Original Amount Issued	\$ 6,505,000
Final Maturity	October 1, 2025
Interest Rate	1.960%
Annual Payments Range	<u>\$ 669,000 - 676,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 3,205,000</u>

CITY OF DUNEDIN, FLORIDA
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- b. Spring Training Facility, State Sales Tax Revenue Bonds, Series 2018; Spring Training Facility, Taxable Non-Ad Valorem Revenue Bonds, Series 2018A; and Fire Station Project, Non-Ad Valorem Refunding Revenue Bonds, Series 2018B

On December 13, 2018, pursuant to Resolution Nos. 18-28, 18-29 and 18-30, the City issued \$12,310,000 of State Sales Tax Payments Revenue Bonds, Series 2018; and \$20,225,000 of Taxable Non-Ad Valorem Revenue Bonds, Series 2018A. The purpose of the borrowings was to fund a portion of the cost of the design, construction, renovation, expansion, improvement, and equipping of the spring training facilities utilized by the Toronto Blue Jays, a Major League Baseball team. The Series 2018 and Series 2018A bonds are 20 and 25 year bonds, respectively.

The debt service on the Series 2018 bonds is payable solely from sales tax payments distributable to the City from the State of Florida, pursuant to sections 288.11631 and 212.20(6) (d)6.e., Florida Statutes. The bonds were sold to Bank of America Merrill Lynch, the bond underwriter. Funds are directly remitted monthly from the State to the bond paying agent pursuant to an agreement between City and the State of Florida Department of Economic Opportunity for paying the scheduled debt service. The Series 2018A bonds are secured by a pledge of and are payable solely and secured by non-ad valorem revenues budgeted and appropriated by the City.

Pursuant to Resolution No. 18-28, the City issued, on December 13, 2018, \$840,000 of Non-Ad Valorem Refunding Revenue Bonds, Series 2018B, for the purpose of refinancing the City's outstanding debt associated with the Non-Ad Valorem Note, Series 2013, authorized by Resolution No. 13-49. The outstanding principal on the Series 2013 Note was \$909,000 at the time of the refunding. The Series 2018B bonds are 10 year bonds, issued at a premium of \$101,526. The original Series 2013 debt was in the amount of \$1,280,000, with the funds being borrowed for the purpose of partially funding the construction of Fire Station No. 61.

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The terms, interest rates and payments are as follows:

	<u>Series 2018</u>
Original Amount Issued	\$ 12,310,000
Final Maturity	October 1, 2038
Interest Rate	5.000%
Annual Payments Range	<u>\$ 974,000 - 988,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 11,660,000</u>
	<u>Series 2018A</u>
Original Amount Issued	\$ 20,225,000
Final Maturity	October 1, 2043
Interest Rate Range	3.310% - 4.750%
Annual Payments Range	<u>\$ 1,321,000 - 1,347,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 19,060,000</u>
	<u>Series 2018B</u>
Original Amount Issued	\$ 840,000
Final Maturity	October 1, 2028
Interest Rate	5.000%
Annual Payments Range	<u>\$ 103,000 - 108,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 700,000</u>

c. City Hall, Non-Ad Valorem Revenue Note, Series 2021

On June 16, 2021, the City issued \$20,711,000 of Non-Ad Valorem Revenue Notes, Series 2021. The purpose of the borrowing was to finance the costs of design and construction of a new City Hall office building. Together with project proceeds, the amount borrowed included approximately \$67,600 in financing costs. The Series 2021 Note is payable solely from pledged revenues, which consist primarily of non-ad valorem revenues budgeted, appropriated and deposited in the manner provided in the note resolution.

The terms, interest rates and payments are as follows:

Original Amount Issued	\$ 20,711,000
Final Maturity	October 1, 2029
Interest Rate	1.239%
Annual Payments Range	<u>\$ 895,000 - 2,628,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 20,711,000</u>

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d. Water and Sewer System Refunding Revenue Bonds, Series 2012

On June 8, 2012, the City issued \$17,900,000 of Water and Sewer System Refunding Revenue Bonds, Series 2012. These bonds were issued at a premium of \$1,125,672 and refunded several outstanding debt issues, including the 1994 Reclaimed Water Credit Facility from SunBank of Tampa Bay - \$317,744; a portion of the 2007 Utility Revenue Bonds, and accrued interest - \$11,789,096; a portion of the 2006 Utility System Refunding Bonds, and accrued interest - \$3,074,241. Additionally, these bonds provided project funds in the amount of \$2,208,080, and included SWAP termination fees and interest in the amount of \$180,420 and costs of issuance in the amount of \$215,637. The City contributed \$120,658 toward issue costs.

Scheduled payments of principal and interest on these bonds which mature on October 1, 2021 through October 1, 2027, is guaranteed under a municipal bond insurance policy issued by Assured Guaranty Municipal Corporation. The bonds are secured by a pledge of net revenues of the system. A debt service reserve fund surety policy was purchased in lieu of holding a debt service reserve. The rate covenant requires net revenues in each fiscal year sufficient to pay one hundred and twenty-five percent of the annual debt service requirement on all outstanding bonds of the fund.

The term, interest rate and payments are as follows:

Original Amount Issued	\$ 17,900,000
Final Maturity	October 1, 2027
Interest Rate Range	3.000% - 5.000%
Annual Payments Range	<u>\$ 1,564,000 - 1,579,000</u>
Amount Outstanding at September 30, 2021	<u>\$ 9,740,000</u>

e. Stormwater System Revenue and Refunding Bonds, Series 2012

On June 8, 2012, the City issued \$5,876,000 of Stormwater System Refunding Revenue Bonds, Series 2012. The bonds are held by Suntrust and are 20 year bonds. These bonds were issued at a premium of \$84,971 and refunded the following issues: a portion of the 2007 Utility Revenue Bonds, and accrued interest - \$2,610,624; a portion of the 2006 Utility System Refunding Bonds, and accrued interest - \$104,912. Additionally, these bonds provided project funds in the amount of \$3,100,296, and included costs of issuance in the amount of \$159,054 and accrued interest of \$5,580 on the SWAP termination. The City contributed \$19,495 toward issue costs. The bonds are secured by a lien on pledged revenues which are gross revenues of the system.

On January 15, 2021, the City authorized the issuance of a \$3,968,000 Stormwater System Refunding Revenue Note, Series 2021 for the purpose of refunding the outstanding Refunding Revenue Bonds, Series 2012.

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The term, interest rate and payments are as follows:

Original Amount Issued	\$	5,876,000
Final Maturity		October 1, 2032
Interest Rate		1.390%
Annual Payments Range	\$	<u>278,000 - 368,000</u>
Amount Outstanding at September 30, 2021	\$	<u>3,968,000</u>

f. Stormwater System Revenue Bonds, Series 2014

On December 18, 2014, the City issued \$6,120,000 Stormwater System Revenue Bonds, Series 2014, pursuant to Resolution Nos. 12-18 and 14-36. The purpose of incurring the debt was to finance and/or reimburse the costs of design, permitting, acquisition, construction and reconstruction of improvements to the stormwater system. Together with project proceeds, the amount borrowed included approximately \$132,000 in financing costs.

The term, interest rate and payments are as follows:

Original Amount Issued	\$	6,120,000
Final Maturity		October 1, 2044
Interest Rate Range		2.375% - 4.000%
Annual Payments Range	\$	<u>335,000 - 342,000</u>
Amount Outstanding at September 30, 2021	\$	<u>5,345,000</u>

g. Pledged Revenue Disclosures

The City has pledged a portion of future non ad valorem revenues for the repayment of the Spring Training Facility Note and Revenue Bonds, and the Fire Station Project Refunding Revenue Bonds. Future State and County revenues were also pledged for the repayment of the Spring Training Facility Note and Bonds. For the current year, principal and interest paid towards the Fire Station Bonds amounted to \$106,750. During the current year, principal and interest paid towards the Spring Training Facility Note and Bonds totaled \$2,334,686. Legally available non ad valorem revenues were \$7,577,077 while payments from the State totaled \$500,004.

The City has pledged a portion of future half cent sales tax revenue to repay the Community Center Refunding Bonds. Principal and interest payments of \$668,698 were paid in the current year and half cent sales tax revenues were \$2,753,354.

The City has pledged the net revenues of the water/sewer and stormwater utility systems to repay the Water and Sewer System Refunding Revenue Bonds, Series 2012. Principal and interest payments paid for the current year and net revenue for the water/sewer utility were \$1,453,909 and \$ 5,572,215 respectively. Principal and interest payments paid for the

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current year and net revenue for the stormwater utility were \$119,653 and \$1,064,327, respectively.

The City has pledged the gross revenues of the stormwater utility system to repay the Stormwater System Revenue and Refunding Bonds, Series 2012 and the Stormwater System Revenue Bonds, Series 2014. The current year principal and interest paid for these stormwater bonds were \$745,824 and total gross revenues were \$4,016,992.

h. Debt Service Requirements

Revenue Bond and Capital Lease Debt Service Requirements to Maturity are as follows:

Year	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>All Funds</u>
2022	\$ 2,321,000	\$ 1,686,402	\$ 1,731,134	\$ 603,125	\$ 6,341,661
2023	4,070,000	1,665,857	1,881,791	535,909	8,153,557
2024	4,155,000	1,578,886	1,959,499	459,294	8,152,679
2025	4,250,000	1,488,709	2,000,422	393,638	8,132,769
2026	4,346,000	1,394,933	1,941,000	338,634	8,020,567
2027-2031	16,804,000	5,636,723	5,670,000	1,004,369	29,115,092
2032-2036	7,830,000	3,744,464	1,818,000	603,353	13,995,817
2037-2041	7,855,000	1,718,750	1,325,000	362,344	11,261,094
2042-2045	3,705,000	269,206	1,250,000	96,000	5,320,206
Total	\$ 55,336,000	\$ 19,183,930	\$ 19,576,846	\$ 4,396,666	\$ 98,493,442

i. State Revolving Fund Note Payable, DW520260 and DW520261

The City approved two loan agreements with the State of Florida for State Revolving Funds (SRF). The purpose of this type of funding is to provide low-interest loans to plan, design, and build water and sanitation infrastructure. The City is utilizing this funding to construct a reverse-osmosis water treatment plant.

This type of loan is structured as a cost-reimbursement agreement. Eligible expenses are submitted to the State for review and reimbursement. These reimbursement payments, over time, become the principal amount of the loan. For both agreements, the City is eligible for funds totaling up to \$32.3 million.

Debt service on the SRF loans DW520260 and DW520261 is not included in the Debt Service Requirements table reflected on the previous page because the loans are not fully drawn. If, when the loans are fully drawn, repayments on both loans will commence in November, 2022 with semi-annual payments due in the annualized amounts reflected below.

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Loan DW520260 was awarded in April 2018 for the planning and design portion of the project. The term, interest rate, and payments are as follows:

Original Amount	\$	3,532,371
Final Maturity		May 15, 2032
Interest Rates		1.84%
Annual Payments	\$	459,600
Amount Outstanding at September 30, 2021	\$	<u>3,760,912</u>

Loan DW520261 was awarded in July 2019 for the construction phase of the project. The term, interest rate, and payments are as follows:

Original Amount	\$	24,949,882
Final Maturity		May 15, 2042
Interest Rates		1.03%
Annual Payments	\$	1,622,330
Amount Outstanding at September 30, 2021	\$	<u>26,025,321</u>

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3. Changes in Long-Term Liabilities

Long-term liability activities for the year ended September 30, 2021, were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds and notes payable	\$ 36,435,953	\$20,711,000	\$ (1,810,953)	\$ 55,336,000	\$2,321,000
Deferred amounts for:					
Unamortized premiums	1,626,169	-	(102,482)	1,523,687	102,482
Capital leases	128,905	-	(128,905)	-	-
Compensated absences	2,112,243	1,505,975	(1,720,293)	1,897,925	1,557,448
OPEB liability	1,456,752	119,424	(324,906)	1,251,270	-
Net pension liability	3,913,440	3,367,211	(6,527,881)	752,770	-
Claims	1,047,912	4,702,430	(4,489,777)	1,260,565	300,638
Governmental activity long-term liabilities	<u>\$ 46,721,374</u>	<u>\$30,406,040</u>	<u>\$ (15,105,197)</u>	<u>\$ 62,022,217</u>	<u>\$4,281,568</u>
Business-Type Activities:					
Bonds and notes payable	\$ 44,667,930	\$ 9,735,303	\$ (5,564,000)	\$ 48,839,233	\$1,594,000
Deferred amounts for:					
Unamortized premiums	685,967	-	(88,729)	597,238	88,729
Capital leases	801,671	-	(277,825)	523,846	137,134
Compensated absences	1,153,689	868,658	(971,961)	1,050,386	861,923
OPEB liability	749,759	62,902	(171,134)	641,527	-
Net pension liability	1,812,219	26,658	(1,085,273)	753,604	-
Business-type activity long-term liabilities	<u>\$ 49,871,235</u>	<u>\$10,693,521</u>	<u>\$ (8,158,922)</u>	<u>\$ 52,405,834</u>	<u>\$2,681,786</u>

Internal service funds predominately serve governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$187,905 and \$145,126 of internal service funds' compensated absences and OPEB liability, respectively, are included in the above amounts. Claims in the governmental activities are liquidated in the self insurance internal service fund. Compensated absences and net pension obligations are liquidated in the respective general, special revenue, or proprietary funds from which expenses are paid. The OPEB liability has been liquidated by all of the City's funds in the form of health insurance premiums paid. The amount paid by each fund is derived from the number of employees in each fund.

NOTE 5 – OTHER INFORMATION

A. PENSION

1. Florida Retirement System (FRS) and Retiree Health Insurance (HIS) Program

In fiscal year 2015, the City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, for reporting the employers' proportionate share of the net pension liabilities for the FRS and HIS defined benefit pension plans.

Detailed information about FRS and HIS Pension Plans' fiduciary net positions are available in the separately issued FRS Annual Comprehensive Financial Report (ACFR). The FRS ACFR is available by mail P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone at (850) 907-6500; by e-mail at rep@dms.myflorida.com; or at the Division's Web site (http://www.dms.myflorida.com/workforce_operations/retirement/publications).

Florida Retirement System (FRS)

Plan Description - All of the City's non uniformed full-time employees (hired before January 1, 1996) participate in the Florida Retirement System (FRS). It is a cost-sharing, multiple-employer defined benefit pension plan.

The City of Dunedin contributes to the FRS for the benefit of these employees. This retirement system is administered by the Florida Department of Management Services, Division of Retirement.

FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Annual cost of living adjustments are based on the participant's years of service prior to July 1, 2011. Chapter 121 of the Florida Statutes assigns the authority to establish and amend benefit provisions to the Department of Management Services through the Division of Retirement.

Benefits are computed on the basis of age, average final compensation, and service credit. Regular class employees who retire at or after age 65 with 8 years of credited service (age 62 with 6 years of service if enrolled prior to July 1, 2011) regardless of age are entitled to a retirement benefit payable monthly for life equal to 1.60% to 1.68% (depending on their service class) of their average final compensation for each year of credited service. Final average compensation is the employee's average of the five highest years of salary earned during credited service.

Vested employees with less than 33 years of service (30 years of service if enrolled prior to July 1, 2011), may retire before normal retirement age and receive benefits that are reduced 5% for each year prior to normal retirement age or date.

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The FRS Deferred Retirement Option Program (DROP) is available under the FRS Pension Plan when the member first reaches eligibility for normal retirement. DROP allows a member to retire while continuing employment for up to 60 months. While in DROP, the member's retirement benefits (increased by a cost-of-living adjustment each July) accumulate in the FRS Trust Fund and earn interest compounded monthly, equivalent to an effective annual rate of 6.5%.

The election to participate in DROP must be made within 12 months of the member's normal retirement date, unless the member is eligible to defer the election. To participate for the maximum DROP period, the member must enter DROP upon first reaching eligibility for normal retirement, or upon reaching an eligible deferral date as described below:

- A member of the Regular Class, Elected Officers' Class, or the Senior Management Service Class who reaches his or her normal retirement date before reaching age 57 may defer DROP entry until age 57 and still participate for 60 months.
- A member of the Elected Officers' Class who reaches his or her normal retirement date during a term of office may defer the DROP election until the next succeeding term in that office and still participate for up to 60 months or until the end of the succeeding term, whichever is less.

Upon termination, the DROP account is paid out as a lump-sum payment, a rollover, or a combination partial lump-sum payment and rollover, and monthly benefits are paid to the member in the amount as calculated upon entry into DROP, plus cost-of-living adjustments for intervening years.

In most cases, the DROP participant must cease employment after a maximum of 60 months in DROP, must satisfy the termination requirements for retirement, and is subject to reemployment restrictions thereafter. However, effective July 1, 2002, a DROP participant who holds an elective office covered by the Elected Officers' Class may end DROP participation and postpone compliance with termination requirements and reemployment limitations until he or she no longer holds the elective office (including consecutive terms in the same office). For the period of time between the end of DROP participation and termination, no retirement credit is earned and the member's DROP accumulation accrues no additional monthly benefits (but continues to earn interest).

The FRS funding policy provides for monthly employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll are adequate to accumulate sufficient assets to pay benefits when due. The FRS requires a 3% contribution for members effective July 1, 2011. Governmental employers are required to make contributions based on statewide rates. The FRS establishes contributions based on the state fiscal year, which begins July 1st. For the period of October 1, 2020 to June 30, 2021, the contribution rates, by job class, were as follows: regular employees 10.00%, senior management 27.29%, and DROP participants 16.98%. The City's contribution includes .06% for an administrative and educational fee. For the period of July 1, 2021 to September 30, 2021, the contribution rates, by job class, were as

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follows: regular employees 10.82%, senior management 29.01%, and DROP participants 18.34%. The City's contribution includes .06% for an administrative and educational fee. These fees do not apply to DROP participants. FRS also provides disability and survivors' benefits. Benefits are established by Florida State Statute. The contribution requirements of employers are established and may be amended by the Division of Retirement.

The City's contributions to the FRS Pension Plan (not including the 1.66 percent HIS Program Contributions or employee contributions) totaled \$233,798 for fiscal year ending September 30, 2021. Employee contributions totaled \$44,225 for the same period.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2021 the City reported a liability of \$481,420 for its proportionate share of the FRS Pension Plan net pension liability. The City's proportionate share of the total FRS net pension plan liability was 0.006373160%.

