

THE CITY OF
PLANT CITY

Florida



Comprehensive Annual Financial Report
For the fiscal year ended
September 30, 2016

Prepared by
City of Plant City, Florida
Finance Department

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

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INTRODUCTORY SECTION



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

February 23, 2017

Honorable Mayor and City Commission
City of Plant City, Florida

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2016.

Florida Statutes, Chapter 218.32, requires that each local government entity submit an annual financial report with the audit report no later than nine months after the end of the fiscal year. This requirement has been met for the fiscal year ended September 30, 2016, and the report of the independent auditing firm has been included in the financial section of this report.

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

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

The City of Plant City's financial statements have been audited by Mauldin & Jenkins, LLC. The scope of the independent audit is to provide reasonable assurance that the financial statements for the fiscal year end September 30, 2016, are accurate and fairly presented. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for fiscal year ended September 30, 2016 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of the Government

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

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

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

City Structure

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

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

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

Local economy

Plant City has a population of approximately 37,840 residents, and is also a popular seasonal destination for visitors and part-time residents from both the United States and abroad during the winter months. Close proximity to the Tampa International Airport provides convenient access to part-time residents and out-of-state visitors. The population has increased over the last six years and is projected to continue to steadily increase.

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

Although property values rose significantly in 2016, the assessed property values have not returned to the level in 2006 when Plant City was at its peak. The values have steadily increased since the lowest level in 2011. The property tax base is split 50-50 between residential and non-residential types. As the second largest city in Hillsborough County, and the largest city in Hillsborough County along the I-4 corridor, the City's number one priority is "Economic Development." The City continues to support the Plant City Economic Development Corporation, which is assisting with job creation and capital investment to expand the local tax base. Commercial developments continue to grow on Park Road and County Line Road. New residential stock will expand over the next 10 years as new developments are approved in the northeast sector and the south end of town. The City is optimistic about the economic growth occurring in the community.

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

South Florida Baptist Hospital	775
Mosaic – Plant City (near City limits)	500
City of Plant City	420
Highland Packaging Solutions, Inc.	350
Gordon Food Service	300
Star Distribution Systems	300

Plant City's largest employment sector is Retail Trade, which comprises 15% of the workforce, followed by Health Care and Social Assistance with 13% and Accommodations and Food Services at 12%. Compared to the national average, Plant City has a high concentration in Agriculture, Forestry, Fishing and Hunting sectors. The median age is 34 and median household income is \$46,580. The job growth rate for one year has been 25% with the highest sectors being Accommodation and Food Service, Retail Trade and Health Care and Social Assistance. The employment trend increased 4% in 2016 and the average annual wage increased 4.2% in the Plant City Region.

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

Housing. Plant City's housing market shows 69% single family homes and 4% condominiums. While home prices in Plant City can range from \$50,000 to \$750,000, the median single family home and condo prices showed a growth rate of about 10%. The average sale price for a single family home and condominium for 2016 was \$162,000 and \$88,300, respectively. The real estate market for Plant City shows the average home value as \$157,300 with 66% of the population as owners.

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

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

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

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

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

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

Major Capital Improvements

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

- Construct a third fire station of 7,000 square feet to house emergency vehicles and personnel to adequately staff in-service apparatus. The station will be located in the northeast sector of the City to improve response times in all three response zones in the City limits, help improve the City's Insurance Service Organization (ISO) rating, and provide services for future growth.
- The City has 14 parks with playgrounds and the budget includes funding to upgrade five playgrounds and annually maintain and upgrade the remaining playgrounds in future years. This is one of the areas that is included in the Asset Management Program to maintain, upgrade, and dispose of assets cost-effectively.
- The City has a huge responsibility to keep 160 miles of streets serviceable and prevent deterioration and invests \$1.0 million annually to resurface arterial roads and neighborhood streets.
- With the assistance of a Community Development Block Grant (CDBG), the City will complete two projects:
 - 1) Reconstruct Waller Street from Grant Street to Dr. Martin Luther King Jr. Blvd., specifically rebuilding a portion of the road near Grant Street and the remainder of Waller Street. This activity will improve sustainability in the neighborhoods and aesthetics.
 - 2) Install new sidewalks in our neighborhoods to provide safe paths to elementary and middle school areas and create connectivity between various public buildings.

- The water and sewer utility system continues to invest a substantial amount to address the aging infrastructure including old leaky sewer lines and to improve water pressure in neighborhoods. Funds have also been allocated to replace waterlines and services, sewer lines and laterals in conjunction with the street resurfacing projects.
- The City began a meter replacement program to upgrade to automated meter reading devices. Over the next two years a substantial amount has been invested to complete this project and provide the most efficient and accurate method to track water consumption.
- As described in the Redevelopment section above, the CRA district continues to invest in property acquisition of the downtown and midtown along with offering incentives to create jobs, retain existing businesses, and improve the tax base.

Long-term Financial Planning

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

The City has engaged an outside consultant to review the General Fund and develop scenarios that will provide a sustainable 10-year financial plan.

Relevant Financial Policies

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

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

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

Cash Management. The City's pooled deposits and investments are conservatively invested pursuant to policy established by Resolution on January 25, 2016. The City's investment policy seeks to preserve capital, provide liquidity, and generate yield, in that order of priority. The policy addresses the types of investments and maturity limitations permitted. The earned yield net of fees for the fiscal year was 0.42%, which is above the benchmark of 0.28%. The Safety Employees' Retirement System deposits and investments follow policies established by their governing board.