For the year ended September 30, 2021, the City recognized a negative pension expense of \$387,958 for the FRS Pension Plan. This was primarily due to a significant reduction in the City's proportionate share of the net pension liability, from \$3.3 million at the end of prior FY 2020 to \$0.5 million at the end of FY 2021, and the pension plan's funded ratio increasing from 78.85% to 96.40% during the same period. At September 30, 2021 the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the FRS Pension Plan from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 82,516	\$ -
Changes of assumptions	329,411	-
Net difference between projected and actual earnings	-	1,679,553
Changes in City proportion	-	516,097
Subtotal	<u>411,927</u>	<u>2,195,650</u>
City contributions subsequent to the measurement date	58,493	-
Total	<u>\$ 470,420</u>	<u>\$ 2,195,650</u>

The deferred outflows of resources related to pensions totaling \$58,493 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2022. Other amounts reported for the FRS Pension Plan as deferred outflows of resources and deferred inflows of resources related to the pensions will be recognized in pension expense as follows:

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Year ended September 30:	
2022	\$ (391,063)
2023	(387,154)
2024	(438,334)
2025	(519,181)
2026	(47,991)
Thereafter*	-
	<u><u>\$ (1,783,723)</u></u>

* Note that additional future deferred inflows and outflows of resources may impact these numbers.

Actuarial Assumptions – The total pension liability for the FRS Pension Plan was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions listed below.

The actuarial assumptions that determined the total pension liability of the FRS Pension Plan as of June 30, 2021, were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

Valuation Date	July 1, 2021
Measurement date	June 30, 2021
Discount rate	6.80%
Investment rate of return	6.80%
Inflation	2.40%
Salary increases, including inflation	3.25%
Mortality	PUB-2010 base table with projection scale MP-2018
Actuarial cost method	Individual Entry Age

The FRS Actuarial Assumption Conference is responsible for setting the assumptions used in funding valuations of the defined pension plan pursuant to section 216.136 (10), Florida Statutes. There were no substantive changes in actuarial assumptions between the current and prior year.

Discount Rate – The discount rate used to measure the total pension liability for the FRS Pension Plan disclosed above is based on a projection of cash flows that assumed that employee contributions will be made at the current contribution rate and the contributions from participating members will be made at statutorily required rates, actuarially determined. Based on those assumptions, the FRS Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the 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.

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Long-Term Expected Rate of Return – To develop an analytical basis for the selection of the long-term assumption for the FRS Pension Plan, the 2021 FRS Actuarial Assumptions Conference reviewed long-term assumptions developed by multiple contracted capital market assumptions teams. The table below shows resulting assumptions for each of the asset classes in which the plan was invested based on the long-term target asset allocation. The allocation policy’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The expected real rate of return is presented in arithmetic means.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Arithmetic Expected Real Rate of Return</u>
Cash	1.0%	2.1%
Fixed Income	20.0%	3.8%
Global Equity	54.2%	8.2%
Real Estate	10.3%	7.1%
Private Equity	10.8%	11.7%
Strategic Investments	3.7%	5.7%
Total	<u>100.0%</u>	

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate – The following presents the City’s proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate of 6.80 percent. Also presented is what the City’s proportionate share of the FRS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	<u>1% Decrease 5.80%</u>	<u>Current Discount Rate 6.80%</u>	<u>1% Increase 7.80%</u>
City's proportionate share of the FRS Pension Plan net pension liability	\$ 2,152,942	\$ 481,420	\$ (915,785)

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

Plan Description – The HIS Pension Plan is a cost-sharing multiple-employer defined benefit pension plan established to provide a monthly subsidy payment to retired members of any state-administered retirement system in order to assist such retired members in paying the costs of health insurance. Persons are eligible for health insurance subsidy payments who are retired under a state-administered retirement system, or a beneficiary who is a spouse or financial dependent entitled to receive benefits under a state-administered retirement system except those individuals who are pension recipients under Section 121.40, 237.08(18)(a) and 250.33, Florida Statutes, or recipients of health insurance coverage under Section 110.1232, Florida Statutes or any other special pension or relief act are not eligible for such pension payments. A person is deemed retired from a state-administered retirement system when he or she terminates employment with all employers participating in the Florida Retirement System and:

- For a member of the FRS investment plan, the participant meets the age or service requirements to qualify for normal retirement per Section 121.021(29), Florida Statutes and meets the definition of retiree in Section 121.4501(2), Florida Statutes.
- For a member of FRS defined benefit pension plan, or any employee who maintains creditable service under the pension plan and the investment plan, the member begins drawing retirement benefits from the pension plan.

Any person retiring on or after July 1, 2001, as a member of the FRS including a member of the investment plan, must satisfy the vesting requirements for his or her membership class under the pension plan as administered under Chapter 121, Florida Statutes. Any person retiring due to disability must qualify for a regular or in-line-of-duty disability per provisions under Chapter 112, Florida Statutes.

Benefits Provided – The benefit of the HIS Pension Plan is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Department of Management Services, Division of Retirement. HIS benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

For the fiscal year ended June 30, 2020, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$5. The payments are at least \$30 but not more than \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare. Terms of the benefits provided by the Plan may be amended only by the State Legislature with a change in the Statutes governing the Plan.

Contributions – The HIS Pension Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross

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compensation for all active FRS members. For the fiscal year ended June 30, 2021, the contribution rate was 1.66 percent of payroll pursuant to section 112.363, Florida Statutes. There are no employee contributions required for the HIS Pension Plan. HIS Pension Plan contributions are deposited in a separate trust fund from which HIS payments are authorized.

The City's contributions to the HIS Pension Plan totaled \$33,330 for the fiscal year ended September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2021 the City reported a liability of \$736,199 for its proportionate share of the HIS Pension Plan net pension liability. The City's proportionate share of the total HIS net pension plan liability was 0.006001668%.

For the year ended September 30, 2021, the City recognized a negative pension expense of \$91,695 for the HIS Pension Plan as a result of the City's proportionate share of the net pension liability being reduced from \$0.9 million to \$0.7 million between fiscal year ends 2020 and 2021, and the Plan's funded ratio increasing from 3.00% to 3.56% during the same period. At September 30, 2021 the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the HIS Pension Plan from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 24,635	\$ 308
Changes of assumptions	57,848	30,333
Net difference between projected and actual earnings	767	-
Changes in City proportion	-	327,204
Subtotal	<u>83,250</u>	<u>357,845</u>
City contributions subsequent to the measurement date	8,085	-
Total	<u>\$ 91,335</u>	<u>\$ 357,845</u>

The deferred outflows of resources related to pensions totaling \$8,085 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2022. Other amounts reported for the FRS Pension Plan as deferred outflows of resources and deferred inflows of resources related to the pensions will be recognized in pension expense as follows:

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Year ended September 30:

2022	\$ (82,572)
2023	(70,922)
2024	(50,770)
2025	(34,226)
2026	(25,989)
Thereafter*	<u>(10,116)</u>
	<u><u>\$(274,595)</u></u>

* Note that additional future deferred inflows and outflows of resources may impact these numbers.

Actuarial Assumptions – Actuarial valuations for the HIS Program are conducted biennially. The July 1, 2021, HIS valuation is the most recent actuarial valuation and was used to develop the liabilities for the June 30, 2021, financial reporting exhibits shown on the following page. Liabilities originally calculated as of the actuarial valuation date have been recalculated as of a later GASB Measurement Date using standard actuarial roll forward procedures. The discount rates used at the two liability measurement dates differ due to changes in the applicable municipal bond index between dates.

The actuarial assumptions that determined the total pension liability of the HIS Pension Plan as of June 30, 2021, were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

Valuation Date	
Measurement date	June 30, 2021
Discount rate	2.16%
Investment rate of return	N/A
Bond Buyer General 20-Bond Municipal Bond	2.16%
Inflation	2.40%
Salary increases, including inflation	3.25%
Mortality	PUB-2010 base table with projection scale MP-2018
Actuarial cost method	Individual Entry Age

Discount Rate – In general the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS Pension Plan is essentially funded on a pay as you go basis, the depletion date is considered to be immediate, and the single rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate decreased by 0.05% from 2.21% at June 30, 2020 to 2.16% at June 30, 2021 due to changes in the applicable municipal bond index.

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Long-Term Expected Rate of Return – as stated above, the HIS Pension Plan is essentially funded on a pay as you go basis. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumption for cash flows into and out of the pension plan, or assumed asset allocation.

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate – The following presents the City’s proportionate share of the net pension liability of the HIS Pension Plan calculated using the discount rate of 2.16 percent. Also presented is what the City’s proportionate share of the FRS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current rate:

	1% Decrease 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
City's proportionate share of the HIS Pension Plan net pension liability	\$ 851,117	\$ 736,199	\$ 642,049

2. Firefighters’ Retirement Fund

The City of Dunedin Municipal Firefighters’ Pension Trust Fund issues a publicly available financial report that includes financial statements and required supplementary information for single employer pension plans. That report may be obtained by writing to: Davidson, Jamieson & Cristini, P.I., 1956 Bayshore Boulevard, Dunedin, FL, 34698.

GASB Statement 67 Financial Reporting For Pension Plans, requires certain disclosures to be made for state and local government pension plans. It requires the net pension liability (asset) to be measured as the total pension liability, less the amount of the pension plan’s fiduciary net position. The total pension liability (asset) should be determined by (a) an actuarial valuation as of the date of measurement, or (b) the use of update procedures to roll forward the measurement date amounts from an actuarial valuation as of a date no more than 24 months prior to the pension plan’s fiscal year end. Since the Firefighters’ Pension Plan issues its own financial statements incorporating these disclosures, these disclosures are not included in the City’s notes to its financial statements.

Contributions are received from members through payroll deductions at 5.5% of wages. Employer contributions include Chapter 175 Premium Tax Refunds received from the State of Florida under Florida Statutes and any additional amount determined by the actuary to fund the plan properly according to State Laws. If a non-vested firefighter retires, dies, becomes disabled, or terminates employment with the City, accumulated contributions paid by the firefighter are refunded to the firefighter or the designated beneficiary.

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Plan Membership in the Plan as of October 1, 2019:

Group	Number of Employees
Inactive plan members or beneficiaries currently receiving benefits	51
Inactive plan members entitled to but not yet receiving benefits	2
Active plan members	47
Total	<u>100</u>

Pension Benefits under the Plan include retirement benefits as well as death and disability benefits. To be eligible for normal retirement the participant must be age 55 with 10 years of service or age 52 with 25 years of service. Benefits are equal to 3% of the participant's average final compensation for each of the first 25 years of credited service and 2% of average compensation for each year in excess of 37.5 years. Service between 25 and 37.5 years does not add benefits. Beginning in April 2003, a supplemental monthly benefit of \$3 per year of service, not to exceed \$75, was added for future retirees. In fiscal year 2016 the supplemental monthly benefit was increased to \$13 per year of service, and the limitation not to exceed \$75 was increased to \$325. In fiscal year 2019 the supplemental monthly benefit was increased to \$16 per year of service and the limitation to \$400. A participant is vested after ten years of service.

Deferred Retirement Option Plan (DROP) is available to any plan member who is eligible to receive a normal retirement pension. Upon electing to participate in DROP, the member becomes a retiree for all Plan purposes while continuing his or her active employment as a firefighter. He or she ceases to accrue any further benefits under the pension plan. Normal retirement payments that would have been payable to the member as a result of retirement are accumulated and invested in the DROP to be distributed to the member upon his or her termination of employment. Participation in the DROP ceases for a Plan participant after the earlier of 5 years or the attainment of thirty years of service.

Basis of Accounting - The accrual basis of accounting is used for the Plan. Under the accrual basis of accounting, revenues are recognized when they are earned and collection is reasonably assured, and expenses are recognized when the liability is incurred. Plan member contributions are recognized in the period in which the contributions are due. City contributions to the plan, as calculated by the Plan's actuary, are recognized as revenue when due. Benefits and refunds are recognized when due and payable, in accordance with the terms of the plan. Investments are measured at fair value based on quoted market prices for securities held by the Plan.

Valuation of Investments – Investments of common stock and bonds traded on a national securities exchange are valued at the last reported sales price on the last business day of the plan 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 mean between the past reported bid and asked prices; investments in securities not having an established market value are valued at fair value as determined by the Board of Trustees. The fair value of an investment is the amount that the

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Plan could reasonably expect to receive for it in a current sale between market participants, other than in a forced or liquidated sale. Investment transactions are recorded on a trade date basis.

Investment income is recognized on the accrual basis as earned. Unrealized appreciation or depreciation in fair value of investments includes the differences between cost and fair value of investments held. The net realized and unrealized investment appreciation or depreciation for the year is reflected in the Statement of Change in Fiduciary Net Pension.

The City's Firefighters' Pension Plan's net pension liability recorded in the September 30, 2021 financial statements was measured as of September 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The City's firefighters' net pension liability at September 30, 2021 will agree to the Change in Net Pension Liability (Asset) schedule that is presented on the following page. The City's firefighters' pension plan's fiduciary net position used in the calculation is dated as of the measurement date of September 30, 2020 and will agree to the Pension Plan's financial statements as of September 30, 2020.

Actuarial Assumptions – The total pension liability (asset) was determined by an actuarial valuation as of October 1, 2019 updated to September 30, 2020 using the following actuarial assumptions:

Inflation	2.50%
Salary increases	Service Based
Discount Rate	7.50%
Investment rate of return	7.50%

Mortality Rate Healthy Lives:

Female: PubS.H-2010 (Below Median) for Employees, set forward one year.

Male: PubS.H-2010 (Below Median) for Employees, set forward one year.

Mortality Rate Healthy Inactive Lives:

Female: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.

Male: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.

Mortality Rate Disabled Lives:

Female: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H2010 for Disabled Retirees.

Male: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H2010 for Disabled Retirees.

The inflation assumption remained the same as prior year at 2.50%.

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

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each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included the pension plan's target asset allocation as of September 30, 2020, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	52.50%	7.50%
International Equity	12.50%	8.50%
Domestic Fixed Income	25.00%	2.50%
Real Estate	10.00%	4.50%
Total	100.00%	

Changes in Net Pension Liability (Asset)

	Firefighters' Plan Increase (Decrease)		
	Total Pension Liability (Asset)	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at September 30, 2020	\$ 31,231,917	\$ 29,762,107	\$ 1,469,810
Changes for the year:			
Service cost	861,826	-	861,826
Interest	2,347,830	-	2,347,830
Share Plan Allocation	32,646	-	32,646
Difference between actual & expected experience	(217,129)	-	(217,129)
Changes in assumptions	(160,554)		(160,554)
Contributions - Employer	-	541,139	(541,139)
Contributions - Employer (through state)	-	326,578	(326,578)
Contributions - Employee	-	183,196	(183,196)
Contributions - Buy Back	44,510	44,510	-
Net investment income	-	3,070,432	(3,070,432)
Benefit Payments, Including Refunds of Employee Contributions	(1,578,674)	(1,578,674)	-
Administrative expense	-	(75,671)	75,671
Net changes	1,330,455	2,511,510	(1,181,055)
Balance at September 30, 2021	\$ 32,562,372	\$ 32,273,617	\$ 288,755

CITY OF DUNEDIN, FLORIDA
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SEPTEMBER 30, 2021

Discount Rate – The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the City’s contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability to Changes in the Discount Rate – The following table illustrates the impact of interest rate sensitivity on the net pension liability (asset) as of September 30, 2021.

	1% Decrease <u>6.50%</u>	Rate <u>7.50%</u>	1% Increase <u>8.50%</u>
City's net pension liability (asset)	\$ 3,847,390	\$ 288,755	\$ (2,707,342)

Detailed information about the pension plan’s fiduciary net position is available in a separately issued Plan financial report.

For the year ended September 30, 2021, the City will recognize a pension expense of \$663,608. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 11,438	\$ 829,793
Changes of assumptions	-	128,444
Net difference between projected and actual earnings on Plan investments	<u>923,184</u>	<u>508,588</u>
	934,622	1,466,825
Employer and state contributions subsequent to the measurement date	<u>910,555</u>	-
Total	<u><u>\$ 1,845,177</u></u>	<u><u>\$ 1,466,825</u></u>

The deferred outflows of resources related to the City contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net position liability (asset) for the year ended September 30, 2021. Deferred inflows of resources related to pensions will be recognized in pension expense as follows:

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

Year ended September 30:

2022	\$ (164,716)
2023	(146,339)
2024	26,236
2025	(247,384)
	<u>\$ (532,203)</u>

The following summarizes net pension asset, net pension liability, and deferred inflow/outflow of resources previously disclosed for the Defined Benefit Pension Plans:

	Net Pension Liability	Deferred Outflow of Resources	Deferred Inflow of Resources	Pension Expense (Credit)
FRS	\$ 481,420	\$ 470,420	\$ 2,195,650	\$ (387,958)
HIS	736,199	91,335	357,845	(91,695)
Firefighters'	288,755	1,845,177	1,466,825	663,608
	<u>\$ 1,506,374</u>	<u>\$ 2,406,932</u>	<u>\$ 4,020,320</u>	<u>\$ 183,955</u>

3. Defined Contribution Plan

Beginning January 1, 1996, the City began providing retirement benefits for all of its regular status employees not covered under the Florida Retirement System or the Municipal Firefighters' Pension Trust Fund through a non-contributory defined contribution plan administered by Empower Retirement under their prototype Profit-Sharing Plan and Trust Agreement. At September 30, 2021, there were 260 Plan members in the defined contribution plan. Benefits depend solely on amounts contributed to the Plan plus investment earnings. The City's contributions for each employee (and interest allocated to the employee's account) are fully vested after five years of continuous service, 75% vested after four years of service, and 50% vested after three years of service.

City contributions for, and interest forfeited by, employees who leave employment before five years are used to reduce the City's current-period contribution requirement. Plan provisions and contribution requirements are established and may be amended by the City Commission.

The City's total payroll for fiscal year ended September 30, 2021; upon which contributions were based, was approximately \$15.5 million. The City's contributions are calculated using the participant's total compensation. City contributions for the years ended September 30, 2021, 2020, and 2019 were \$1,118,222, \$1,120,984, and \$1,067,440, respectively.

B. SELF INSURANCE PROGRAM

As a public entity, the City always has the potential risk for exposure to: torts; theft of, damage to and destruction of assets; errors and omissions by employees; injuries to employees and citizens; and natural disasters.

CITY OF DUNEDIN, FLORIDA
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In 2009, the City established a Self-Insurance Fund which is an Internal Service Fund to account for and finance a portion of any uninsured loss. The City utilizes this fund to self-insure the first \$100,000 of property damage per occurrence (except named storms). Other deductibles include 5% for Named Storm, subject to a minimum of \$500,000; \$100,000 for Flood damage, and \$350,000 of any employee work-related injuries (i.e. workers compensation claims). The City also self-insures all auto liability and general liability losses. Separate insurance policies are maintained for other purposes, such as Camp liability for Dunedin Recreation’s camps, Marina Operators Liability for the Dunedin Marina, Miscellaneous Medical Professional liability for the City’s emergency medical technicians, Public Officials liability for elected officials and committee members, and Storage Tank 3rd Party liability for fuel tank environmental pollution. Such coverages are fully insured and in most cases, subject to a deductible. All claims for liability, settlements, insurance premiums and deductibles for covered assets are included within the City’s Self-Insurance Fund.