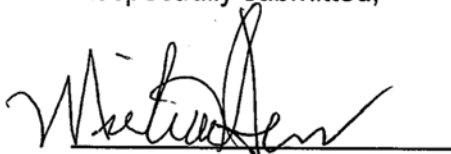
Awards. The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently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

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

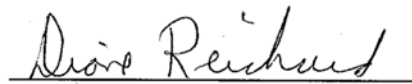
Acknowledgment. The preparation of this report would not have been possible without the dedicated service of the finance staff and the cooperation of City departments. Our sincerest appreciation is extended to all contributing staff members. We also appreciate the professional service and assistance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

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

Respectfully submitted,



Michael Herr
City Manager



Diane Reichard
Chief Financial Officer

CITY OF PLANT CITY, FLORIDA

**LIST OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2016**

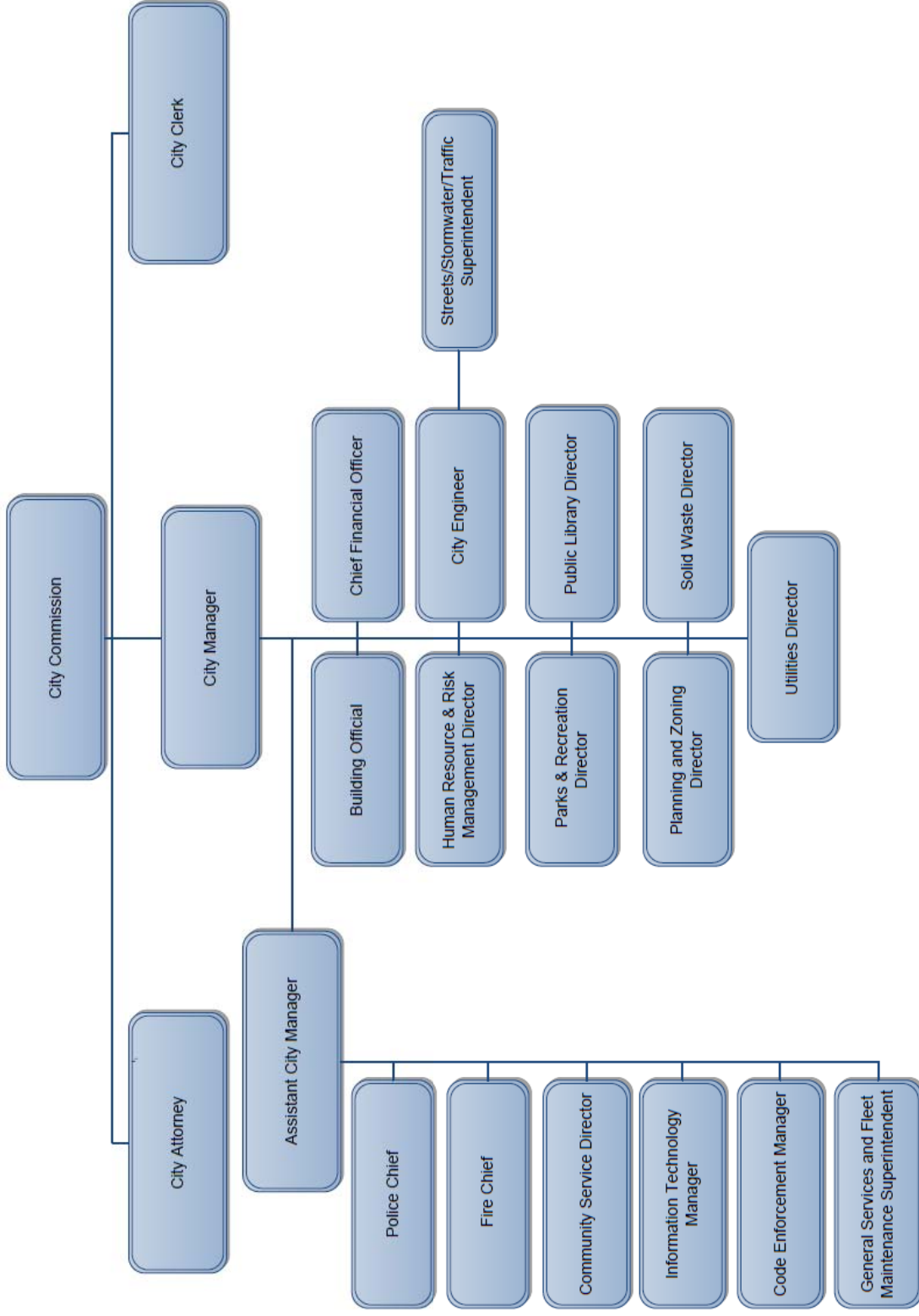
ELECTED OFFICIALS

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

APPOINTED OFFICIALS

Michael Herr	City Manager
Kenneth W. Buchman	City Attorney
Kerri J. Miller	City Clerk

City of Plant City – Organizational Chart – City Wide



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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plant City, Florida (the "City"), as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and other post-employment benefit schedules on pages 5-16 and 64-70, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statements of the City.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2017, 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.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 23, 2017

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CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

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

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at September 30, 2016, by \$216.4 million (net position). Of this amount, unrestricted net position totals \$63.4 million.
- The City's total net position increased by \$5.3 million.
- As of September 30, 2016, the City's governmental funds reported combined ending fund balances of \$32 million, an increase of \$1.5 million over the prior year. Of this amount, unassigned fund balance totals \$10.3 million.
- The City's total long-term liabilities increased by \$746 thousand during the current fiscal year primarily due to an increase in the net pension liability and other post-employment benefits. Bonds and notes payable decreased \$3.3 million, as the debt service payments toward principal are made annually and the City has not issued any new debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

Government-wide Financial Statements

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

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

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

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

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

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

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

The City maintains fifteen individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund and the Community Redevelopment Agency Fund, all of which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in this report, following the notes to the financial statements.

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

Proprietary Funds

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

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's safety employee's pension trust fund is included in the fiduciary fund type.

Notes to the Financial Statements

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statements of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the current year, the City's assets exceeded liabilities by \$216.4 million.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

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

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and Other Assets	\$ 42,173,700	\$ 39,157,435	\$ 70,363,463	\$ 71,025,798	\$ 112,537,163	\$ 110,183,233
Capital Assets	68,965,316	70,128,337	103,024,192	99,314,787	171,989,508	169,443,124
Total Assets	111,139,016	109,285,772	173,387,655	170,340,585	284,526,671	279,626,357
Deferred outflows	3,812,767	2,808,392	-	-	3,812,767	2,808,392
Long-term Liabilities	31,130,662	28,027,566	34,768,200	37,125,159	65,898,862	65,152,725
Other Liabilities	1,722,691	2,192,211	4,111,718	3,926,357	5,834,409	6,118,568
Total Liabilities	32,853,353	30,219,777	38,879,918	41,051,516	71,733,271	71,271,293
Deferred inflows	185,304	-	-	-	185,304	-
Net Investment in Capital Assets	61,906,745	62,162,897	69,956,337	63,872,906	131,863,082	126,035,803
Restricted	8,984,542	9,386,371	12,208,118	8,538,525	21,192,660	17,924,896
Unrestricted	11,021,839	10,325,119	52,343,282	56,877,638	63,365,121	67,202,757
Total Net Position	\$ 81,913,126	\$ 81,874,387	\$ 134,507,737	\$ 129,289,069	\$ 216,420,863	\$ 211,163,456

Sixty-one percent (61%) of the City's net position reflects its investment in capital assets (e.g., land, buildings, improvements, infrastructure, and vehicles and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Ten percent (10%) of the City's net position represents resources that are subject to external restrictions on how they may be used.

As of September 30, 2016, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities. This also held true for the previous fiscal year end.

Total net position increased by \$5.3 million, of which the majority is related to net investment in capital assets for the business-type activities and the increase in capital assets purchased with cash. Although governmental activities also saw an increase in capital assets purchased with cash, the accumulated depreciation far exceeded the additions resulting in a decline of the net value of capital assets. For more details, see the Capital Asset and Debt Administration section. In both activities, long-term debt associated with capital assets declined.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