The City is a governmental entity entitled to all statutory protection for such entities, including Fla. Statutes § 768.28 (5). Settled claims have not exceeded the overall program premiums since the plan’s inception.

All funds of the City participate in the program and make payments to the Self-Insurance Fund based on a current claims cost estimate to pay prior and current-year claims. The Self Insurance Fund maintains a minimum of \$3.5 million in reserves per Resolution No. 08-02 adopted on December 6, 2007.

The claims liability of \$965,266, reported in the Fund at September 30, 2021, is based on information identified prior to the issuance of the financial statements, and indicates that a liability has been incurred as of the date of the financial statements and that the amount of the loss can be reasonably estimated. These liabilities, including IBNR (incurred but not reported claims), are based on the estimated ultimate cost of settling the claims (excluding the effects of inflation and other societal and economic factors), using past experience adjusted for current trends and any other factors that would modify past experiences. Claims liabilities also include specific incremental claim adjustment expenses. Changes in the Fund's claims liability amount during the year ended September 30, 2021, are as follows:

	Workers Compensati	Property and Liability	Total
Claims reserve, September 30, 2019	\$ 464,492	\$ 256,286	\$ 720,778
Plus: Incurred claims and reserve adjustments	449,367	148,835	598,202
Less: Paid claims and reserve adjustments	<u>(301,405)</u>	<u>(137,166)</u>	<u>(438,571)</u>
Claims reserve, September 30, 2020	612,454	267,955	880,409
Plus: Incurred claims and reserve adjustments	201,559	567,923	769,482
Less: Paid claims and reserve adjustments	<u>(204,605)</u>	<u>(480,020)</u>	<u>(684,625)</u>
Claims reserve, September 30, 2021	<u>\$ 609,408</u>	<u>\$ 355,858</u>	<u>\$ 965,266</u>

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

The City is also self-insured for its Employee Health Plans. The Health Benefits Fund was established October 1, 2010. The Fund is accounted for in an Internal Service Fund and is externally administered, for an annually contracted amount that is based on dollar value of claims processed. Contributions to the health plans (i.e. medical and dental insurance) for City employees and their dependents are shared by the City and the employee. Administrative fees are paid primarily out of this fund. Stop-loss insurance is maintained for this program at \$110,000 per individual with an annual aggregate stop-loss of 125% of total claims. No claims have exceeded the annual aggregate maximum since the Plan's inception.

Changes in the Fund's claims liability amount during the year ended September 30, 2021, are as follows:

	Health Benefit Plan
Claims reserve, October 1, 2019	\$ 176,654
Plus: Incurred claims and reserve adjustments	3,420,180
Less: Paid claims and reserve adjustments	<u>(3,429,331)</u>
Claims reserve, September 30, 2020	167,503
Plus: Incurred claims and reserve adjustments	3,782,947
Less: Paid claims and reserve adjustments	<u>(3,655,151)</u>
Claims reserve, September 30, 2021	<u>\$ 295,299</u>

C. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", established new accounting and reporting requirements for postretirement benefits (OPEB). The standard does not require funding of OPEB expense, but any difference between amounts funded to the plan and the OPEB liability is required to be recorded in the employer's financial statement as an increase (or decrease) in the net liability. The plan is 'pay as you go', therefore the full OPEB liability is recorded in the statements.

Plan Description and Funding Policy

The City of Dunedin has a single-employer defined benefit plan (OPEB) that covers eligible retirees and their dependents, who may continue to participate in the City's health insurance programs at the "blended" employee group rate which is determined annually by the City and approved by the City Commission. Retirees have 31 days to elect to enroll in the City's health insurance plan in which they were participating at the time of retirement unless otherwise stated in a plan document or collective bargaining agreement. As of the latest actuarial valuation date, a total of 326 active employees and 3 retired, inactive employees were participating in the City's health program. The City provides no funding for any portion of the premiums after retirement; however, the City recognizes that there is an "implicit subsidy" arising as a result of the blended rate premium since retiree health care costs, on average, are higher than active employee healthcare costs. The plan is not accounted for as a trust fund since an irrevocable trust has not been established to fund the plan. The plan does not issue a separate financial report.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

Total OPEB Liability

The measurement date for the City’s OPEB liability is September 30, 2021, the same as the reporting date. The measurement period for the OPEB cost was October 1, 2020 to September 30, 2021. The components of the City’s OPEB liability at September 30, 2021, are as follows:

Total OPEB liability	\$ 1,892,797
OPEB Plan fiduciary net position	-
City's net OPEB liability	<u>\$ 1,892,797</u>
 OPEB Plan fiduciary net position as a percentage of total OPEB liability	 0.00%

Actuarial Assumptions - The total OPEB liability at September 30, 2021 was based on an actuarial valuation date of September 30, 2021. Significant methods and assumptions used for this valuation are as follows:

Inflation Rate	2.50%
Discount Rate	2.43%
Healthcare cost trend rate	4.00%

Mortality rates were based on the Pub-2010 mortality tables. All tables include fully generational adjustments for mortality improvements using gender-specific improvement scale MP-2018.

Discount Rate – The discount rate used to measure the total OPEB liability at September 30, 2021 was 2.43%. The discount rate used to measure the total liability at September 30, 2020 was 2.41%. Because the City’s OPEB costs are funded on a pay-as-you-go structure, in accordance with GASB Statement No. 75 a municipal bond rate must be used to in valuing the total OPEB liability. For the current valuation, the discount rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index as published by the S&P Dow Jones Indices nearest the measurement date. The Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard and Poor’s Rating Services, Aa2 by Moody’s or AA by Fitch. If there are multiple ratings, the lowest rating is used.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at September 30, 2020	\$ 2,206,511
<i>Changes for the Year:</i>	
Service cost	126,708
Interest	55,617
Changes in assumptions	(223,445)
Differences between expected and actual experience	(221,322)
Benefit payments	<u>(51,272)</u>
Net Changes	<u>(313,714)</u>
Balance at September 30, 2021	<u>\$ 1,892,797</u>

Sensitivity of the total OPEB Liability to Changes in the Discount Rate – The following table represents the total OPEB liability, calculated using the discount rate of 2.43%, as well as what the City’s total liability would be if it were calculated using a discount rate that is one percentage-point lower (1.43%) or one percentage-point higher (3.43%) than the current discount rate:

	1% Decrease <u>1.43%</u>	Current Discount Rate <u>2.43%</u>	1% Increase <u>3.43%</u>
Total OPEB Liability	\$ 2,044,120	\$ 1,892,797	\$ 1,746,296

Sensitivity of the total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following table represents the total OPEB liability, calculated using the healthcare cost trend rate of 4.00%, as well as what the City’s total liability would be if it were calculated using a healthcare cost trend rate that is one percentage-point lower (3.00%) or one percentage-point higher (5.00%) than the current discount rate:

	1% Decrease <u>3.00%</u>	Current Healthcare Cost Trend Rate <u>4.00%</u>	1% Increase <u>5.00%</u>
Total OPEB Liability	\$ 1,642,362	\$ 1,892,797	\$ 2,192,757

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

OPEB Expense, Deferred Outflows of Resources and Deferred Inflow of Resources Related to OPEB –
 For the year ended September 30, 2021 the City recognized OPEB expense of \$206,257. At September 30, 2021, the City has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 225,481	\$ 210,217
Changes of assumptions	165,388	251,916
Total	<u>\$ 390,869</u>	<u>\$ 462,133</u>

Deferred outflow of resources shown above will be recognized as OPEB expense in the following years:

Year ended September 30:	
2022	\$ 15,931
2023	15,931
2024	15,931
2025	15,934
2026	11,070
Thereafter*	<u>(146,061)</u>
	<u>\$ (71,264)</u>

* Note that additional future deferred inflows and outflows of resources may impact these numbers.

D. CONTINGENCIES AND COMMITMENTS

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial. Various other suits and claims, arising in the ordinary course of the City's operations, are pending against the City of Dunedin. These claims consist of personal injury, discrimination, property damage and sales tax. The ultimate effect of such litigation cannot be ascertained at this time, but are not expected to be material.

E. FEDERAL AND STATE GRANTS

The City participates in a number of federal and state grant programs. These programs are subject to audit by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the City does believe, the amount of disallowances, if any, would have a material effect on the financial position of the City.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 6 – FUND BALANCE REPORTING

Governmental fund balances reported on the fund financial statements at September 30, 2021, include the following:

	General Fund	Stadium Fund	Penny Fund	Other Governmental Funds	Total
Nonspendable:					
Inventory	\$ 3,102	\$ -	\$ -	\$ -	\$ 3,102
Prepaid	1,630,687	-	-	-	1,630,687
Restricted:					
Windlasses/DYSA	6,372	-	-	-	6,372
Training - Building Dept	35,495	-	-	-	35,495
Bequests - Library	78,261	-	-	-	78,261
Bequests - Other	100	-	-	-	100
Stadium	-	3,936,637	-	-	3,936,637
Impact Fees	-	-	-	858,406	858,406
Building	-	-	-	2,841,367	2,841,367
County Gas Tax	-	-	-	512,626	512,626
Penny Community Redevelopment Agency	-	-	24,297,039	-	24,297,039
	-	-	-	1,303,417	1,303,417
Committed:					
G. Koutsourais	20,849	-	-	-	20,849
Cemetery	338,466	-	-	-	338,466
Tree Bank	679,678	-	-	-	679,678
Assigned:					
Subsequent year's Operations	2,281,412	-	-	-	2,281,412
Unassigned	4,347,072	-	-	(20,220)	4,326,852
Total	\$ 9,421,494	\$ 3,936,637	\$ 24,297,039	\$ 5,495,596	\$43,150,766

Nonspendable Fund Balance – Amounts that are (a) not in spendable form or (b) legally or contractually required to remain intact.

Restricted Fund Balance – Amounts that can be spent only for specific purposes stipulated by (a) external resource providers such as creditors (by debt covenants), grantors, contributors, or laws and regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

Committed Fund Balance – Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the City Commission, which is the City’s highest level of decision making authority, with same formal action (resolution) occurring prior to the City’s fiscal year-end. Commitments may be modified or removed only by the City Commissioners taking the same formal action that imposed the constraint originally.

Included in committed fund balance are Cemetery revenues from the sale of burial spaces as established by Resolution 94-20 which was amended by Resolution 08-27, contributions to the G. Koutsourais fund to provide recreational activities for Dunedin’s youth (Resolution 93-58), and fees collected and held in the Tree Bank for the purchase of trees to be used on city owned property. The Tree Bank was established as part of the city’s Code of Ordinances (Section 105-43.18).

Assigned Fund Balance – Includes spendable fund balance amounts established by an official (either the City Manager or Finance Director) authorized by the City Commission that are intended to be used for specific purposes that are neither considered restricted nor committed. Such authorization was established via Resolution 12-09.

The table below shows the breakout of encumbrances by major and nonmajor governmental funds in the aggregate, and the General Fund’s subsequent year’s budget. The total of the General Fund’s encumbrances and subsequent year’s budget are included in assigned fund balance.

Encumbrances

Major governmental funds:

General Fund	\$ 660,626
Stadium Fund	28,058
Penny Fund	<u>19,655,773</u>
Total Major funds	20,344,458
Other Governmental Funds	<u>595,977</u>
Total Encumbrances	<u><u>\$20,940,435</u></u>

Subsequent Year's Budget

General Fund	<u>\$ 1,620,786</u>
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Unassigned Fund Balance – The residual classification for the General Fund, representing fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance may also include negative balances for any governmental fund, except for the General Fund, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

Regarding spending priorities, the City’s fund balance guideline does not address prioritization among fund balance categories. However, it is assumed that restricted funds will be spent first unless there are legal documents that prohibit doing this, such as grant agreements. For unrestricted fund balance amounts, committed would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

CITY OF DUNEDIN, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 – FUND BALANCE DEFICITS

The following fund had a deficit fund balance at September 30, 2021:

<u>Fund Name</u>	<u>Deficit Amount</u>
Public Art Fund	\$ (20,220)

The Public Art Fund was established in FY 2020 to account for the receipt and disbursement of revenues and expenditures associated with contributions received from private owners and developers who are subject to the City’s design/review process, or as required by City ordinance related to capital improvement projects. As of fiscal year end, the fund had not realized revenues sufficient to cover the minor expenditures incurred during the fiscal year under the guidelines of the public art program. The anticipation is that future year revenues will reverse the deficit balance in the fund.

NOTE 8 - SUBSEQUENT EVENTS

City of Dunedin, Florida Non-Ad Valorem Revenue Note, Series 2021B – On November 4, 2021 the City Commission adopted a resolution authorizing the issuance of a non-ad valorem revenue note. The Resolution authorizes the issuance of up to \$4.2 million in non-ad valorem revenue notes to fund the City’s purchase of real property located within the geographic limits of the City’s Community Redevelopment Area (CRA), to be used for parking. On November 15, 2021 the City issued a \$4,114,000 Non-Ad Valorem Revenue Note, Series 2021B. The Series 2021B Note contains an interest rate equal to 1.515% and a maturity date of August 1, 2032.

American Rescue Plan Act Funding - On September 3, 2021 the City entered into a grant agreement with the Florida Division of Emergency Management whereby the State will allocate up to \$18,299,690 in fiscal recovery funds to the City pursuant to the American Rescue Plan Act (ARPA) of 2021. The Coronavirus Local Fiscal Recovery Fund, created by the ARPA, will provide funds to local governments in order to facilitate the ongoing recovery from the COVID-19 pandemic. On October 7, 2021 the City received \$9,149,845, or fifty percent of the aforementioned \$18 million total allocation. The City Commission, along with City leadership and input from the local community are in the process of prioritizing projects and initiatives to best utilize the funding towards eligible needs beginning in fiscal year 2022.

DUNEDIN

Home of Honeymoon Island

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REQUIRED SUPPLEMENTARY INFORMATION

DUNEDIN

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**CITY OF DUNEDIN, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2021**

**FLORIDA RETIREMENT SYSTEM DEFINED BENEFIT PENSION PLAN
Schedule of City's Proportionate Share of Net Pension Liability**

Florida Retirement System (FRS) Defined Benefit Pension Plan

<u>Fiscal Year</u>	<u>City's Proportion of the Net Pension Liability</u>	<u>City's Proportionate Share of the Net Pension Liability</u>	<u>Covered Payroll</u>	<u>Proportionate Share of the Net Pension Liability as a Percentage of Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of Total Liability</u>
2021	0.006373160%	\$ 481,420	\$ 2,124,726	22.66%	96.40%
2020	0.007694751%	3,335,018	2,617,510	127.41%	78.85%
2019	0.007751248%	2,669,422	2,669,498	100.00%	82.61%
2018	0.007958517%	2,397,146	2,855,150	83.96%	84.26%
2017	0.009039450%	2,673,809	3,088,310	86.58%	83.89%
2016	0.010615074%	2,680,315	3,302,909	81.15%	84.88%
2015	0.012671046%	1,636,636	3,733,272	43.84%	92.00%

Note:

The City implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available.

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

<u>Fiscal Year</u>	<u>City's Proportion of the Net Pension Liability</u>	<u>City's Proportionate Share of the Net Pension Liability</u>	<u>Covered Payroll</u>	<u>Proportionate Share of the Net Pension Liability as a Percentage of Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of Total Liability</u>
2021	0.006001668%	\$ 736,199	\$ 2,124,726	34.65%	3.56%
2020	0.007541682%	920,831	2,617,510	35.18%	3.00%
2019	0.007981751%	893,078	2,669,498	33.45%	2.63%
2018	0.008741557%	925,216	2,855,150	32.41%	2.15%
2017	0.009688790%	1,035,980	3,088,310	33.55%	1.64%
2016	0.010699153%	1,246,942	3,302,909	37.75%	0.97%
2015	0.012305445%	1,254,962	3,733,272	33.62%	0.50%

Note:

The City implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available.

**CITY OF DUNEDIN, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SEPTEMBER 30, 2021**

**FLORIDA RETIREMENT SYSTEM DEFINED BENEFIT PENSION PLAN
 Schedule of City Contributions**

Florida Retirement System (FRS) Defined Benefit Pension Plan

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions Related to the Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2021	\$ 242,790	\$ 242,790	\$ -	\$ 2,007,843	12.09%
2020	255,662	255,662	-	2,515,582	10.16%
2019	240,345	240,345	-	2,656,290	9.05%
2018	226,811	226,811	-	2,780,854	8.16%
2017	235,319	235,319	-	3,025,094	7.78%
2016	258,866	258,866	-	3,407,136	7.60%
2015	308,931	308,931	-	3,585,918	8.62%

Note:

The City implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available.

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions Related to the Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2021	\$ 35,278	\$ 35,278	\$ -	\$ 2,007,843	1.76%
2020	43,459	43,459	-	2,515,582	1.73%
2019	44,322	44,322	-	2,656,290	1.67%
2018	47,406	47,406	-	2,780,854	1.70%
2017	51,276	51,276	-	3,025,094	1.70%
2016	54,840	54,840	-	3,407,136	1.61%
2015	47,039	47,039	-	3,585,918	1.31%

Note:

The City implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available.