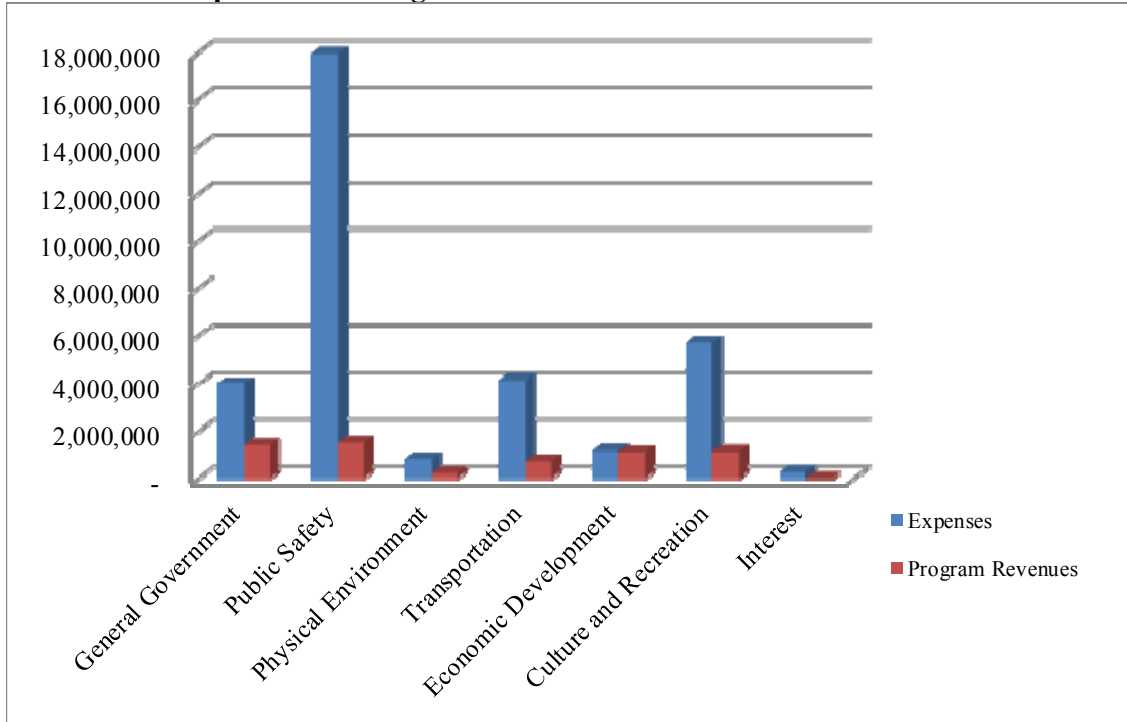
Statements of Activities

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

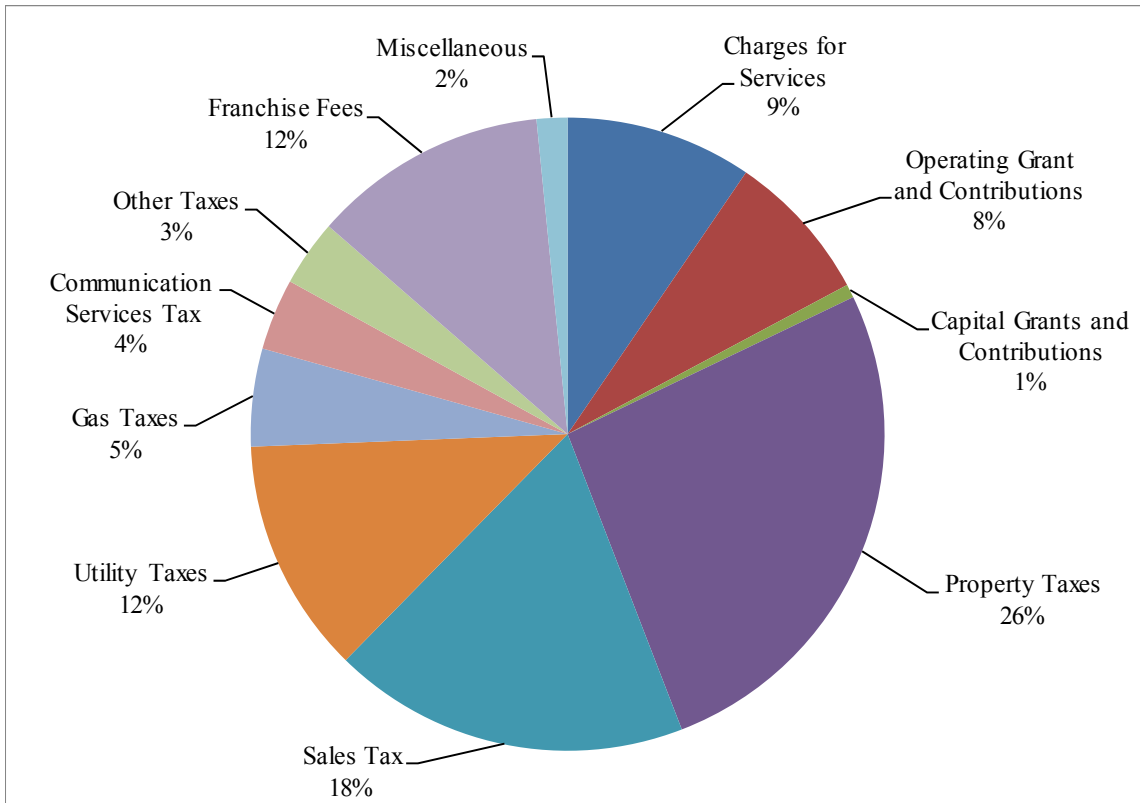
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues						
Charges for Services	\$ 3,129,529	\$ 2,831,653	\$ 26,424,356	\$ 25,019,768	\$ 29,553,885	\$ 27,851,421
Operating Grants and Contributions	2,526,747	1,404,562	374,546	17,824	2,901,293	1,422,386
Capital Grants and Contributions	224,768	250,405	592,337	799,409	817,105	1,049,814
General Revenues						
Property Taxes	8,637,832	8,133,553	-	-	8,637,832	8,133,553
Other Taxes	13,907,770	13,498,198	-	-	13,907,770	13,498,198
Franchise Fees	3,955,034	3,855,103	-	-	3,955,034	3,855,103
Other	517,017	483,935	161,771	292,497	678,788	776,432
Total Revenues	32,898,697	30,457,409	27,553,010	26,129,498	60,451,707	56,586,907
Expenses						
General Government	3,994,458	3,776,582	-	-	3,994,458	3,776,582
Public Safety	17,934,296	14,088,879	-	-	17,934,296	14,088,879
Physical Environment	802,554	1,156,681	-	-	802,554	1,156,681
Transportation	4,158,498	3,565,989	-	-	4,158,498	3,565,989
Economic Development	1,124,283	1,085,561	-	-	1,124,283	1,085,561
Culture and Recreation	5,694,309	5,674,351	-	-	5,694,309	5,674,351
Interest	262,789	293,290	-	-	262,789	293,290
Water and Sewer	-	-	13,684,024	13,659,389	13,684,024	13,659,389
Solid Waste	-	-	4,918,903	4,880,680	4,918,903	4,880,680
Stormwater	-	-	2,605,373	2,468,072	2,605,373	2,468,072
Industrial Park	-	-	14,813	27,641	14,813	27,641
Total Expenses	33,971,187	29,641,333	21,223,113	21,035,782	55,194,300	50,677,115
Change in net position before transfers	(1,072,490)	816,076	6,329,897	5,093,716	5,257,407	5,909,792
Transfers	1,111,229	1,863,250	(1,111,229)	(1,863,250)	-	-
Change in net position	38,739	2,679,326	5,218,668	3,230,466	5,257,407	5,909,792
Net Position, Beginning as restated	81,874,387	79,195,061	129,289,069	126,058,603	211,163,456	205,253,664
Net Position, Ending	\$ 81,913,126	\$ 81,874,387	\$ 134,507,737	\$ 129,289,069	\$ 216,420,863	\$ 211,163,456