CITY OF DUNEDIN, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SEPTEMBER 30, 2021

MUNICIPAL FIREFIGHTERS' PENSION TRUST FUND
Schedule of Changes in the Net Pension
Liability (Asset) and Related Ratios
Last Eight Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total Pension Liability (Asset)				
Service cost	\$ 861,826	\$ 896,035	\$ 818,157	\$ 856,749
Interest	2,347,830	2,232,784	2,087,665	1,969,652
Changes in excess state money	-	-	(32,072)	-
Share plan allocation	32,646	22,417	14,179	11,304
Changes of benefit terms	-	170,785	-	-
Differences between Expected & Actual Experience	(217,129)	(170,541)	28,595	(89,355)
Changes of Assumptions	(160,554)	-	-	-
Contributions - buy back	44,510	70,955	-	1,118
Benefit payments, including refunds of employee contributions	<u>(1,578,674)</u>	<u>(1,388,306)</u>	<u>(1,136,362)</u>	<u>(1,138,395)</u>
Net Change in Total Pension Liability (Asset)	1,330,455	1,834,129	1,780,162	1,611,073
Total Pension Liability (Asset) - Beginning	<u>31,231,917</u>	<u>29,397,788</u>	<u>27,617,626</u>	<u>26,006,553</u>
Total Pension Liability (Asset) - Ending (a)	<u>\$ 32,562,372</u>	<u>\$ 31,231,917</u>	<u>\$ 29,397,788</u>	<u>\$ 27,617,626</u>
Plan Fiduciary Net Position				
Contributions - city	\$ 541,139	\$ 460,063	\$ 458,623	\$ 446,583
Contributions - state	326,578	312,939	301,956	298,122
Contributions - employee	183,196	186,986	181,279	180,673
Contributions - buy back	44,510	70,955	-	1,118
Net investment income	3,070,432	660,182	2,899,009	1,888,678
Benefit payments, including refunds of employee contributions	<u>(1,578,674)</u>	<u>(1,388,306)</u>	<u>(1,136,362)</u>	<u>(1,138,395)</u>
Administrative expense	<u>(75,671)</u>	<u>(74,005)</u>	<u>(71,296)</u>	<u>(62,596)</u>
Net Change in Plan Fiduciary Net Position	2,511,510	228,814	2,633,209	1,614,183
Plan Fiduciary Net Position - Beginning	<u>29,762,107</u>	<u>29,533,293</u>	<u>26,900,084</u>	<u>25,285,901</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 32,273,617</u>	<u>\$ 29,762,107</u>	<u>\$ 29,533,293</u>	<u>\$ 26,900,084</u>
City's Net Pension Liability (Asset) - Ending (a) - (b)	<u>\$ 288,755</u>	<u>\$ 1,469,810</u>	<u>\$ (135,505)</u>	<u>\$ 717,542</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	99.11%	95.29%	100.46%	97.40%
Covered Payroll	\$ 3,330,834	\$ 3,399,726	\$ 3,295,962	\$ 3,284,952
City's Net Pension Liability (Asset) as a Percentage of Covered Payroll	8.67%	43.23%	-4.11%	21.84%

CITY OF DUNEDIN, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2021

2016	2015	2014	2013
\$ 818,555	\$ 795,653	\$ 793,320	\$ 736,260
1,946,348	1,800,848	1,685,549	1,586,064
-	5,213	9,746	-
2,432	15,635	29,234	-
495,699	-	-	-
(836,436)	(214,235)	-	-
201,521	-	-	-
73,537	32,877	64,645	-
<u>(1,052,549)</u>	<u>(1,091,385)</u>	<u>(1,083,306)</u>	<u>(1,108,108)</u>
1,649,107	1,344,606	1,499,188	1,214,216
<u>24,357,446</u>	<u>23,012,840</u>	<u>21,513,652</u>	<u>20,299,436</u>
<u>\$ 26,006,553</u>	<u>\$ 24,357,446</u>	<u>\$ 23,012,840</u>	<u>\$ 21,513,652</u>
\$ 442,686	\$ 501,383	\$ 510,314	\$ 549,848
286,293	303,898	322,030	314,996
186,769	178,122	176,623	172,605
73,537	32,877	64,645	-
1,676,263	(353,976)	1,904,122	2,667,160
(1,052,549)	(1,091,385)	(1,083,306)	(1,108,108)
<u>(69,374)</u>	<u>(76,367)</u>	<u>(44,389)</u>	<u>(48,564)</u>
1,543,625	(505,448)	1,850,039	2,547,937
<u>23,742,276</u>	<u>24,247,724</u>	<u>22,397,685</u>	<u>19,849,748</u>
<u>\$ 25,285,901</u>	<u>\$ 23,742,276</u>	<u>\$ 24,247,724</u>	<u>\$ 22,397,685</u>
<u>\$ 720,652</u>	<u>\$ 615,170</u>	<u>\$ (1,234,884)</u>	<u>\$ (884,033)</u>
97.23%	97.47%	105.37%	104.11%
\$ 3,395,812	\$ 3,288,615	\$ 3,211,327	\$ 3,138,275
21.22%	18.71%	-38.45%	-28.17%

**CITY OF DUNEDIN, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2021**

Notes to Schedule of Changes in the Net Pension:

The City implemented GASB Statement No. 68 for the fiscal year ended September 30, 2016, using a measurement date of September 30, 2015. Information for years prior to September 30, 2013 is not available.

The Covered Payroll numbers shown are in compliance with GASB 82, except for the 09/30/2015 measurement period which includes DROP payroll.

Changes of Benefits Terms: For measurement date 09/30/2016, Ordinance 16-22 was adopted. The change was an increase in the Supplemental benefit from \$3 to \$13 per month per year of service up to a maximum of \$325 for Members who retire on or after October 1, 2016 or enter the DROP on or after October 1, 2014.

Changes of Assumptions: For measurement date 09/30/2016, as a result of an October 3, 2016 Experience Study and as a result of recent State legislation, the Board has made the following assumption changes:

The assumed rates of mortality were changed to match those used by the FRS for special risk employees in their July 1, 2015 valuation report.

The expected withdrawal rates were reduced, as shown in the Actuarial Assumptions and Methods section of the 10/01/2016 valuation report.

The investment return assumption was reduced from 7.75% to 7.50% per year, net of investment related expenses.

The assumed rates of individual salary increase were reduced as shown in the Actuarial Assumptions and Methods section of the 10/01/2016 valuation report.

The assumed rates of retirement were reduced at each age, as shown in the Actuarial Assumptions and Methods section of the 10/01/2016 valuation report.

In addition, the inflation assumption rate was lowered from 3.0% to 2.5%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

Changes of Assumptions: For measurement date 09/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes.

Effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

Additionally, the Supplemental Benefit has been increased from \$13 per month per year of service to \$16 per month per year of service.

**CITY OF DUNEDIN, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SEPTEMBER 30, 2021**

**MUNICIPAL FIREFIGHTERS' PENSION TRUST FUND
 Schedule of City Contributions
 Last Ten Fiscal Years**

Fiscal Year	Contributions Related to the			Contributions Covered Payroll	Contributions as a Percentage of Covered Payroll
	Actuarially Determined Contribution	Actuarially Determined Contribution	Contribution Deficiency (Excess)		
2021	\$ 856,234	\$ 856,234	\$ -	\$ 3,326,112	25.74%
2020	839,734	835,071	4,663	3,330,834	25.07%
2019	746,882	750,586	(3,704)	3,399,726	22.08%
2018	777,513	778,472	(959)	3,295,962	23.62%
2017	733,401	733,401	-	3,284,952	22.33%
2016	725,736	725,736	-	3,395,812	21.37%
2015	784,433	784,433	-	3,288,615	23.85%
2014	793,364	793,364	-	3,211,327	24.71%
2013	832,898	832,898	-	3,138,275	26.54%
2012	825,820	825,820	-	3,110,720	26.55%

Valuation date: October 1, 2019. Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine the actuarially determined contribution:

Funding method: Entry Age Normal Actuarial Cost Method
 Amortization method: Level percentage of pay, closed
 Amortization period: 30 years
 Mortality Rates: RP-2000 Generational, Scale BB; Disabled Females and Males. set forward 2 and 4 years respectively.

Termination Rates:	% of Active Members	
	Years of Service	Separating within Next Year
	0 to 5	5.0%
	6 to 7	4.0%
	8 to 9	0.0%
	10+	0.5%

Retirement Rates (assumed rate of retirement is 2.0% for each year of eligibility for early retirement):	Years After 1st Eligibility for Normal Retirement	
	Normal Retirement	Probability of Normal Retirement
	0	20%
	1-4	10%
	5+	100%

**CITY OF DUNEDIN, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SEPTEMBER 30, 2021**

Disability Rates:	% Becoming Disabled	
	<u>Age</u>	<u>During the Year</u>
	20	0.14%
	25	0.15%
	30	0.18%
	35	0.23%
	40	0.30%
	45	0.51%
	50	1.00%

Interest Rate: 7.50% per year, compounded annually, net of investment related expenses.
 Salary increases: See table below.
 Post Retirement COLA: None.
 Payroll Growth: 1.13% per year for amortization of the Unfunded Actuarial Accrued Liability.
 This is in compliance with Part VII of Chapter 112, Florida Statutes.
 Funding Projection: The required dollar contributions for the following year include a half year of interest and a full year of salary increase based on the average salary increase for the upcoming year.
 Actuarial Asset Method: All assets are valued at market value with and adjustment made to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return) over a five-year period.

Salary Increase Assumptions Used

Years of Service	% Increase in Salary	Years of Service	% Increase in Salary	Years of Service	% Increase in Salary
0	11.0%	5	6.5%	10	6.0%
1	10.0%	6	6.5%	11	5.5%
2	9.0%	7	6.5%	12	5.0%
3	8.0%	8	6.5%	13	4.5%
4	7.0%	9	6.5%	14+	4.0%

**MUNICIPAL FIREFIGHTERS' PENSION TRUST FUND
 Schedule of Investment Returns
 Last Nine Fiscal Years**

<u>Fiscal Year</u>	<u>Annual Money-Weighted Rate of Return Net of Investment Expense</u>
2021	18.72%
2020	10.50%
2019	2.26%
2018	10.90%
2017	7.55%
2016	7.12%
2015	-1.47%
2014	8.56%
2013	13.40%

**CITY OF DUNEDIN, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2021**

**OTHER POST EMPLOYMENT BENEFITS
Schedule of Changes in Total Liability**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability					
Service cost	\$ 126,708	\$ 120,790	\$ 103,839	\$ 94,934	\$ 81,305
Interest	55,617	68,418	73,265	50,846	38,882
Changes in assumptions	(223,445)	177,034	16,382	(87,808)	37,732
Differences between expected and actual experience	(221,322)	74,003	(13,524)	297,485	5,975
Benefit payments	(51,272)	(47,695)	(54,629)	(48,859)	(71,690)
Net change in total OPEB liability	(313,714)	392,550	125,333	306,598	92,204
Total OPEB liability - beginning	<u>2,206,511</u>	<u>1,813,961</u>	<u>1,688,628</u>	<u>1,382,030</u>	<u>1,289,826</u>
Total OPEB liability - ending	<u>\$ 1,892,797</u>	<u>\$ 2,206,511</u>	<u>\$ 1,813,961</u>	<u>\$ 1,688,628</u>	<u>\$ 1,382,030</u>
Covered employee payroll	\$ 17,956,780	\$ 17,556,795	\$ 17,201,635	\$ 17,196,303	\$ 16,655,015
Total OPEB liability as a percentage of covered employee payroll	10.54%	12.57%	10.55%	9.82%	8.30%

Notes:

Plan Assets:

- No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

Other Items:

- This information is required for ten years. However, only five years of information is currently available.

DUNEDIN

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**COMBINING AND OTHER SUPPLEMENTARY
INFORMATION SCHEDULES**

City of Dunedin
General Fund
Schedule of Expenditure Detail - Budget and Actual
For the year ended September 30, 2021

	Budget			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
GENERAL GOVERNMENT				
City commission				
Personnel services	\$ 131,100	\$ 131,100	\$ 121,314	\$ 9,786
Supplies and services	144,150	144,240	102,717	41,523
Aids and grants	148,000	148,120	148,118	2
City commission total	423,250	423,460	372,149	51,311
City manager				
Personnel services	771,200	778,006	788,794	(10,788)
Supplies and services	331,488	336,056	261,814	74,242
City manager total	1,102,688	1,114,062	1,050,608	63,454
Legal				
Supplies and services	475,000	475,000	310,595	164,405
Legal total	475,000	475,000	310,595	164,405
City clerk				
Personnel services	371,500	373,925	329,961	43,964
Supplies and services	156,467	162,836	127,530	35,306
City clerk total	527,967	536,761	457,491	79,270
Finance				
Personnel services	915,800	928,963	842,488	86,475
Supplies and services	174,540	219,840	205,388	14,452
Finance total	1,090,340	1,148,803	1,047,876	100,927
Administration				
Personnel services	514,400	484,941	416,108	68,833
Supplies and services	251,746	291,114	282,490	8,624
Administration total	766,146	776,055	698,598	77,457
Planning and development				
Personnel services	701,400	709,538	692,806	16,732
Supplies and services	457,646	623,541	512,483	111,058
Capital outlay	105,000	178,505	47,990	130,515
Aids and grants	166,000	196,000	53,493	142,507
Planning and development total	1,430,046	1,707,584	1,306,772	400,812
Non-departmental				
Supplies and services	(271,700)	(270,900)	327,786	(598,686)
Non-departmental total	(271,700)	(270,900)	327,786	(598,686)
PUBLIC SAFETY				
Building services				
Supplies and services	-	-	668	(668)
Building services total	-	-	668	(668)
Law enforcement				
Supplies and services	4,707,436	4,707,436	4,684,358	23,078
Aids and grants	10,000	10,000	10,000	-
Law enforcement total	4,717,436	4,717,436	4,694,358	23,078
Fire				
Personnel services	4,759,950	4,780,320	5,026,408	(246,088)
Supplies and services	1,222,685	1,287,671	1,226,695	60,976
Capital outlay	425,500	593,816	203,264	390,552
Fire total	6,408,135	6,661,807	6,456,367	205,439

City of Dunedin
General Fund
Schedule of Expenditure Detail - Budget and Actual (Continued)
For the year ended September 30, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget- Positive (Negative)
EMS				
Personnel services	\$ 1,362,950	\$ 1,365,452	\$ 1,411,332	\$ (45,880)
Supplies and services	230,126	230,275	205,347	24,928
EMS total	1,593,076	1,595,727	1,616,679	(20,952)
PHYSICAL ENVIRONMENT				
Water admin				
Supplies and services	-	1,400	180	1,220
Water admin total	-	1,400	180	1,220
Water production				
Supplies and services	-	-	1,180	(1,180)
Water production total	-	-	1,180	(1,180)
WPC treatment plant				
Supplies and services	-	1,200	1,180	20
WPC treatment plant total	-	1,200	1,180	20
Stormwater				
Supplies and services	-	4,700	4,647	53
Stormwater total	-	4,700	4,647	53
TRANSPORTATION				
Downtown parking				
Supplies and services	119,900	123,900	201,633	(77,733)
Downtown parking total	119,900	123,900	201,633	(77,733)
Streets / Traffic				
Personnel services	653,950	660,883	535,372	125,511
Supplies and services	1,116,803	1,118,003	1,032,415	85,588
Streets / traffic total	1,770,753	1,778,886	1,567,787	211,099
CULTURE AND RECREATION				
Library				
Personnel services	1,566,100	1,599,210	1,645,234	(46,024)
Supplies and services	805,183	893,104	835,554	57,550
Capital outlay	100,000	157,307	33,270	124,037
Library total	2,471,283	2,649,621	2,514,058	135,563
Parks & Recreation admin				
Personnel services	553,100	562,311	487,730	74,581
Supplies and services	72,925	75,738	60,517	15,221
Parks & Recreation admin total	626,025	638,049	548,247	89,802
Recreation				
Personnel services	2,055,130	2,077,367	1,836,723	240,644
Supplies and services	2,416,213	3,319,731	2,825,087	494,644
Capital outlay	56,300	103,613	55,814	47,799
Aids and grants	-	1,317	1,309	8
Recreation total	4,527,643	5,502,028	4,718,933	783,095
Parks				
Personnel services	1,836,800	1,861,546	1,837,543	24,003
Supplies and services	1,268,903	1,492,169	1,285,485	206,684
Capital outlay	155,000	254,853	-	254,853
Aids and grants	10,000	10,000	1,838	8,162
Parks total	3,270,703	3,618,568	3,124,866	493,702

City of Dunedin
General Fund
Schedule of Expenditure Detail - Budget and Actual (Continued)
For the year ended September 30, 2021

	Budget			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Dunedin Historical Society				
Supplies and services	\$ 26,400	\$ 72,030	\$ 18,400	\$ 53,630
Dunedin Historical Society total	26,400	72,030	18,400	53,630
Dunedin Fine Arts Center				
Supplies and services	86,100	100,470	68,410	32,060
Aids and grants	-	-	660	(660)
Dunedin Fine Arts Center total	86,100	100,470	69,070	31,400
Marina				
Supplies and services	-	-	410	(410)
Marina total	-	-	410	(410)
Total expenditures	\$ 31,161,191	\$ 33,376,647	\$ 31,110,538	\$ 2,266,109

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Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the receipt, custody, and expenditure of revenues from specific sources for which the City is required legally to limit expenditures to particular uses and to account separately for these resources.

Public Art

To account for the receipt and disbursement of revenues and expenditures associated with contributions received from private owners and developers who are subject to the City's design/review process, or as required by City ordinance related to capital improvement projects.

Impact Fees

To account for the receipt and disbursement of fees levied to pay for future parkland, fire department capital outlays, law enforcement capital outlays, and transportation capital outlays. This fund is also used to collect for and disburse to the County its share of transportation impact fees.

Building

To account for the revenue and expenditures associated with the enforcement of the Florida Building Code. In addition, the fund was established to ensure that the existing permit fee structure covers operating expenses and that funds are being used in accordance with State law.

County Gas Tax

To account for the costs of road and street improvements funded by proceeds of the Pinellas County gas tax.

Community Redevelopment Agency (CRA)

To account for the receipt, custody and expenditure of property tax increment funds associated with related redevelopment projects.

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City of Dunedin, Florida
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2021

	<u>Public Art</u>	<u>Impact Fee</u>	<u>Building</u>	<u>County Gas Tax</u>
<u>ASSETS</u>				
Cash, cash equivalents, and investments	\$ 9,508	\$ 860,382	\$ 2,839,899	\$ 441,123
Receivables-net of allowance for uncollectibles	72	1,429	4,794	968
Due from other governments	-	10,048	-	77,513
Other assets	-	-	-	-
Advances to other funds	-	-	29,800	-
Total assets	<u>\$ 9,580</u>	<u>\$ 871,859</u>	<u>\$ 2,874,493</u>	<u>\$ 519,604</u>
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ -	\$ 4,683	\$ 2,728
Contracts payable	-	-	-	4,250
Accrued salaries payable	-	-	21,365	-
Deposits payable	-	-	-	-
Due to other governments	-	13,453	-	-
Other current liabilities	-	-	7,078	-
Advances from other funds	29,800	-	-	-
Total liabilities	<u>29,800</u>	<u>13,453</u>	<u>33,126</u>	<u>6,978</u>
<u>FUND BALANCES</u>				
Restricted	-	858,406	2,841,367	512,626
Unassigned	(20,220)	-	-	-
Total fund balances	<u>(20,220)</u>	<u>858,406</u>	<u>2,841,367</u>	<u>512,626</u>
Total liabilities and fund balances	<u>\$ 9,580</u>	<u>\$ 871,859</u>	<u>\$ 2,874,493</u>	<u>\$ 519,604</u>

Community Redevelopment Agency		Total
\$ 1,429,100	\$ 5,580,012	
2,251	9,514	
-	87,561	
1,300	1,300	
-	29,800	
<u>\$ 1,432,651</u>	<u>\$ 5,708,187</u>	
\$ 110,840	\$ 118,251	
10,415	14,665	
5,979	27,344	
2,000	2,000	
-	13,453	
-	7,078	
-	29,800	
<u>129,234</u>	<u>212,591</u>	
1,303,417	5,515,816	
-	(20,220)	
<u>1,303,417</u>	<u>5,495,596</u>	
<u>\$ 1,432,651</u>	<u>\$ 5,708,187</u>	

City of Dunedin, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the year ended September 30, 2021

	<u>Public Art</u>	<u>Impact Fee</u>	<u>Building</u>	<u>County Gas Tax</u>
<u>REVENUES</u>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	10,048	1,759	468,888
Charges for services	-	-	1,565,899	-
Impact fees	-	111,643	-	-
Investment earnings	(24)	1,319	4,246	755
Rents	-	-	-	-
Other revenue	1,750	-	4,174	-
Total revenues	<u>1,726</u>	<u>123,010</u>	<u>1,576,078</u>	<u>469,643</u>
<u>EXPENDITURES</u>				
Current:				
Public safety	-	-	1,228,979	-
Transportation	-	-	-	124,657
Economic environment	-	-	-	-
Culture and recreation	7,940	-	-	-
Capital outlay:				
Public safety	-	-	34,555	-
Transportation	-	101,897	-	293,645
Economic environment	-	-	-	-
Aids and grants	-	-	-	-
Total expenditures	<u>7,940</u>	<u>101,897</u>	<u>1,263,534</u>	<u>418,302</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,214)</u>	<u>21,113</u>	<u>312,544</u>	<u>51,341</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	38,000	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>38,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(6,214)	59,113	312,544	51,341
Fund balances - beginning	<u>(14,006)</u>	<u>799,293</u>	<u>2,528,823</u>	<u>461,285</u>
Fund balances - ending	<u>\$ (20,220)</u>	<u>\$ 858,406</u>	<u>\$ 2,841,367</u>	<u>\$ 512,626</u>

Community Redevelopment		
Agency	Total	
\$ 1,348,197	\$ 1,348,197	
2,718	483,413	
-	1,565,899	
-	111,643	
1,350	7,646	
38,962	38,962	
-	5,924	
<u>1,391,227</u>	<u>3,561,684</u>	
-	1,228,979	
-	124,657	
665,169	665,169	
-	7,940	
-	34,555	
-	395,542	
360,985	360,985	
38,557	38,557	
<u>1,064,711</u>	<u>2,856,384</u>	
<u>326,516</u>	<u>705,300</u>	
-	38,000	
<u>(50,000)</u>	<u>(50,000)</u>	
<u>(50,000)</u>	<u>(12,000)</u>	
276,516	693,300	
<u>1,026,901</u>	<u>4,802,296</u>	
<u>\$ 1,303,417</u>	<u>\$ 5,495,596</u>	

City of Dunedin, Florida

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

Public Art Fund

For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Impact Fees	\$ 24,250	\$ 24,250	\$ -	\$ (24,250)
Investment earnings	-	-	(24)	(24)
Other revenue	-	-	1,750	1,750
Total revenues	<u>24,250</u>	<u>\$ 24,250</u>	<u>\$ 1,726</u>	<u>(22,524)</u>
<u>EXPENDITURES</u>				
Current:				
Culture and recreation	<u>25,000</u>	<u>34,796</u>	<u>7,940</u>	<u>26,856</u>
Total expenditures	<u>25,000</u>	<u>34,796</u>	<u>7,940</u>	<u>26,856</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(750)</u>	<u>(10,546)</u>	<u>(6,214)</u>	<u>4,332</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(35,100)</u>	<u>(35,100)</u>	<u>-</u>	<u>35,100</u>
Total other financing sources	<u>(35,100)</u>	<u>(35,100)</u>	<u>-</u>	<u>35,100</u>
Net change in fund balances	<u>\$ (35,850)</u>	<u>\$ (45,646)</u>	<u>(6,214)</u>	<u>\$ 39,432</u>
Fund balance - beginning			<u>(14,006)</u>	
Fund balance - ending			<u>\$ (20,220)</u>	

City of Dunedin, Florida

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

Impact Fee Fund

For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 10,048	\$ 10,048
Impact fees	278,500	278,500	111,643	(166,857)
Investment earnings	2,200	2,200	1,319	(881)
Total revenues	<u>280,700</u>	<u>280,700</u>	<u>123,010</u>	<u>(157,690)</u>
<u>EXPENDITURES</u>				
Capital outlay:				
Transportation	-	104,239	101,897	2,342
Total expenditures	<u>-</u>	<u>104,239</u>	<u>101,897</u>	<u>2,342</u>
Excess (deficiency) of revenues over (under) expenditures	<u>280,700</u>	<u>176,461</u>	<u>21,113</u>	<u>(155,348)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	<u>38,000</u>	<u>38,000</u>	<u>38,000</u>	<u>-</u>
Total other financing sources	<u>38,000</u>	<u>38,000</u>	<u>38,000</u>	<u>-</u>
Net change in fund balances	<u>\$ 318,700</u>	<u>\$ 214,461</u>	59,113	<u>\$ (155,348)</u>
Fund balance - beginning			<u>799,293</u>	
Fund balance - ending			<u>\$ 858,406</u>	

City of Dunedin, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
Building Fund
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 1,759	\$ 1,759
Charges for services	1,600,000	1,600,000	1,565,899	(34,101)
Investment earnings	4,000	4,000	4,246	246
Other revenue	-	-	4,174	4,174
Total revenues	<u>1,604,000</u>	<u>1,604,000</u>	<u>1,576,078</u>	<u>(27,922)</u>
<u>EXPENDITURES</u>				
Current:				
Public safety	1,216,969	1,373,932	1,228,979	144,953
Capital outlay:				
Public safety	30,000	42,420	34,555	7,865
Total expenditures	<u>1,246,969</u>	<u>1,416,352</u>	<u>1,263,534</u>	<u>152,818</u>
Excess (deficiency) of revenues over (under) expenditures	<u>357,031</u>	<u>187,648</u>	<u>312,544</u>	<u>124,896</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	<u>35,100</u>	<u>35,100</u>	-	<u>(35,100)</u>
Total other financing sources	<u>35,100</u>	<u>35,100</u>	-	<u>(35,100)</u>
Net change in fund balances	<u>\$ 392,131</u>	<u>\$ 222,748</u>	312,544	<u>\$ 89,796</u>
Fund balance - beginning			<u>2,528,823</u>	
Fund balance - ending			<u>\$ 2,841,367</u>	

City of Dunedin, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
County Gas Tax Fund
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
<u>REVENUES</u>				
Intergovernmental	\$ 472,500	\$ 472,500	\$ 468,888	\$ (3,612)
Investment earnings	5,000	5,000	755	(4,245)
Total revenues	<u>477,500</u>	<u>477,500</u>	<u>469,643</u>	<u>(7,857)</u>
<u>EXPENDITURES</u>				
Current:				
General government	5,500	5,500	-	5,500
Transportation	181,000	202,137	124,657	77,480
Capital outlay:				
Transportation	345,000	345,000	293,645	51,355
Total expenditures	<u>531,500</u>	<u>552,637</u>	<u>418,302</u>	<u>134,335</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(54,000)</u>	<u>(75,137)</u>	<u>51,341</u>	<u>126,478</u>
Net change in fund balances	<u>\$ (54,000)</u>	<u>\$ (75,137)</u>	<u>51,341</u>	<u>\$ 126,478</u>
Fund balance - beginning			<u>461,285</u>	
Fund balance - ending			<u>\$ 512,626</u>	

City of Dunedin, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
Community Redevelopment Agency
For the year ended September 30, 2021

	<u>Budget</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes:				
Property	\$ 1,349,098	\$ 1,349,098	\$ 1,348,197	\$ (901)
Intergovernmental	-	-	2,718	2,718
Investment earnings	1,500	1,500	1,350	(150)
Rents	45,000	45,000	38,962	(6,038)
Other revenue	12,000	12,000	-	(12,000)
Total revenues	<u>1,407,598</u>	<u>1,407,598</u>	<u>1,391,227</u>	<u>(16,371)</u>
<u>EXPENDITURES</u>				
Current:				
Economic environment	1,021,146	1,148,020	665,169	482,851
Capital outlay:				
Economic environment	567,000	884,637	360,985	523,652
Aids and grants	113,000	159,500	38,557	120,943
Total expenditures	<u>1,701,146</u>	<u>2,192,157</u>	<u>1,064,711</u>	<u>1,127,446</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(293,548)</u>	<u>(784,559)</u>	<u>326,516</u>	<u>1,111,075</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(66,400)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(66,400)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ (359,948)</u>	<u>\$ (834,559)</u>	276,516	<u>\$ 1,111,075</u>
Fund balance - beginning			<u>1,026,901</u>	
Fund balance - ending			<u>\$ 1,303,417</u>	

City of Dunedin
Combining Statement of Net Position
Internal Service Funds
September 30, 2021

	<u>Fleet Maintenance</u>	<u>Facilities Maintenance</u>	<u>Self Insurance</u>	<u>Information Technology</u>	<u>Total</u>
ASSETS					
Current assets:					
Cash, cash equivalents, and investments	\$ 4,662,746	\$ 1,722,603	\$ 5,049,759	\$ 720,370	\$ 12,155,478
Receivables-net of allowance for uncollectibles	-	-	809	-	809
Interest receivable	6,962	2,828	9,433	1,221	20,444
Inventories	76,945	-	-	-	76,945
Prepaid items	-	-	282,368	360	282,728
Deposits	-	-	176,629	-	176,629
Total current assets	<u>4,746,653</u>	<u>1,725,431</u>	<u>5,518,998</u>	<u>721,951</u>	<u>12,713,033</u>
Noncurrent assets:					
Capital assets:					
Buildings	1,179,463	683,106	-	-	1,862,569
Machinery and equipment	15,802,991	119,468	-	1,650,401	17,572,860
Less: accumulated depreciation	<u>(11,145,172)</u>	<u>(380,125)</u>	-	<u>(513,039)</u>	<u>(12,038,336)</u>
Total capital assets, net	<u>5,837,282</u>	<u>422,449</u>	-	<u>1,137,362</u>	<u>7,397,093</u>
Total noncurrent assets	<u>5,837,282</u>	<u>422,449</u>	-	<u>1,137,362</u>	<u>7,397,093</u>
Total assets	<u>10,583,935</u>	<u>2,147,880</u>	<u>5,518,998</u>	<u>1,859,313</u>	<u>20,110,126</u>
DEFERRED OUTFLOWS OF RESOURCES					
Other post employment benefits (OPEB)	10,427	7,400	5,105	5,210	28,142
Total deferred outflows of resources	<u>10,427</u>	<u>7,400</u>	<u>5,105</u>	<u>5,210</u>	<u>28,142</u>
Total assets and deferred outflows of resources	<u>10,594,362</u>	<u>2,155,280</u>	<u>5,524,103</u>	<u>1,864,523</u>	<u>20,138,268</u>
LIABILITIES					
Current liabilities:					
Accounts payable	45,424	106,944	564,927	12,345	729,640
Accrued salaries payable	10,042	18,366	7,499	13,650	49,557
Compensated absences	31,510	37,975	25,436	59,102	154,023
Claims payable	-	-	300,638	-	300,638
Total current liabilities	<u>86,976</u>	<u>163,285</u>	<u>898,500</u>	<u>85,097</u>	<u>1,233,858</u>
Noncurrent liabilities:					
Compensated absences	6,948	8,292	5,609	13,033	33,882
Other post employment benefit liability	52,972	50,387	10,932	30,835	145,126
Claims payable	-	-	959,927	-	959,927
Total noncurrent liabilities	<u>59,920</u>	<u>58,679</u>	<u>976,468</u>	<u>43,868</u>	<u>1,138,935</u>
Total liabilities	<u>146,896</u>	<u>221,964</u>	<u>1,874,968</u>	<u>128,965</u>	<u>2,372,793</u>
DEFERRED INFLOWS OF RESOURCES					
Other post employment benefits (OPEB)	7,486	11,266	4,083	7,966	30,801
Total deferred inflows of resources	<u>7,486</u>	<u>11,266</u>	<u>4,083</u>	<u>7,966</u>	<u>30,801</u>
Total liabilities and deferred inflows of resources	<u>154,382</u>	<u>233,230</u>	<u>1,879,051</u>	<u>136,931</u>	<u>2,403,594</u>
NET POSITION					
Net investment in capital assets	5,837,282	422,449	-	1,137,362	7,397,093
Unrestricted	4,602,698	1,499,601	3,645,052	590,230	10,337,581
Total net position	<u>\$ 10,439,980</u>	<u>\$ 1,922,050</u>	<u>\$ 3,645,052</u>	<u>\$ 1,727,592</u>	<u>\$ 17,734,674</u>

City of Dunedin
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the year ended September 30, 2021

	<u>Fleet Maintenance</u>	<u>Facilities Maintenance</u>	<u>Self Insurance</u>	<u>Information Technology</u>	<u>Total</u>
Operating revenues:					
Charges for services	\$ 3,270,318	\$ 1,404,800	\$ 6,129,184	\$ 1,046,900	\$ 11,851,202
Other operating revenue	-	49,051	53,713	-	102,764
Total operating revenues	<u>3,270,318</u>	<u>1,453,851</u>	<u>6,182,897</u>	<u>1,046,900</u>	<u>11,953,966</u>
Operating expenses:					
Personal services	612,063	697,487	325,576	529,941	2,165,067
Supplies and services	1,023,735	732,359	6,876,441	469,517	9,102,052
Depreciation	<u>1,072,437</u>	<u>38,258</u>	-	<u>194,208</u>	<u>1,304,903</u>
Total operating expenses	<u>2,708,235</u>	<u>1,468,104</u>	<u>7,202,017</u>	<u>1,193,666</u>	<u>12,572,022</u>
Operating income (loss)	<u>562,083</u>	<u>(14,253)</u>	<u>(1,019,120)</u>	<u>(146,766)</u>	<u>(618,056)</u>
Nonoperating revenues (expenses):					
Intergovernmental	8,866	8,737	2,024		19,627
Investment earnings	7,876	3,002	8,131	1,120	20,129
Interest/amortization expense	(519)	-	-	-	(519)
Gain (Loss) on disposal of capital assets	<u>105,142</u>	-	-	<u>(617)</u>	<u>104,525</u>
Total nonoperating revenues (expenses)	<u>121,365</u>	<u>11,739</u>	<u>10,155</u>	<u>503</u>	<u>143,762</u>
Income before contributions and transfers	<u>683,448</u>	<u>(2,514)</u>	<u>(1,008,965)</u>	<u>(146,263)</u>	<u>(474,294)</u>
Change in net position	683,448	(2,514)	(1,008,965)	(146,263)	(474,294)
Net position - beginning	<u>9,756,532</u>	<u>1,924,564</u>	<u>4,654,017</u>	<u>1,873,855</u>	<u>18,208,968</u>
Net position - ending	<u>\$ 10,439,980</u>	<u>\$ 1,922,050</u>	<u>\$ 3,645,052</u>	<u>\$ 1,727,592</u>	<u>\$ 17,734,674</u>

City of Dunedin
Combining Statement of Cash Flows
For the year ended September 30, 2021

	<u>Fleet Maintenance</u>	<u>Facilities Maintenance</u>	<u>Self Insurance</u>	<u>Information Technology</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 3,270,318	\$ 1,404,800	\$ 6,130,140	\$ 1,046,900	\$ 11,852,158
Payments to suppliers	(1,017,579)	(672,785)	(6,947,521)	(460,193)	(9,098,078)
Payments to employees	(698,081)	(705,139)	(325,538)	(521,096)	(2,249,854)
Other operating revenue	-	49,051	53,713	-	102,764
Net cash provided by (used in) operating activities	<u>1,554,658</u>	<u>75,927</u>	<u>(1,089,206)</u>	<u>65,611</u>	<u>606,990</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	-	(29,400)	-	(29,400)
Transfers out	-	-	29,400	-	29,400
Operating grant	8,866	8,737	2,024	-	19,627
Net cash provided by (used in) noncapital financing activities	<u>8,866</u>	<u>8,737</u>	<u>2,024</u>	<u>-</u>	<u>19,627</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from sale of capital assets	105,142	-	-	-	105,142
Purchase of capital assets	(858,364)	-	-	(111,337)	(969,701)
Principal paid on capital debt	(128,905)	-	-	-	(128,905)
Interest paid on capital debt	(2,075)	-	-	-	(2,075)
Net cash provided by (used in) capital and related financing activities	<u>(884,202)</u>	<u>-</u>	<u>-</u>	<u>(111,337)</u>	<u>(995,539)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment earnings received	7,209	2,895	8,863	1,121	20,088
Net cash provided by (used in) investing activities	<u>7,209</u>	<u>2,895</u>	<u>8,863</u>	<u>1,121</u>	<u>20,088</u>
Net increase in cash and cash equivalents	686,531	87,559	(1,078,319)	(44,605)	(348,834)
Cash and cash equivalents - October 1	<u>3,976,215</u>	<u>1,635,044</u>	<u>6,128,078</u>	<u>764,975</u>	<u>12,504,312</u>
Cash and cash equivalents - September 30	<u>\$ 4,662,746</u>	<u>\$ 1,722,603</u>	<u>\$ 5,049,759</u>	<u>\$ 720,370</u>	<u>\$ 12,155,478</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income / (loss)	\$ 562,083	\$ (14,253)	\$ (1,019,120)	\$ (146,766)	\$ (618,056)
Adjustments to reconcile operating loss to net cash provided by operating activities:					
Depreciation	1,072,437	38,258	-	194,208	1,304,903
(Increase) decrease in:					
Accounts receivable	-	-	957	-	957
Inventories	(6,340)	-	-	-	(6,340)
Prepaid items	-	-	(278,973)	(360)	(279,333)
Deposits	-	-	(20,624)	-	(20,624)
Deferred outflows	1,014	1,765	507	1,217	4,503
Increase (decrease) in:					
Accounts payable	12,496	59,573	15,862	9,684	97,615
Accrued wages payable	(10,715)	110	(2,307)	31	(12,881)
Compensated absences / OPEB	(82,213)	(19,785)	(1,109)	522	(102,585)
Claims payable	-	-	212,653	-	212,653
Deferred inflows	5,896	10,259	2,948	7,075	26,178
Total adjustments	<u>992,575</u>	<u>90,180</u>	<u>(70,086)</u>	<u>212,377</u>	<u>1,225,046</u>
Net cash provided by operating activities	<u>\$ 1,554,658</u>	<u>\$ 75,927</u>	<u>\$ (1,089,206)</u>	<u>\$ 65,611</u>	<u>\$ 606,990</u>