**CITY OF PLANT CITY, FLORIDA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 SEPTEMBER 30, 2016
 (Unaudited)**

Expenses and Program Revenues – Governmental Activities

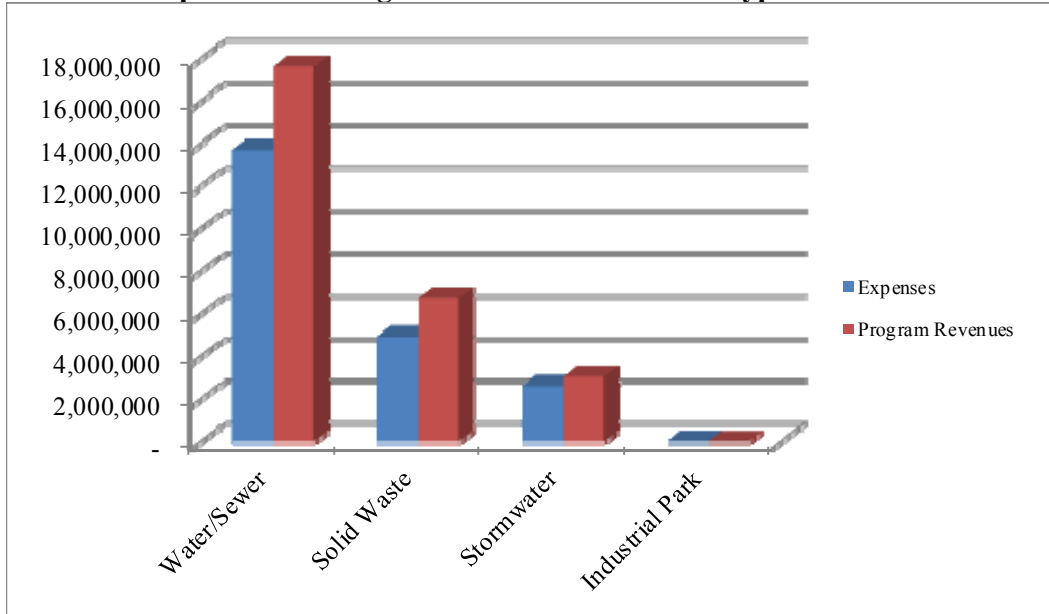


Revenue Sources – Governmental Activities

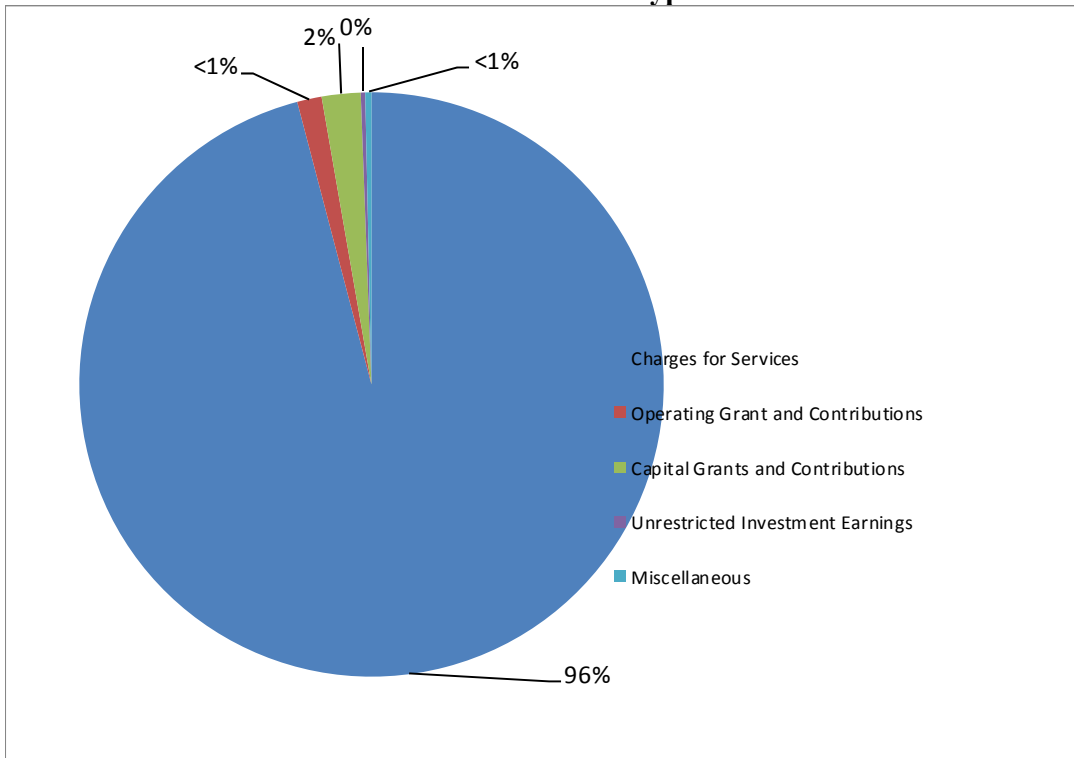


**CITY OF PLANT CITY, FLORIDA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 SEPTEMBER 30, 2016
 (Unaudited)**

Expenses and Program Revenues – Business-type Activities



Revenue Sources – Business-type Activities



CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

Governmental Activities

Governmental activities net position increased by \$38,739.

Total revenues of governmental activities increased \$2,441,288, with general revenues increasing by \$1,046,864 due to an increase in property tax of \$504,279, an increase in utility taxes of \$140,169, an increase in gas taxes of 8,690, an increase in sales tax of \$269,068, and an increase in franchise fees of \$99,931. Fees and permits decreased \$140,046.

Program revenues of governmental activities increased by \$1,394,424 due to an increase in charges for services of \$297,876, an increase in operating grants of \$1,122,185, which was offset by a decrease in capital grants and contributions of \$25,637.

Governmental activities expenses increased by a \$4,329,854 mainly due to the increase in net pension obligation for the safety employee's pension plan of \$3,812,767, and an increase of \$592,509 related to transportation, specifically streets division, general government increased \$217,876 and physical environment decreased by \$354,127. Economic Development and culture/recreation had small increases, and interest expense declined \$30,501.

Business-type Activities

The net position of business-type activities increased by \$5,218,668, operating revenues increased \$1,404,588, operating expenses increased \$652,719, while transfers out declined by \$752,021.

Total revenue of business-type activities increased \$1,423,512, with general revenues in the business-type activities showing a decrease of \$130,726, due to a \$95,424 decline in revenue from disposal of fixed assets, and lower investment revenue related to market adjustments.

Program revenues of business-type activities increased by \$1,554,238 due to additional revenue from operating grants and contributions of \$356,722, an increase of \$1,404,588 in charges for services, specifically stormwater fees of \$189,759, solid waste revenues of \$297,630, and water and sewer sales of \$917,199. These increases were partially offset by a decrease in capital grants and contributions of \$207,072.

Expenses of business-type activities increased by \$187,331 due to the following: contractual services of \$51,236, landfill fees of \$77,420, credit card processing fees of \$32,092, new dumpsters for \$68,559, and vehicle leases totaling \$245,300, which was partially offset by a reduction in transfers to the fleet replacement fund of \$113,750. Additional decreases include fuel expense of \$138,703 and power heat and lights for \$30,330.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

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

As of September 30, 2016, the City's governmental funds reported a combined ending fund balance of \$32 million, an increase of \$1,494,014 in comparison with the prior year. Approximately 32% of the ending fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. At September 30, 2016, the unassigned fund balance of the General Fund was \$10.3 million while the total fund balance was \$16.2 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 44% of total General Fund expenditures, while total fund balance represents 69% of that same amount.

The fund balance of the City's General Fund increased by \$1,273,187 during the fiscal year.

The fund balance of the Community Redevelopment Agency Fund decreased by \$130,402 during the fiscal year.

The fund balance of the Streets Fund increased by \$89,796 during the fiscal year.