DUNEDIN

Home of Honeymoon Island

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STATISTICAL SECTION

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends	129
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time	
Revenue Capacity	143
These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax	
Debt Capacity	149
These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future	
Demographic and Economic Information	157
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place	
Operating Information	161
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs	

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

FINANCIAL TRENDS

City of Dunedin, Florida
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2021	2020	2019	2018
Governmental activities:				
Net investment in capital assets	\$ 150,762,773	\$ 137,406,572	\$ 66,403,811	\$ 63,664,408
Restricted	17,101,159	16,728,776	33,699,242	15,029,816
Unrestricted	10,349,168	7,266,720	8,931,649	7,168,991
Total governmental activities net position	<u>\$ 178,213,100</u>	<u>\$ 161,402,068</u>	<u>\$ 109,034,702</u>	<u>\$ 85,863,215</u>
Business type activities:				
Net investment in capital assets	\$ 27,212,411	\$ 31,584,991	\$ 34,609,553	\$ 31,280,649
Restricted	-	-	-	1,542,739
Unrestricted	33,002,017	28,547,662	25,785,669	27,874,765
Total business type activities net position	<u>\$ 60,214,428</u>	<u>\$ 60,132,653</u>	<u>\$ 60,395,222</u>	<u>\$ 60,698,153</u>
Primary government:				
Net investment in capital assets	\$ 177,975,184	\$ 168,991,563	\$ 101,013,364	\$ 94,945,057
Restricted	17,101,159	16,728,776	33,699,242	16,572,555
Unrestricted	43,351,185	35,814,382	34,717,318	35,043,756
Total primary government net position	<u>\$ 238,427,528</u>	<u>\$ 221,534,721</u>	<u>\$ 169,429,924</u>	<u>\$ 146,561,368</u>

Source: City Records

	2017	2016	2015	2014	2013	2012
\$	62,763,046	\$ 64,339,229	\$ 64,170,000	\$ 64,104,251	\$ 58,239,411	\$ 56,781,075
	11,721,407	7,026,213	6,506,661	4,840,593	4,424,603	5,892,014
	8,073,971	10,836,332	9,270,449	7,363,412	6,502,111	6,459,724
<u>\$</u>	<u>82,558,424</u>	<u>\$ 82,201,774</u>	<u>\$ 79,947,110</u>	<u>\$ 76,308,256</u>	<u>\$ 69,166,125</u>	<u>\$ 69,132,813</u>
\$	30,862,852	\$ 27,018,599	\$ 25,618,520	\$ 33,534,035	\$ 33,405,168	\$ 33,259,017
	1,456,178	3,741,836	1,283,476	1,184,262	1,146,633	1,015,491
	25,161,006	23,659,881	28,031,653	21,764,460	22,845,536	23,293,206
<u>\$</u>	<u>57,480,036</u>	<u>\$ 54,420,316</u>	<u>\$ 54,933,649</u>	<u>\$ 56,482,757</u>	<u>\$ 57,397,337</u>	<u>\$ 57,567,714</u>
\$	93,625,898	\$ 91,357,828	\$ 89,788,520	\$ 97,638,286	\$ 91,644,579	\$ 90,040,092
	13,177,585	10,768,049	7,790,137	6,024,855	5,571,236	6,907,505
	33,234,977	34,496,213	37,302,102	29,127,872	29,347,647	29,752,930
<u>\$</u>	<u>140,038,460</u>	<u>\$ 136,622,090</u>	<u>\$ 134,880,759</u>	<u>\$ 132,791,013</u>	<u>\$ 126,563,462</u>	<u>\$ 126,700,527</u>

City of Dunedin, Florida
Changes in Net Position
Last Ten Fiscal Years

(accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015
EXPENSES							
Governmental activities:							
General government	\$ 3,280,069	\$ 4,104,628	\$ 3,762,390	\$ 4,722,335	\$ 3,086,600	\$ 3,163,785	\$ 3,902,176
Public safety	14,077,677	14,479,676	12,921,980	12,898,138	12,863,393	12,016,757	10,316,706
Physical environment	-	47,883	-	-	-	-	-
Transportation	2,711,008	2,859,142	2,434,329	2,768,959	2,301,533	2,234,895	2,112,366
Economic environment	1,003,893	893,009	965,342	914,486	750,068	768,565	745,113
Culture and recreation	12,867,858	12,576,585	11,878,621	11,272,053	11,057,908	11,163,145	10,641,476
Interest on long term debt	1,553,544	1,474,647	1,649,974	155,629	182,007	190,979	469,673
Total government activities expenses	35,494,049	36,435,570	33,612,636	32,731,600	30,241,509	29,538,126	28,187,510
Business type activities:							
Solid waste	5,704,237	5,812,572	5,610,862	5,289,057	4,761,646	4,428,289	4,588,418
Water / sewer utility	19,075,129	18,512,252	16,813,915	17,006,572	17,045,668	16,919,664	16,326,720
Stormwater utility	4,833,215	4,779,585	4,293,384	4,028,592	3,558,252	3,665,865	3,360,965
Marina	539,996	423,298	407,017	423,653	381,384	350,845	369,324
Golf course	-	-	-	-	-	-	-
Parking	-	-	409,850	663,977	592,086	-	-
Total business type activities expenses	30,152,577	29,527,707	27,535,028	27,411,851	26,339,036	25,364,663	24,645,427
Total primary government expenses	\$ 65,646,626	\$ 65,963,277	\$ 61,147,664	\$ 60,143,451	\$ 56,580,545	\$ 54,902,789	\$ 52,832,937
PROGRAM REVENUES							
Governmental activities:							
Charges for services							
General government	\$ 469,549	\$ 293,177	\$ 968,688	\$ 475,513	\$ 570,903	\$ 528,147	\$ 343,285
Public safety	4,724,020	3,841,768	5,817,639	5,593,433	5,477,227	4,242,095	3,635,991
Physical environment	-	-	-	-	-	-	51,600
Economic environment	38,962	39,763	65,179	56,085	42,050	46,770	-
Culture and recreation	3,137,720	2,384,100	3,479,883	2,085,419	2,054,132	2,090,589	2,040,989
Operating grants and contributions	1,077,753	808,473	729,456	667,625	607,504	474,084	627,511
Capital grants and contributions	12,898,687	53,292,249	16,129,162	1,857,026	1,459,227	1,555,222	1,336,528
Total governmental activities program revenues	22,346,691	60,659,530	27,190,007	10,735,101	10,211,043	8,936,907	8,035,904
Business type activities:							
Charges for services							
Solid waste	6,166,472	6,041,016	6,002,350	5,378,853	5,220,755	5,094,407	4,946,096
Water / sewer utility	19,134,635	18,396,237	17,664,186	16,847,695	16,200,581	15,303,808	15,147,998
Stormwater utility	3,998,104	3,970,045	3,892,484	3,710,150	3,533,250	3,375,543	3,273,122
Marina	595,976	349,231	565,415	555,103	532,872	490,601	515,457
Golf course	-	-	-	-	-	-	-
Parking	-	-	24,000	169,891	804,959	-	-
Operating grants and contributions	32,143	171,141	154,115	7,429	-	-	-
Capital grants and contributions	103,315	207,400	490,371	3,567,449	300,607	262,397	334,300
Total business type activities revenues	30,030,645	29,135,070	28,792,921	30,236,570	26,593,024	24,526,756	24,216,973
Total primary government program revenues	\$ 52,377,336	\$ 89,794,600	\$ 55,982,928	\$ 40,971,671	\$ 36,804,067	\$ 33,463,663	\$ 32,252,877
NET EXPENSE							
Governmental activities	\$ (13,147,358)	\$ 24,223,960	\$ (6,422,629)	\$ (21,996,499)	\$ (20,030,466)	\$ (20,601,219)	\$ (20,151,606)
Business type activities	(121,932)	(392,637)	1,257,893	2,824,719	253,988	(837,907)	(428,454)
Total primary government net (expense) / revenue	\$ (13,269,290)	\$ 23,831,323	\$ (5,164,736)	\$ (19,171,780)	\$ (19,776,478)	\$ (21,439,126)	\$ (20,580,060)
General Revenues							
Governmental activities:							
Taxes:							
Property taxes	\$ 12,949,749	\$ 11,965,881	\$ 10,677,022	\$ 9,801,125	\$ 8,920,112	\$ 8,250,501	\$ 7,040,424
Utility service taxes	4,885,454	4,754,781	4,589,508	4,360,098	4,250,024	4,282,054	4,282,586
Infrastructure sales surtax	4,586,465	3,933,570	4,141,748	3,936,776	3,715,371	3,614,528	3,436,710
Half cent sales tax	2,753,354	2,315,453	2,410,633	2,351,985	2,256,442	2,237,167	2,165,558
Franchise fees	2,758,247	2,732,590	2,789,433	2,592,367	2,406,038	2,448,302	2,634,802
Other taxes	366,324	354,180	373,484	336,747	333,972	338,061	321,603
State revenue sharing	1,470,277	1,280,158	1,367,990	1,328,774	1,300,819	1,242,420	1,221,632
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	2,932,567
Unrestricted investment earnings	83,995	447,808	669,495	387,808	227,835	73,505	98,536
Gain / (loss) on sale of capital assets	104,525	90,065	221,769	122,910	98,681	369,345	-
Transfers	-	268,920	2,353,034	82,700	(2,649,858)	-	(39,329)
Total government activities revenues	29,958,390	28,143,406	29,594,116	25,301,290	20,859,436	22,855,883	24,095,089
Business type activities:							
Unrestricted investment earnings	203,707	398,988	792,210	476,098	417,154	324,574	327,714
Gain (loss) on sale of capital assets	-	-	-	-	-	-	-
Transfers	-	(268,920)	(2,353,034)	(82,700)	2,649,858	-	39,329
Total business type activities	203,707	130,068	(1,560,824)	393,398	3,067,012	324,574	367,043
Total primary government revenues	\$ 30,162,097	\$ 28,273,474	\$ 28,033,292	\$ 25,694,688	\$ 23,926,448	\$ 23,180,457	\$ 24,462,132
CHANGE IN NET POSITION							
Governmental activities	\$ 16,811,032	\$ 52,367,366	\$ 23,171,487	\$ 3,304,791	\$ 828,970	\$ 2,254,664	\$ 3,943,483
Business type activities	81,775	(262,569)	(302,931)	3,218,117	3,321,000	(513,333)	(61,411)
Total primary government	\$ 16,892,807	\$ 52,104,797	\$ 22,868,556	\$ 6,522,908	\$ 4,149,970	\$ 1,741,331	\$ 3,882,072

Source: City Records

2014	2013	2012
\$ 3,941,552	\$ 3,359,312	\$ 2,428,449
10,476,788	10,361,120	11,296,238
-	-	-
2,135,489	1,999,785	1,897,883
488,187	445,629	508,474
10,136,799	10,111,776	9,673,676
424,781	528,625	642,358
<u>27,603,596</u>	<u>26,806,247</u>	<u>26,447,078</u>
5,229,076	5,335,131	4,700,689
15,970,790	15,508,529	16,647,088
3,037,098	2,725,954	2,150,715
345,892	292,000	458,798
594	30,206	35,254
-	-	-
<u>24,583,450</u>	<u>23,891,820</u>	<u>23,992,544</u>
<u>\$ 52,187,046</u>	<u>\$ 50,698,067</u>	<u>\$ 50,439,622</u>
\$ 523,230	\$ 486,155	\$ -
3,227,174	3,394,107	3,358,410
-	-	-
42,216	89,624	129,946
1,943,283	2,215,859	2,190,448
511,380	381,213	45,361
6,719,504	1,606,456	1,837,921
<u>12,966,787</u>	<u>8,173,414</u>	<u>7,562,086</u>
4,775,203	4,687,484	5,010,962
15,253,874	15,419,636	16,826,489
2,956,426	2,937,216	2,693,752
556,073	469,253	471,043
-	7,452	(903)
-	-	-
-	-	-
1,375,017	137,414	2,114,029
<u>24,916,593</u>	<u>23,658,455</u>	<u>27,115,372</u>
<u>\$ 37,883,380</u>	<u>\$ 31,831,869</u>	<u>\$ 34,677,458</u>
\$ (14,636,809)	\$ (18,632,833)	\$ (18,884,991)
333,143	(233,365)	3,122,828
<u>\$ (14,303,666)</u>	<u>\$ (18,866,198)</u>	<u>\$ (15,762,163)</u>
\$ 6,569,073	\$ 5,767,080	\$ 6,096,273
4,446,105	4,223,089	4,208,418
3,192,877	3,013,051	2,810,128
2,045,485	1,947,273	1,864,750
2,624,822	2,371,745	2,541,409
351,802	171,956	81,917
1,157,604	1,109,982	1,158,749
-	-	-
21,778	48,438	76,561
-	11,732	(37,708)
1,369,394	1,800	(40,416)
<u>21,778,940</u>	<u>18,666,146</u>	<u>18,760,081</u>
121,671	55,609	77,763
-	9,179	4,495
(1,369,394)	(1,800)	40,416
<u>(1,247,723)</u>	<u>62,988</u>	<u>122,674</u>
<u>\$ 20,531,217</u>	<u>\$ 18,729,134</u>	<u>\$ 18,882,755</u>
\$ 7,142,131	\$ 33,313	\$ (124,911)
(914,580)	(170,377)	3,245,503
<u>\$ 6,227,551</u>	<u>\$ (137,064)</u>	<u>\$ 3,120,592</u>

City of Dunedin, Florida
General Governmental Tax Revenues By Source
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Property</u>	<u>Franchise</u>	<u>Utility Service</u>	<u>Total</u>
2012	\$ 6,096,273	\$ 2,541,409	\$ 4,208,418	\$ 12,846,100
2013	5,767,080	2,371,745	4,223,089	12,361,914
2014	6,569,073	2,624,822	4,446,105	13,640,000
2015	7,040,424	2,634,802	4,282,586	13,957,812
2016	8,250,501	2,448,302	4,282,054	14,980,857
2017	8,920,112	2,406,038	4,250,024	15,576,174
2018	9,801,125	2,592,367	4,360,098	16,753,590
2019	10,677,022	2,789,433	4,589,508	18,055,963
2020	11,965,881	2,732,590	4,754,781	19,453,252
2021	12,949,749	2,758,247	4,885,454	20,593,450

Source: City Records

DUNEDIN

Home of Honeymoon Island

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City of Dunedin, Florida
Fund Balances - Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

	2021	2020	2019	2018
General fund:				
Nonspendable	\$ 1,633,789	\$ 1,735,594	\$ 1,865,202	\$ 14,673
Restricted	120,228	119,197	181,500	251,301
Committed	1,038,993	1,131,556	815,006	759,997
Assigned	2,281,412	301,400	757,632	957,200
Unassigned	4,347,072	5,148,034	5,448,652	4,158,234
Total general fund	<u><u>\$ 9,421,494</u></u>	<u><u>\$ 8,435,781</u></u>	<u><u>\$ 9,067,992</u></u>	<u><u>\$ 6,141,405</u></u>
All other governmental funds:				
Nonspendable	\$ -	\$ 67,734	\$ 506,800	\$ 1,800
Restricted	33,749,492	17,341,138	33,704,702	14,778,515
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(20,220)	(14,006)	-	(417,350)
Total all other governmental funds	<u><u>\$ 33,729,272</u></u>	<u><u>\$ 17,394,866</u></u>	<u><u>\$ 34,211,502</u></u>	<u><u>\$ 14,362,965</u></u>

Source: City Records

2017	2016	2015	2014	2013	2012
\$ 210,175	\$ 212,299	\$ 13,339	\$ 216,896	\$ 11,052	\$ 22,670
268,627	280,928	350,064	352,473	585,458	567,305
676,837	354,800	277,219	228,418	-	-
510,219	3,143,941	765,970	65,447	115,416	242,303
4,663,984	4,252,961	6,414,126	3,217,422	3,097,698	3,944,684
<u>\$ 6,329,842</u>	<u>\$ 8,244,929</u>	<u>\$ 7,820,718</u>	<u>\$ 4,080,656</u>	<u>\$ 3,809,624</u>	<u>\$ 4,776,962</u>
\$ 1,800	\$ 3,831	\$ -	\$ 4,899	\$ -	\$ -
11,452,780	6,745,285	6,156,597	4,483,221	3,839,145	3,379,423
-	-	284,151	328,405	237,177	483,645
-	-	-	-	-	-
(750,108)	-	-	-	23,155	-
<u>\$10,704,472</u>	<u>\$ 6,749,116</u>	<u>\$ 6,440,748</u>	<u>\$ 4,816,525</u>	<u>\$ 4,099,477</u>	<u>\$ 3,863,068</u>

City of Dunedin, Florida
Change in Fund Balances - Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

	2021	2020	2019	2018
REVENUES				
Taxes	\$ 20,593,450	\$ 19,453,252	\$ 18,055,963	\$ 16,753,590
Licenses, fees and permits	259,352	264,243	533,171	303,130
Intergovernmental	12,228,853	41,332,614	23,785,637	9,883,895
Charges for services	7,944,562	7,348,006	9,055,377	8,189,818
Impact Fees	111,643	246,679	379,861	303,196
Fines and forfeits	686,936	338,030	614,292	1,374,964
Investment earnings	72,531	490,659	1,166,652	256,993
Miscellaneous	12,599,954	21,820,098	1,929,434	759,924
Total revenues	54,497,281	91,293,581	55,520,387	37,825,510
EXPENDITURES				
General government	5,322,274	5,503,298	5,152,121	6,072,395
Public safety	13,783,787	13,715,275	12,786,971	12,243,373
Physical environment	7,187	38,090	-	-
Transportation	1,894,077	2,206,048	1,862,671	2,158,745
Economic environment	665,169	495,726	552,483	470,142
Culture and recreation	11,098,569	10,181,139	10,348,294	9,665,303
Debt service:				
Principal	1,810,953	1,978,150	1,060,025	1,035,992
Interest	1,541,351	1,596,544	580,251	153,066
Cost of issuance	64,998	1,724	402,593	-
Capital outlay	23,115,716	72,836,440	35,837,467	2,250,394
Aids and grants	253,975	333,440	534,314	248,758
Total expenditures	59,558,056	108,885,874	69,117,190	34,298,168
Excess (deficiency) of revenues over expenditures	(5,060,775)	(17,592,293)	(13,596,803)	3,527,342
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	1,669,894	5,795	29,080	2,989
Debt proceeds	20,711,000	-	35,180,513	-
Transfers in	815,000	1,778,962	2,526,271	5,871,604
Transfers out	(815,000)	(1,641,311)	(454,937)	(5,931,879)
Refund of debt	-	-	(909,000)	-
Total other financing sources (uses)	22,380,894	143,446	36,371,927	(57,286)
Net change in fund balances	\$ 17,320,119	\$ (17,448,847)	\$ 22,775,124	\$ 3,470,056
Debt service as a percentage of noncapital expenditures	9.2%	9.9%	4.9%	3.7%

Source: City Records

2017	2016	2015	2014	2013	2012
\$ 15,576,174	\$ 14,980,857	\$ 13,957,812	\$ 13,640,000	\$ 12,361,914	\$ 12,846,100
574,584	1,732,716	1,304,991	941,721	863,480	971,988
9,240,743	9,072,239	8,713,327	8,607,752	7,980,907	7,519,245
8,014,070	5,966,581	5,778,492	5,537,719	5,593,634	5,621,731
140,762	143,435	24,228	14,785	16,557	27,985
870,548	483,228	384,288	378,643	497,113	178,739
144,174	43,770	71,817	14,659	22,547	47,478
808,812	803,547	3,748,837	685,853	972,102	564,813
<u>35,369,867</u>	<u>33,226,373</u>	<u>33,983,792</u>	<u>29,821,132</u>	<u>28,308,254</u>	<u>27,778,079</u>
4,308,759	4,419,611	4,525,270	4,366,316	3,939,915	2,975,639
11,765,529	11,399,327	10,230,404	10,175,544	9,927,788	11,182,563
-	-	-	-	-	-
1,749,797	1,724,305	1,643,219	1,694,823	1,616,462	1,543,624
331,851	390,839	370,393	448,045	398,917	445,600
9,299,140	9,157,382	8,817,280	8,304,517	8,013,764	7,728,248
1,013,050	1,216,501	1,496,651	1,394,636	1,410,650	1,424,928
180,344	189,422	292,372	343,697	540,297	610,170
-	-	-	-	-	-
1,269,870	3,537,097	1,211,986	2,718,624	2,779,744	2,476,284
211,627	176,632	214,292	287,472	286,677	186,329
<u>30,129,967</u>	<u>32,211,116</u>	<u>28,801,867</u>	<u>29,733,674</u>	<u>28,914,214</u>	<u>28,573,386</u>
5,239,900	1,015,257	5,181,925	87,458	(605,960)	(795,307)
27,050	1,473	8,252	25,817	8,683	-
-	-	(119,211)	-	104,138	-
1,531,785	337,985	1,011,810	2,697,443	1,370,702	3,258,292
(4,758,466)	(622,136)	(718,490)	(1,822,638)	(1,608,492)	(4,757,152)
-	-	-	-	-	-
<u>(3,199,631)</u>	<u>(282,678)</u>	<u>182,361</u>	<u>900,622</u>	<u>(124,969)</u>	<u>(1,498,860)</u>
<u>\$ 2,040,269</u>	<u>\$ 732,579</u>	<u>\$ 5,364,286</u>	<u>\$ 988,080</u>	<u>\$ (730,929)</u>	<u>\$ (2,294,167)</u>
<u>4.1%</u>	<u>4.9%</u>	<u>6.5%</u>	<u>6.4%</u>	<u>7.5%</u>	<u>7.8%</u>

City of Dunedin, Florida

General Governmental Expenditures and Transfers by Function ¹

Last Ten Fiscal Years ²

Fiscal Year	General Government	Public Safety	Physical Environment	Transportation	Economic Environment	Culture and Recreation
2012	\$ 2,975,639	\$ 11,182,563	\$ -	\$ 1,543,624	\$ 445,600	\$ 7,728,248
2013	3,939,915	9,927,788	-	1,616,462	398,917	8,013,764
2014	4,366,316	10,175,544	-	1,694,823	448,045	8,304,517
2015	4,525,270	10,230,404	-	1,643,219	370,393	8,817,281
2016	4,419,611	11,399,327	-	1,724,305	390,839	9,157,382
2017	4,308,759	11,765,529	-	1,749,797	331,851	9,299,140
2018	6,072,395	12,243,373	-	2,158,745	470,142	9,665,303
2019	5,152,121	12,786,971	-	1,862,671	552,483	10,348,294
2020	5,503,298	13,715,275	38,090	2,206,048	495,726	10,181,139
2021	5,322,274	13,783,787	7,187	1,894,077	665,169	11,098,569

¹ Includes general, special revenue, debt service and capital projects funds.

² Prior years were for general fund only. Values have been restated to include all governmental funds. Restatement also includes previously classified fiduciary trust funds reclassified to special revenue funds.

Debt Service	Capital Outlay	Transfers Out	Other	Total
\$ 2,035,098	\$ 2,476,284	\$ 4,757,152	\$ 186,329	\$ 33,330,538
1,950,947	2,779,744	1,608,492	286,677	30,522,706
1,738,333	2,718,624	1,822,638	287,472	31,556,312
1,789,023	1,211,986	718,490	214,292	29,520,358
1,405,923	3,537,097	622,136	176,632	32,833,252
1,193,394	1,269,870	4,758,466	211,627	34,888,433
1,189,058	2,250,394	5,931,879	248,758	40,230,047
2,036,521	35,837,467	454,937	534,314	69,565,779
3,576,418	72,836,440	1,641,311	333,440	110,527,185
3,417,302	23,115,716	815,000	253,975	60,373,056

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REVENUE CAPACITY

City of Dunedin, Florida
Taxable Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

FY Ended Sept 30,	Real Property				
	Residential Property	Commercial Property	Industrial Property	Other Property ¹	Personal Property
2012	\$ 1,395,841,673	\$ 238,010,568	\$ 21,718,717	\$ 39,462,381	\$ 76,782,855
2013	1,344,271,312	231,166,397	21,212,491	44,261,605	78,233,683
2014	1,384,844,153	236,587,023	21,953,609	33,279,232	82,734,943
2015	1,483,004,224	247,113,147	23,427,290	37,317,833	85,583,545
2016	1,590,057,102	260,788,703	24,727,399	33,767,027	82,542,474
2017	1,723,298,384	284,633,686	24,568,659	29,151,938	85,718,582
2018	1,899,389,751	300,424,374	25,893,267	29,113,218	90,001,921
2019	2,085,770,235	316,650,025	26,974,210	29,858,189	92,135,762
2020	2,320,877,682	344,425,152	28,433,732	31,043,100	99,060,085
2021	2,515,211,889	371,665,541	31,713,860	32,919,475	105,783,547
Change 2020 - 2021	8.37%	7.91%	11.54%	6.04%	6.79%

¹ Other Property includes Agricultural, Institutional, Government, Leasehold Interests, Miscellaneous and Non-Agriculture Acreage

² City of Dunedin tax rates per \$1,000 of assessed value

³ "Just Value" as determined by the Pinellas County Property Appraiser

Source: Pinellas County Property Appraiser

Total Taxable Assessed Value	Total Direct Tax Rate ²	Estimated Actual Market Value ³	Taxable Assessed Value as a % of Actual Value
\$ 1,771,816,194	3.3817	\$ 2,742,388,004	64.6%
1,719,145,488	3.3817	2,609,865,581	65.9%
1,759,398,960	3.7345	2,675,288,098	65.8%
1,876,446,039	3.7345	2,954,536,952	63.5%
1,991,882,705	4.1345	3,239,899,785	61.5%
2,147,371,249	4.1345	3,528,185,824	60.9%
2,344,822,531	4.1345	3,936,702,579	59.6%
2,551,388,421	4.1345	4,365,257,429	58.4%
2,823,839,751	4.1345	4,728,970,102	59.7%
3,057,294,312	4.1345	5,098,784,952	60.0%
8.27%	0.00%	7.82%	

City of Dunedin, Florida
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	City Direct Rate ¹	Overlapping Rates					TOTAL
		County Wide ²	School	Transit District ³	EMS ³	Other Districts ⁴	
2012	3.3817	4.8730	8.3850	0.7305	0.8506	1.2390	19.4598
2013	3.3817	5.0727	8.3020	0.7305	0.9158	1.3034	19.7061
2014	3.7345	5.3377	8.0600	0.7305	0.9158	1.2959	20.0744
2015	3.7345	5.3377	7.8410	0.7305	0.9158	1.2799	19.8394
2016	4.1345	5.3377	7.7700	0.7305	0.9158	1.2629	20.1514
2017	4.1345	5.3377	7.3180	0.7500	0.9158	1.2448	19.7008
2018	4.1345	5.3590	7.0090	0.7500	0.9158	1.2262	19.3945
2019	4.1345	5.3590	6.7270	0.7500	0.9158	1.2086	19.0949
2020	4.1345	5.3590	6.5840	0.7500	0.9158	1.1932	18.9365
2021	4.1345	5.3590	6.4270	0.7500	0.9158	1.1800	18.7663

¹ There are no separate components to this direct rate

² County Wide includes:

General Fund	5.2755
Health Department	0.0835
	<u>5.3590</u>

³ Emergency Medical Services (EMS) and Transit District are assessed on Real Property only

⁴ Other Districts includes:

Pinellas County Planning Council	0.0150
Juvenile Welfare Board	0.8981
Southwest Florida Water Mgmt.	0.2669
	<u>1.1800</u>

Source: Pinellas County Property Appraiser

City of Dunedin, Florida
Principal Property Taxpayers
Current Year and Ten Years Ago

Taxpayer	September 30, 2021			September 30, 2011		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
MacAlpine Place Apt Ptn, LTD	\$ 64,500,000	1	2.11%	\$ 29,900,000	1	1.64%
Westdale Dunedin, LLC	36,300,000	2	1.19%			
Chesapeake Apt.	30,000,000	3	0.98%	13,800,000	3	0.76%
1763 Main Street, LLC	20,400,000	4	0.67%			
203 N Marion Street LLC	17,360,268	5	0.57%			
MHC Lake Haven LLC	17,090,040	6	0.56%	9,425,000	4	0.52%
PBH Logarto, LLC	13,528,284	7	0.44%			
Scottish Towers II Apt LTD Partnership	12,800,000	8	0.42%	6,875,000	8	0.38%
M1 Marina Co.	11,239,585	9	0.37%	22,947,616	2	1.26%
DV Honeymoon LP	10,648,000	10	0.35%			
Coastal Palms SDM LLC				6,800,000	9	0.37%
Odyssey DP I LLC				7,500,000	5	0.41%
SES Group-Windemere LTD				7,208,142	6	0.39%
Publix Super markets, Inc.				7,124,000	7	0.39%
Coca Cola Co. Inc.				6,690,322	10	0.37%
SUB-TOTAL:	233,866,177		7.66%	118,270,080		6.49%
ALL OTHERS:	2,823,428,135		92.34%	1,709,137,408		93.51%
TOTAL:	<u>\$ 3,057,294,312</u>		<u>100.00%</u>	<u>\$ 1,827,407,488</u>		<u>100.00%</u>

Source: Pinellas County Property Appraiser

City of Dunedin, Florida
Property Tax Levies and Collections
Last Ten Fiscal Years

FY Ended Sept 30	Taxable Assessed Valuation	Millage Tax Rate	Total Tax Levy	Collected within the Fiscal Year of the Levy			Total Collections to Date	
				Amount ¹	Percent of Levy	Delinquent Collections ²	Amount	Percentage of Levy
2012	\$ 1,771,816,194	3.3817	\$ 5,991,747	\$ 5,723,281	95.5%	119	\$ 5,723,400	95.5%
2013	1,719,145,488	3.3817	5,813,631	5,269,249	90.6%	134,104	5,403,353	92.9%
2014	1,759,398,960	3.7345	6,570,474	6,035,872	91.9%	140,809	6,176,681	94.0%
2015	1,876,446,039	3.7345	7,007,587	6,435,377	91.8%	155,057	6,590,434	94.1%
2016	1,991,882,705	4.1345	8,235,439	7,577,173	92.0%	167,274	7,744,447	94.0%
2017	2,147,371,249	4.1345	8,878,306	8,141,071	91.7%	209,599	8,350,670	94.1%
2018	2,344,822,531	4.1345	9,694,669	8,829,887	91.1%	199,469	9,029,356	93.1%
2019	2,551,388,421	4.1345	10,548,715	9,581,919	90.8%	193,106	9,775,025	92.7%
2020	2,823,839,751	4.1345	11,675,165	10,502,020	90.0%	244,921	10,746,941	92.1%
2021	3,057,294,312	4.1345	12,640,383	11,411,780	90.3%	189,772	11,601,552	91.8%

¹ These amounts are net of discounts taken. Discounts are allowed for early payment:
4% for November, 3% for December, 2% for January, and 1% for February.

² This column represents delinquent collections received that fiscal year

DEBT CAPACITY

City of Dunedin, Florida
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business Type Activities		Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	Revenue Bonds	Capital Leases	Water / Sewer & Stormwater Bonds & Notes	Capital Leases			
2012	\$ 13,066,481	\$ 1,085,706	\$ 24,944,023 *	-	\$ 37,928,187	3.80%	1,053
2013	11,759,958	717,261	24,946,102 *	-	36,253,220	3.93%	1,076
2014	11,645,322	415,177	23,976,774 *	-	36,037,273	3.76%	1,029
2015	10,273,672	104,349	28,938,612 *	-	39,316,633	3.87%	1,110
2016	9,057,170	624,420	27,526,883	694,142	37,902,615	3.41%	1,044
2017	8,044,120	503,493	26,047,154	559,712	35,154,479	2.94%	949
2018	7,008,128	380,619	24,530,425	423,119	32,342,291	2.67%	881
2019	40,142,754	255,767	26,234,660	475,910	67,109,091	4.95%	1,791
2020	38,062,122	128,905	45,353,897	801,671	84,346,595	6.25%	2,248
2021	56,859,687	-	49,436,471	523,846	106,820,004	7.69%	2,901

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

¹ See the schedule of Demographic and Economic Statistics for personal income and population data.

* Updated figures to show bond net of related unamortized premiums, discounts, and adjustments.

City of Dunedin, Florida
Direct and Overlapping Governmental Activities Debt
September 30, 2021

<u>GOVERNMENTAL UNIT</u>	<u>DEBT OUTSTANDING</u>	<u>ESTIMATED PERCENTAGE APPLICABLE¹</u>	<u>ESTIMATED SHARE OF OVERLAPPING DEBT</u>
Overlapping debt:			
Pinellas County	\$ 12,438,692		
Pinellas County School Board	\$ 136,869,063		
Total overlapping debt	\$ 149,307,755	3.330%	\$ 4,971,948
City of Dunedin direct debt			<u>\$ 56,859,687</u>
Total direct and overlapping debt			<u><u>\$ 61,831,635</u></u>

¹ Applicable net debt percentage is based on ratio of City to County taxable values

City Taxable Value:	\$ 3,057,294,312
County Taxable Value:	\$ 91,725,856,109

Sources:

Assessed value used to estimate applicable percentages provided by the Pinellas County Property Appraiser.

Debt outstanding data provided by Pinellas County School Board.

City of Dunedin, Florida
Revenue Bond Coverage
Water and Sewer Revenue Bonds
Last Ten Fiscal Years

Fiscal Year	Gross Revenues ¹	Operating Expenses ²	Net Revenue Available for Debt Service	Debt Service Requirements ³	Coverage Ratio
2012	\$ 16,879,645	\$ 10,925,824	\$ 5,417,161	\$ 2,605,576	2.08
2013	15,475,054	11,028,345	4,446,709	495,803 ⁴	8.97
2014	15,244,674	11,248,564	3,996,110	1,891,887	2.11
2015	15,370,160	12,023,320	3,346,840	1,462,502	2.29
2016	15,528,153	12,836,457	2,691,696	1,463,195	1.84
2017	16,481,791	12,978,691	3,503,100	1,463,056	2.39
2018	17,124,551	12,760,865	4,363,686	1,457,235	2.99
2019	18,254,464	13,240,652	5,013,811	1,454,648	3.45
2020	18,549,688	14,225,391	4,324,297	1,455,110	2.97
2021	19,328,529	13,743,649	5,584,880	1,453,909	3.84

¹ Total revenues (including investment income), exclusive of impact fees and capital grant revenue.

² Operating expenses are the costs of operation and maintenance of the system, exclusive of depreciation.

³ Includes principal and interest of water and sewer revenue bonds and debt issued in parity with the water and sewer revenue bonds.

⁴ FY2013 debt service included interest-only payments.

City of Dunedin, Florida
Revenue Bond Coverage
Stormwater Revenue Bonds

Fiscal Year	Gross Revenues¹	Operating Expenses²	Net Revenue Available for Debt Service	Debt Service Requirements³	Coverage Ratio
2014	\$ 2,964,128	\$ 1,443,056	\$ 1,521,072	\$ 446,308	3.41
2015	3,306,550	1,743,304	1,563,246	578,891	2.70
2016	3,408,426	1,937,639	1,470,787	830,071	1.77
2017	3,595,509	1,925,125	1,670,384	858,555	1.95
2018	3,773,863	2,091,993	1,681,870	862,838	1.95
2019	4,032,797	2,388,598	1,644,199	886,879	1.85
2020	4,009,046	2,864,528	1,144,518	886,898	1.29
2021	4,026,575	2,952,665	1,073,910	866,388	1.24

¹ Total revenues (including investment income), exclusive of impact fees capital grant revenue.

² Operating expenses are the costs of operation and maintenance of the system, exclusive of depreciation.

³ Includes principal and interest of stormwater revenue bonds and debt issued in parity with the stormwater revenue bonds.