Proprietary Funds

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

Unrestricted net position of the Water and Sewer Fund, Solid Waste Fund and the Stormwater Fund at September 30, 2016, amounted to \$30.7 million, \$12 million, and \$3.5 million, respectively. The change in net position was an increase of \$3,207,766, an increase of \$722,852, and an increase of \$230,812, respectively.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)**

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences in appropriations between the original budget and the final amended budget amounted to \$411,965. Of this amount, \$128,709 is attributed to an increase in budget appropriations that was offset by additional revenues as summarized below:

- An increase of \$7,978 for the EMS for safety equipment and supplies funded by a grant from Hillsborough County.
- Purchase of traffic equipment totaling \$11,627 funded from a grant for the Police Department.
- A \$52,000 donation from several sources to remodel the Library and construct a Reading/Conference Room.
- An increase of \$6,319 from donations for resurfacing the Boys and Girls Club.
- Purchase of a thermal image camera totaling \$6,100 from donations for the Fire Department.
- An increase of \$41,685 for six months of wages and benefits for one full-time Planner I and Procurement Specialist.
- An increase of \$3,000 for summer recreation programs from donations received.

The following increases, along with the \$74,063 reserved for previous year's encumbrances, was appropriated from fund balance:

- An increase of \$148,326 for vacation and sick payout for retired personnel.
- A \$6,000 increase to support the Art Sculpture exhibit.
- Improvement to MLK Recreation Center cricket fields of \$5,500.
- Purchase of a security camera for the Library totaling \$12,037.

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, 2016, amounts to \$171.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, infrastructure, vehicles and equipment. The total increase in the City's investment in capital assets for the current fiscal year (net of accumulated depreciation) was \$2,546,384.

In governmental activities, total capital assets decreased by \$1,163,021. This decrease can be attributed to a \$6.3 million current year depreciation expense; however, the change in Construction Work in Progress (CWIP) resulted in \$4.2 million of projects being completed. Some major governmental type projects completed during the current fiscal year include the following:

- The completion of Snowden Park improvements of \$1,342,626.
- Completion of the City's Financial Management System for \$976,133.
- Grant Hunter Pond modifications of \$259,993.
- Upgrades to the P-25 Radio System for emergency response of \$215,778.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)**

- Improvements to the City's computer hardware for \$195,753.
- Two additional soft tennis courts totaling \$181,115.
- Upgrades and additions to parks and recreation for approximately \$162,146.
- Replacement of EMS safety equipment totaling \$139,857.
- Library improvements to the reading / conference room for \$49,697.

In business-type activities, total capital assets increased by \$3,709,405. Even with an overall depreciation expense of \$4.6 million, the total completed CWIP was \$7,714,500. Some major business type projects completed during the current fiscal year include the following:

- County line Road Utility Extension totaling \$2,066,359.
- Sydney Road reclaimed water main for \$4,559,724.
- Wheeler Street Re-alignment totaling \$1,433,843.
- Addition of Alexander Right Turn Lanes totaling \$690,626.
- Paint and Refurbish Water Tower #4 – Strawberry Tower for \$120,090.

Capital Assets at Year End (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 18,667,206	\$ 17,850,833	\$ 2,068,396	\$ 1,982,556	\$ 20,735,602	\$ 19,833,389
Infrastructure	23,642,542	21,055,945	37,507,852	32,585,167	61,150,394	53,641,112
Buildings and Plant	14,712,650	15,551,161	51,940,534	53,661,995	66,653,184	69,213,156
Equipment	7,452,341	6,941,005	891,026	1,087,172	8,343,367	8,028,177
Library Books	258,380	289,799	-	-	258,380	289,799
Construction in Progress	4,232,197	8,439,594	10,616,384	9,997,897	14,848,581	18,437,491
Total	\$ 68,965,316	\$ 70,128,337	\$ 103,024,192	\$ 99,314,787	\$ 171,989,508	\$ 169,443,124

Additional information on the City's capital assets can be found in the notes to the financial statements in this report.

Long-Term Debt

At the end of the current fiscal year the City had total long term liabilities outstanding of \$66 million, an increase of \$746 thousand from the prior year.

Long-term Debt at Year End

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Bonds and Notes Payable	\$ 7,058,071	\$ 7,965,440	\$ 33,067,855	\$ 35,441,881	\$ 40,125,926	\$ 43,407,321
Compensated Absences	1,066,875	1,095,691	479,241	497,955	1,546,116	1,593,646
Net Pension Liability	20,387,657	16,562,693	-	-	20,387,657	16,562,693
Other Post-Employment Benefits	2,259,986	2,096,735	1,114,598	1,028,817	3,374,584	3,125,552
Landfill Closure Costs	-	-	106,506	156,506	106,506	156,506
Estimated Claims Payable	358,073	307,007	-	-	358,073	307,007
Total	\$ 31,130,662	\$ 28,027,566	\$ 34,768,200	\$ 37,125,159	\$ 65,898,862	\$ 65,152,725

Additional information on the City's long-term debt can be found in notes to the financial statements in this report.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2016
(Unaudited)**

NEXT YEAR'S BUDGETS AND RATES

The City's millage rate for fiscal year 2017 is 4.7157, which is the same rate as the previous year. The rolled-back rate for fiscal year 2017 was 4.4883. For fiscal year 2017, the City's property tax valuation increased by \$183,768,020 (11%). City wide revenues and expenses increased by \$5,463,447 (8.1%).

The Street Fund revenues and expenditures remained constant in 2017. The enterprise fund revenues remain constant, while the expenditures will rise due to an increase in personal services and capital projects. The Solid Waste fund expenditures also increase due to an internal loan transfer of \$1.3 million to construct Fire Station #3.

The City's stormwater rates will increase by 3%. The water and sewer rates will increase by 1.1991% for fiscal year 2017. The Solid Waste Fund rates were schedule to increase by 3% as of October 1, 2016 but due to the strong financial condition of the Solid Waste Fund, the City Commission decided not to increase the rates.

The fiscal year 2017 budget includes a seven and one-half percent (7.5%) pay increase for employees. The budget increased by 8.1% or \$5,463,447 over the prior year original budget. This increase is primarily due to an investment in personnel and capital assets, specifically Fire Station #3, automatic meter reading devices, water and sewer lines, and park improvements.

REQUESTS FOR INFORMATION

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 27,326,045	\$ 4,905,237	\$ 32,231,282
Investments	15,880,201	42,496,610	58,376,811
Accounts Receivable	1,162,173	2,781,474	3,943,647
Loans Receivable	110,570	-	110,570
Interest Receivable	23,571	23,499	47,070
Internal Balances	(4,572,733)	4,572,733	-
Due from Other Governments	1,162,228	-	1,162,228
Inventory	42,693	236,814	279,507
Restricted Assets			
Cash and Cash Equivalents	803,544	14,398,338	15,201,882
Deposits / prepaids	73,831	-	73,831
Land Held for Resale	161,577	948,758	1,110,335
Capital Assets			
Nondepreciable	22,899,403	12,684,780	35,584,183
Depreciable, net	46,065,913	90,339,412	136,405,325
Total Assets	<u>111,139,016</u>	<u>173,387,655</u>	<u>284,526,671</u>
Deferred Outflow of Resources			
Deferred outflows - pensions	<u>3,812,767</u>	<u>-</u>	<u>3,812,767</u>
Liabilities			
Accounts Payable	846,245	1,594,980	2,441,225
Due to Other Governments	172,880	-	172,880
Other Current Liabilities	330,821	128,479	459,300
Unearned Revenue	328,688	21,169	349,857
Accrued Interest Payable	42,257	168,463	210,720
Deposits	1,800	2,198,627	2,200,427
Noncurrent Liabilities			
Due Within One Year	1,606,670	2,733,825	4,340,495
Due in More Than One Year	29,523,992	32,034,375	61,558,367
Total Liabilities	<u>32,853,353</u>	<u>38,879,918</u>	<u>71,733,271</u>
Deferred Inflow of Resources			
Deferred inflows - pensions	<u>185,304</u>	<u>-</u>	<u>185,304</u>
Net Position			
Net Investment in Capital Assets	61,906,745	69,956,337	131,863,082
Restricted for			
Debt Service	503,544	6,569,978	7,073,522
Capital Projects	5,413,485	5,638,140	11,051,625
Community Development	1,244,851	-	1,244,851
Street Improvements	1,435,072	-	1,435,072
Other Purposes	387,590	-	387,590
Unrestricted	11,021,839	52,343,282	63,365,121
Total Net Position	<u>\$ 81,913,126</u>	<u>\$ 134,507,737</u>	<u>\$ 216,420,863</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Functions/programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$ 3,994,458	\$ 1,172,956	\$ 181,762	\$ -
Public Safety	17,934,296	1,106,110	332,614	14,195
Physical Environment	802,554	212,810	-	-
Transportation	4,158,498	-	492,474	210,573
Economic Development	1,124,283	-	1,077,588	-
Culture and Recreation	5,694,309	637,653	442,309	-
Interest on Long-term Debt	262,789	-	-	-
Total Governmental Activities	33,971,187	3,129,529	2,526,747	224,768
Business-type Activities				
Water and Sewer	13,684,024	16,964,732	58,705	592,337
Solid Waste	4,918,903	6,755,623	-	-
Stormwater	2,605,373	2,704,001	315,841	-
Industrial Park	14,813	-	-	-
Total Business-type Activities	21,223,113	26,424,356	374,546	592,337
Total Primary Government	\$ 55,194,300	\$ 29,553,885	\$ 2,901,293	\$ 817,105

General Revenues
Taxes
 Property Taxes
 Insurance Premium Taxes
 Sales Taxes
 Utility Taxes
 Gas Taxes
 Communication Services Taxes
 Business Taxes
Franchise Fees
Intergovernmental Revenues, Unrestricted
Unrestricted Investment Earnings
Miscellaneous
Gain on Disposal of Capital Assets
Transfers
Total General Revenues and Transfers
Change in Net Position
Net Position, Beginning as restated
Net Position, Ending

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

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

Governmental Activities	Business-type Activities	Totals
\$ (2,639,740)	\$ -	\$ (2,639,740)
(16,481,377)	-	(16,481,377)
(589,744)	-	(589,744)
(3,455,451)	-	(3,455,451)
(46,695)	-	(46,695)
(4,614,347)	-	(4,614,347)
(262,789)	-	(262,789)
<u>(28,090,143)</u>	<u>-</u>	<u>(28,090,143)</u>
-	3,931,750	3,931,750
-	1,836,720	1,836,720
-	414,469	414,469
-	(14,813)	(14,813)
-	6,168,126	6,168,126
<u>(28,090,143)</u>	<u>6,168,126</u>	<u>(21,922,017)</u>
8,637,832	-	8,637,832
528,282	-	528,282
5,991,530	-	5,991,530
3,956,901	-	3,956,901
1,641,573	-	1,641,573
1,200,775	-	1,200,775
588,709	-	588,709
3,955,034	-	3,955,034
390,374	-	390,374
126,643	67,766	194,409
-	88,437	88,437
-	5,568	5,568
1,111,229	(1,111,229)	-
<u>28,128,882</u>	<u>(949,458)</u>	<u>27,179,424</u>
38,739	5,218,668	5,257,407
81,874,387	129,289,069	211,163,456
<u>\$ 81,913,126</u>	<u>\$ 134,507,737</u>	<u>\$ 216,420,863</u>

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

CITY OF PLANT CITY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 1,178,407	\$ 1,197,267	\$ 13,681,368	\$ 16,057,042
Investments	14,420,932	-	-	14,420,932
Accounts Receivable	1,162,173	-	-	1,162,173
Interest Receivable	22,837	-	-	22,837
Due from Other Governments	485,911	-	676,317	1,162,228
Loans Receivable	-	-	110,570	110,570
Inventory	42,693	-	-	42,693
Deposits	43,831	-	-	43,831
Restricted Cash	-	-	803,544	803,544
Land Held for Resale	-	-	161,577	161,577
Total Assets	\$ 17,356,784	\$ 1,197,267	\$ 15,433,376	\$ 33,987,427
Liabilities, Deferred Inflows, and Fund Balances				
Liabilities				
Accounts Payable	\$ 544,154	\$ 21,868	\$ 273,581	\$ 839,603
Due to Other Governments	2,480	-	170,400	172,880
Other Current Liabilities	317,375	-	13,446	330,821
Unearned revenues	28,688	-	300,000	328,688
Customer Deposits	1,800	-	-	1,800
Total Liabilities	894,497	21,868	757,427	1,673,792
Deferred Inflows of Resources				
Unavailable revenues	271,460	-	2,040	273,500
Total deferred inflows	271,460	-	2,040	273,500
Fund Balances				
Nonspendable	42,693	-	272,147	314,840
Restricted	387,590	1,175,399	7,421,553	8,984,542
Committed	1,610,283	-	6,980,209	8,590,492
Assigned	3,834,264	-	-	3,834,264
Unassigned	10,315,997	-	-	10,315,997
Total Fund Balances	16,190,827	1,175,399	14,673,909	32,040,135
Total Liabilities, Deferred Inflows and Fund Balances	\$ 17,356,784	\$ 1,197,267	\$ 15,433,376	\$ 33,987,427