City of Dunedin, Florida
Schedule of Debt Service Ratio

<u>Description</u>	<u>Actual September 30 2021</u>	<u>Adopted Budget September 30 2021</u>	<u>Adopted Budget September 30 2022</u>
Total Governmental Revenues	\$ 54,497,281	\$ 64,474,726	\$ 58,153,060
Internal Service Revenues:			
Rental Income	49,051	-	-
Non-Operating:			
Investment earnings	20,129	34,000	25,300
Total Internal Services Revenues	69,180	34,000	25,300
Total Annual Revenues - September 30	<u>\$ 54,566,461</u>	<u>\$ 64,508,726</u>	<u>\$ 58,178,360</u>
Total Annual General Government Debt Service exclusive of Enterprise Funds, Internal Service Funds and Special Assessment Debt Service	<u>\$ 3,352,304</u>	<u>\$ 5,583,217</u>	<u>\$ 4,351,450</u>
Debt Service Ratio	<u>6.14%</u>	<u>8.65%</u>	<u>7.48%</u>
Total Capacity Debt Service (12.5%)	\$ 6,820,808	\$ 8,063,591	\$ 7,272,295
Less: Current Debt Service	3,352,304	5,583,217	4,351,450
Excess Debt Service Available	<u>\$ 3,468,504</u>	<u>\$ 2,480,374</u>	<u>\$ 2,920,845</u>
Excess Outstanding Debt Service Available			
10 Years	\$ 30,028,555	\$ 21,473,825	\$ 25,287,203
20 Years	53,009,792	37,908,018	44,639,823

City of Dunedin, Florida
Schedule of Total Annual General Government Debt Service
Last Two Fiscal Years plus Next Year

Debt Description	September 30 2020	September 30 2021	Adopted Budget September 30 2022
Community Center			
\$6.5M - Sales Tax Refunding Revenue Bond, Series 2015	\$ 665,311	\$ 668,698	\$ 671,800
Spring Training Facilities			
\$5.2M Series 2012 Revenue Note	415,148	242,170	-
\$12.3M Series 2018 Revenue Bond	864,125	987,875	987,625
\$20.2M Series 2018A Revenue Bond	1,519,860	1,346,812	1,345,025
Fire Station 61			
\$0.8M Series 2018B Non AV Refunding Revenue Bonds	110,250	106,750	108,700
City Hall Complex			
\$20.7M Series 2021 Non Ad Valorem Revenue Note	-	-	894,900
Downtown Parking Lot			
\$4.12M Series 2021B Non Ad Valorem Revenue Note	-	-	343,400
Total Annual General Government Debt Service	\$ 3,574,694	\$ 3,352,305	\$ 4,351,450

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DEMOGRAPHIC AND ECONOMIC INFORMATION

City of Dunedin, Florida
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population ¹	Personal Income ²	Per Capita Income ³	Median Age ⁴	Unemployment Rate ⁵
2012	35,629	\$ 987,208,332	\$ 27,708	51.1	8.2%
2013	35,247	964,216,932	27,356	53.3	6.2%
2014	35,690	1,054,032,770	29,533	51.8	5.8%
2015	35,410	1,015,665,030	28,683	54.0	5.0%
2016	36,311	1,112,823,217	30,647	54.2	4.7%
2017	37,063	1,195,392,939	32,253	55.0	3.2%
2018	36,695	1,209,283,725	32,955	55.4	2.9%
2019	37,463	1,356,909,860	36,220	55.4	2.5%
2020	37,520	1,349,519,360	35,968	55.9	4.7%
2021	36,817	1,388,516,338	37,714	56.7	3.3%

Data Source:

¹ FY 2014: City-data.com; FY 2012-2013, FY 2015-2021: Pinellas County Economic Development.

² Calculated using the above displayed Population and Per Capita Income figures.

³ FY 2014: US Census results; FY 2012-2013, FY 2015-2021: Pinellas County Economic Development.

⁴ FY 2014: US Census; FY 2012-2013, 2015-2021: Pinellas County Economic Development.

⁵ Bureau of Labor Statistics; not seasonally adjusted.

City of Dunedin, Florida
Principal Employers
Current Year and Ten Years Ago

Employer	September 30, 2020 ¹			September 30, 2011		
	Employees	Rank	Percentage of Total City Employment ²	Employees	Rank	Percentage of Total City Employment ²
Mease Dunedin Hospital	700	1	4.14%	601	3	3.89%
Pinellas School System	575	2	3.40%	610	2	3.95%
City of Dunedin	350	3	2.07%	339	4	2.19%
Publix Supermarkets	300	4	1.77%	150	8	0.97%
Mease Manor	250	5	1.48%	325	5	2.10%
Coca-Cola Bottling Company	200	6	1.18%	165	7	1.07%
Bay Care Home Care	130	7	0.77%			
Bon Appetit Restaurant & Bar	120	8	0.71%			
McDonalds	120	9	0.71%			
Edinburgh Healthcare Center	110	10	0.65%			
Nielsen Media Research				704	1	4.56%
Ocean Optics				218	6	1.41%
Consumer Sales Solutions				130	9	0.84%
Pinellas County Sheriff				125	10	0.81%
TOTAL	2,855		16.89%	3,367		21.79%

¹ Information unavailable for current fiscal year ended September 30, 2021. Statistics from prior fiscal year ended September 30, 2020 being used.

² Employment statistics from the Bureau of Labor Statistics for the City of Dunedin (Not Seasonally Adjusted)
 Total employment for 2020 16,902 at September 30, 2020
 Total employment for 2011 15,453 at September 30, 2011

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OPERATING INFORMATION

City of Dunedin, Florida
Full-time Equivalent City Government Employees
Last Ten Fiscal Years at September 30

Function	2021	2020	2019	2018	2017	2016
General government	49.030	48.590	53.890	54.570	51.990	60.690
Public safety						
Fire*	46.000	46.000	46.000	46.000	45.250	45.250
EMS*	10.000	10.000	10.000	10.000	9.750	9.750
Building services**	10.500	10.520	10.410	8.700	8.700	-
Culture and recreation	93.610	94.830	88.970	86.400	86.400	84.520
Highways and streets						
Engineering	13.800	13.580	14.000	14.080	14.000	14.000
Maintenance	11.060	10.360	9.660	8.660	8.660	8.660
Facilities	11.680	11.680	11.680	10.680	10.680	10.680
Fleet services	9.000	9.000	9.000	9.000	9.000	8.500
Solid waste	21.000	21.000	21.000	21.000	21.000	21.000
Water	37.300	37.420	30.330	31.080	30.330	30.330
Wastewater	35.330	35.330	35.330	35.330	35.330	35.330
Stormwater	14.660	14.660	14.660	13.660	13.660	13.660
TOTAL	<u>362.970</u>	<u>362.970</u>	<u>354.930</u>	<u>349.160</u>	<u>344.750</u>	<u>342.370</u>

*In FY17 corrected prior year Fire and EMS FTE splits. FTE's previously reported as: Fire 22 and EMS 33.

**A new fund was created for building services in FY17. Prior year FTE's were reported under General government.

Source: City Records

2015	2014	2013	2012
57.660	60.470	55.880	52.730
45.250	45.250	45.250	45.250
9.750	9.750	9.750	9.750
-	-	-	-
82.770	79.500	77.750	76.000
14.500	14.500	14.750	15.000
8.660	8.660	8.660	9.670
9.680	9.680	9.680	9.680
8.500	8.500	8.500	8.500
21.000	24.000	24.000	26.000
30.330	30.330	31.000	32.000
35.330	35.330	36.000	36.000
13.660	13.660	12.660	11.670
<u>337.090</u>	<u>339.630</u>	<u>333.880</u>	<u>332.250</u>

City of Dunedin, Florida
Operating Indicators by Function
as of September 30

Function	2021	2020	2019	2018
Fire				
Number of fire emergencies with dollar loss	59	53	61	54
EMS responses	6,944	6,389	5,905	5,613
Other calls	2,092	1,904	2,543	2,257
Inspections	1,191	523	940	979
Investigations	17	18	18	22
Highways and streets				
Streets paved (miles)	135	135	135	135
Streets unimproved (miles)	4	4	4	4
Street lights	3,427	3,427	3,427	3,427
Culture and recreation **				
Recreation facilities - parks (acres)	226	226	248	248
Recreation facilities - specialty facilities (acres)	228	228	203	206
Recreation facilities - beaches (acres)	37	37	37	37
Library materials	124,105	122,674	125,624	127,049
Library annual circulation	350,999	391,968	427,887	443,295
Library registered borrowers	29,348	28,127	33,027	31,255
Solid waste				
Customers serviced	14,470	14,614	14,725	14,775
Refuse / recycling collected (tons)	35,717	36,272	36,933	36,538
Water				
Total connections - regular	11,511 ***	11,511	11,755	11,800
Total connections - reclaimed	3,873 ***	3,873	3,835	3,763
Average daily consumption (Gallons) - regular	3,710,000 ***	3,710,000	3,899,000	3,741,000
Average daily consumption (Gallons) - reclaimed	3,500,000 ***	3,500,000	2,639,679	3,001,000
Operating wells	29 ***	29	29	29
Sewer (wastewater)				
Miles of sanitary sewers	128 ***	128	128	128
Average daily sewage treatment (Gallons)	4,388,000 ***	4,388,000	4,751,000	4,316,000

* Information not available

** As of 2013, recreation facilities are divided into three categories instead of two. Prior years data not available for the new "specialty facilities" category.

*** Data unavailable for FY2021. Statistics from FY2020 are being utilized for FY2021.

Source: City Records

2017	2016	2015	2014	2013	2012
72	86	86	69	91	115
5,918	5,780	6,930	5,423	5,173	5,138
2,664	2,229	1,000	1,639	1,739	1,372
915	807	1,011	1,097	1,279	1,396
27	14	25	26	20	97
130	130	130	130	130	130
6	3	3	3	3	3
3,885	3,885	3,885	3,918	3,568	3,568
248	248	240	240	240	322
206	206	206	206	201	*
37	37	37	37	37	37
130,758	139,290	138,568	158,566	141,734	135,945
451,050	561,431	543,419	549,885	590,323	632,382
29,354	27,337	29,653	32,716	31,454	29,756
14,700	14,715	14,607	14,536	14,442	14,453
37,800	36,902	35,594	35,366	34,929	35,618
11,713	11,618	11,437	11,361	11,331	11,435
3,714	3,659	3,628	3,554	3,549	3,395
3,708,000	3,753,000	3,645,000	3,605,000	3,400,000	3,514,000
3,070,000	2,852,000	2,500,000	2,590,000	2,800,000	2,850,000
29	29	27	27	27	26
128	128	128	128	128	128
4,071,000	4,598,000	4,707,000	4,232,000	4,100,000	4,370,000

City of Dunedin, Florida
Capital Asset and Facility Statistics by Function
as of September 30

Function	2021	2020	2019	2018
Fire				
Fire stations	3	3	3	3
Culture and recreation				
Baseball fields	11	11	10	10
Baseball stadium (seating capacity)	8,500	8,500	5,509	5,509
Basketball - indoor courts	1	1	1	1
Basketball - outdoor courts	5	5	5	5
Community center	1	1	1	1
Fishing areas	15	15	15	15
Golf courses	1	1	2	2
Library	2	2	2	2
Marina (slips)	191	191	183	183
Multi-purpose indoor court	1	1	1	1
Nature center	1	1	1	1
Parks	32	32	32	32
Picnic areas	15	15	15	15
Public boat ramps	1	1	1	1
Recreation centers	3	3	3	3
Senior center	1	1	1	1
Soccer / football fields	4	4	4	4
Softball fields	3	3	5	5
State and county parks	4	4	4	4
Swimming pools	1	1	1	1
Tennis courts	11	11	11	11
Utility playfields #	-	-	4	4
Water				
Water mains (miles)	172	172	172	172
Water plants	1	1	1	1
Fire hydrants	1,335	1,335	1,334	1,354
Sewer (wastewater)				
Mains	153	153	153	153
Lift stations	43	43	43	43
Treatment plants	1	1	1	1
Sewers (miles)	128	128	128	128

Reduction due to the cancellation of the co-location agreement
Source: City Records

2017	2016	2015	2014	2013	2012
3	3	3	3	3	3
10	10	10	10	12	12
5,509	5,509	5,509	5,509	5,509	5,509
1	1	1	1	1	1
5	5	5	5	5	5
1	1	1	1	1	1
15	15	15	15	15	15
2	2	2	2	2	2
2	2	2	2	2	2
183	183	183	183	194	194
1	1	1	1	1	1
1	1	1	1	1	1
32	31	31	31	31	32
15	15	15	15	15	15
1	1	1	1	1	1
3	3	3	3	3	3
1	1	1	1	1	1
4	4	4	4	4	4
5	5	5	5	5	3
4	4	4	4	4	4
1	1	1	1	1	1
11	11	11	11	11	11
4	4	4	4	4	4
172	172	172	172	172	172
1	1	1	1	1	1
1,314	1,310	1,292	1,238	1,236	1,220
153	150	150	150	150	150
43	43	43	43	43	42
1	1	1	1	1	1
128	128	128	128	128	128

DUNEDIN

Home of Honeymoon Island

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COMPLIANCE SECTION



Certified Public Accountants

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

Honorable Mayor and
Members of the City Commission
City of Dunedin, 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 Dunedin, Florida (the City) as of and for the fiscal year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 28, 2022. Our report includes a reference to other auditors who audited the financial statements of the City's Municipal Firefighters' Pension Trust Fund, as described in our report on the City's financial statements. The financial statements of the City's Municipal Firefighters' Pension Trust Fund were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the City Municipal Firefighters' Pension Trust Fund.

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting 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.

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, grant agreements and contracts, 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*.

We noted certain matters that we reported to management of the City in a separate letter dated April 28, 2022.

Purpose of this Report

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 28, 2022



Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE
AND REPORT ON SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Report on Compliance for Each State Project

We have audited the compliance of the City of Dunedin, Florida (the City) with the types of compliance requirements described the Department of Financial Services State Projects *Compliance Supplement* that could have a direct and material effect on each of its major state projects for the fiscal year ended September 30, 2021. The City's major state projects are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to state projects.

Auditor's Responsibility

Our responsibility is to express an opinion on the City's compliance based on our audit. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and Chapter 10.550, *Rules of the Auditor General*. Those standards, 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 state project identified in the accompanying Schedule of Findings and Questioned Costs occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each State Project

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to in the first paragraph that could have a direct and material effect on each of its major state projects for the fiscal year ended September 30, 2021.

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to in the first paragraph. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major state project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with 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 state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state project will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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 Chapter 10.550, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of State Financial Assistance Required by Chapter 10.550, Rules of the Auditor General

We have audited the basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated April 28, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of State Financial Assistance is presented for the purposes of additional analysis, as required by the Chapter 69I-5, *Schedule of Expenditures of State Financial Assistance, Rules of the Department of Financial Services*, and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the financial statements.

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

**Report on Schedule of Expenditures of State Financial Assistance Required by Chapter 10.550,
*Rules of the Auditor General (Cont.)***

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 28, 2022

CITY OF DUNEDIN, FLORIDA
Schedule of Expenditures of
State Financial Assistance
For The Year Ended September 30, 2021

<u>State Agency / State Project</u>	<u>CSFA Number</u>	<u>Grant/Contract Number</u>	<u>Total Project Expenditures</u>
Florida Department of Environment Protection Drinking Water Facility Construction	37.076	DW520261	\$ 6,089,372
Florida Department of Environment Protection Wastewater Treatment Facility Construction	37.077	WW5202C	83,536
Florida Department of Economic Opportunity Facilities for New Professional Sports, Retained Professional Sports, or Retained Spring Training Franchise (Toronto Blue Jays Stadium)	40.040	08-CT-C1-07-F7-J1-097	500,004
Facilities for New Professional Sports, Retained Professional Sports, or Retained Spring Training Franchise (Toronto Blue Jays Stadium)	40.040	SB-18-007	999,996
			<u>1,500,000</u>
Florida Department of Economic Opportunity Multimodal Transportation Master Plan integrating all modes of transportation with the intent of making travel easier, safer and more efficient	40.024	P0379	40,000
Total Expenditures of State Financial Assistance			<u>\$ 7,712,908</u>

The Schedule of Expenditures of State Financial Assistance includes the state grant activity of the City of Dunedin, Florida, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Chapter 215.97, Florida Statutes; and Rule 69I-5.003 (1)(f). Therefore, amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

CITY OF DUNEDIN, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Cont.)
For the Year Ended September 30, 2021

SECTION II – FINDINGS RELATED TO THE FINANCIAL STATEMENT AUDIT, AS REQUIRED TO BE REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

No matters are reported.

SECTION III – STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS SECTION REPORTED IN ACCORDANCE WITH CHAPTER 10.550, *RULES OF THE AUDITOR GENERAL*

No matters are reported.

SECTION IV – PRIOR-YEAR AUDIT FINDINGS

No matters are reported.



Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

We have examined the compliance of the City of Dunedin, Florida (the City) with the requirements of Sections 218.415, Florida Statutes, during the fiscal year ended September 30, 2021. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about the City's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of 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 the aforementioned requirements for the fiscal year ended September 30, 2021.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 28, 2022



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Report on the Financial Statements

We have audited the basic financial statements of the City of Dunedin, Florida (the City) as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated April 28, 2022.

Auditor's Responsibility

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

Other Reporting Requirements

We have also issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major State Project and on Internal Control over Compliance and Report on Schedule of Expenditures of State Financial Assistance in Accordance with Chapter 10.550, *Rules of the Auditor General*; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated April 28, 2022, 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. In connection with the preceding audit, there were no findings or recommendations.

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority is disclosed in the notes to the financial statements.

Honorable Mayor and
Members of the City Commission
City of Dunedin, Florida

Financial Condition and Management

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

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

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

Special District Component Units

Section 10.554(1)(i)5.c, *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General*, see separately issued financial statements for the City of Dunedin CRA.

Deepwater Horizon Oil Spill

Section 10.556(10)(e), *Rules of the Auditor General*, requires a determination of the City's compliance with federal and state laws, rules, regulations, contracts, or grant agreements related to the receipt and expenditure of funds related to the Deepwater Horizon oil spill. The City's Deepwater Horizon oil spill funds received are unrestricted and, therefore, do not have related compliance requirements.

Additional Matters

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

Purpose of this Letter

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida
April 28, 2022

CITY OF DUNEDIN, FLORIDA

**SCHEDULE OF RECEIPTS AND EXPENDITURES OF FUNDS RELATED TO THE
DEEPWATER HORIZON OIL SPILL**

For the Year Ended September 30, 2021

<u>Source</u>	<u>Amount Received in the 2014-15 Fiscal Year</u>	<u>Amount Expended in the 2015-16 Fiscal Year</u>	<u>Amount Expended in the 2016-17 Fiscal Year</u>	<u>Amount Expended in the 2017-18 Fiscal Year</u>	<u>Amount Expended in the 2018-19 Fiscal Year</u>	<u>Amount Expended in the 2019-20 Fiscal Year</u>	<u>Amount Expended in the 2020-21 Fiscal Year</u>
British Petroleum:							
Agreement No. Not Applicable	\$ 2,929,946	\$ 101,582	\$ 45,770	\$ 2,233,328	\$ 245,528	\$ 259,368	\$ 44,370

Note: This does not include funds related to the Deepwater Horizon Oil Spill that are considered Federal awards or State financial assistance. The City did not receive funds that were considered Federal funds or State financial assistance related to the Deepwater Horizon Oil Spill.