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

CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET—GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2016

Total Fund Balances, Total Governmental Funds		\$ 32,040,135
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.		64,135,804
Certain long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		273,500
Deferred outflows, deferred inflows, and the net pension liability related to the City's pension plan are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Deferred outflows - pensions	\$ 3,812,767	
Deferred inflows - pensions	(185,304)	
Net pension liability	<u>(20,387,657)</u>	(16,760,194)
Long-term liabilities, including debt payable, compensated absences and other post-employment benefits, are not due and payable in the current period and, therefore, are not reported in the funds.		
Long-term debt	\$ (7,058,071)	
Compensated absences	(1,066,875)	
Other post-employment benefits	(2,259,986)	
Accrued interest payable	<u>(42,257)</u>	(10,427,189)
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the portion of the internal service funds net position included in governmental activities in the Statement of Net Position.		<u>12,651,070</u>
Net Position of Governmental Activities		<u><u>\$ 81,913,126</u></u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$ 7,731,859	\$ 402,557	\$ -	\$ 8,134,416
Utility Taxes	3,956,901	-	-	3,956,901
Gas Taxes	-	-	1,273,096	1,273,096
Business Taxes	588,709	-	-	588,709
Communication Services Tax	1,200,775	-	-	1,200,775
Insurance Premium Tax	528,282	-	-	528,282
Franchise Fees	3,955,034	-	-	3,955,034
Fees and Permits	730,960	-	-	730,960
Impact Fees	-	-	743,712	743,712
Fines and Forfeitures	199,350	-	-	199,350
Intergovernmental	4,741,781	503,416	4,059,243	9,304,440
Charges for Services	1,683,856	-	-	1,683,856
Contributions	63,260	-	-	63,260
Interest Revenue	67,724	-	33,180	100,904
Miscellaneous Revenue	349,536	4,600	1,772	355,908
Total Revenues	<u>25,798,027</u>	<u>910,573</u>	<u>6,111,003</u>	<u>32,819,603</u>
Expenditures				
Current				
General Government	3,377,650	-	2,555	3,380,205
Public Safety	14,400,301	-	-	14,400,301
Physical Environment	585,330	-	-	585,330
Transportation	23,074	-	2,041,557	2,064,631
Economic Development	402,557	263,521	107,387	773,465
Culture and Recreation	4,542,535	-	133,149	4,675,684
Debt Service				
Principal	-	-	920,000	920,000
Interest and Fiscal Charges	-	-	256,711	256,711
Capital Outlay	235,625	777,454	3,157,944	4,171,023
Total Expenditures	<u>23,567,072</u>	<u>1,040,975</u>	<u>6,619,303</u>	<u>31,227,350</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,230,955</u>	<u>(130,402)</u>	<u>(508,300)</u>	<u>1,592,253</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	14,632	-	1,700	16,332
Transfers In	-	-	3,186,786	3,186,786
Transfers Out	(972,400)	-	(2,328,957)	(3,301,357)
Total Other Financing Sources (Uses)	<u>(957,768)</u>	<u>-</u>	<u>859,529</u>	<u>(98,239)</u>
Net Change in Fund Balances	1,273,187	(130,402)	351,229	1,494,014
Fund Balances, Beginning	14,917,640	1,305,801	14,322,680	30,546,121
Fund Balances, Ending	<u>\$ 16,190,827</u>	<u>\$ 1,175,399</u>	<u>\$ 14,673,909</u>	<u>\$ 32,040,135</u>

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

CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Net Change in Fund Balances, Total Governmental Funds		\$ 1,494,014
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital outlays	\$ 4,302,026	
Depreciation expense	<u>(4,946,367)</u>	(644,341)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to increase net assets.		
		(109,538)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		53,355
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items as expenditures when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal repayment of long-term debt		920,000
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Pension expense	(3,005,893)	
Amortization of discounts/premiums	(12,631)	
Change in compensated absences	28,816	
Change in other post-employment benefits	(163,251)	
Change in accrued interest payable	<u>6,553</u>	(3,146,406)
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the net revenue of the internal service funds reported within governmental activities.		
		<u>1,471,655</u>
Change in Net Position, Governmental Activities		<u>\$ 38,739</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2016

	Business-Type Activities—Enterprise Funds				Governmental Activities— Internal Service Funds	
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		Total
Assets						
Current Assets						
Cash and cash equivalents	\$ 1,850,588	\$ 2,186,704	\$ 833,253	\$ 34,692	\$ 4,905,237	\$ 11,269,003
Investments	28,829,107	10,214,883	2,918,538	534,082	42,496,610	1,459,269
Accounts receivable	2,339,184	323,125	119,073	92	2,781,474	-
Interest receivable	16,521	5,140	1,469	369	23,499	734
Inventory	236,814	-	-	-	236,814	-
Total Current Assets	<u>33,272,214</u>	<u>12,729,852</u>	<u>3,872,333</u>	<u>569,235</u>	<u>50,443,634</u>	<u>12,729,006</u>
Noncurrent Assets						
Restricted cash and cash equivalents	14,240,806	-	157,532	-	14,398,338	-
Deposits	-	-	-	-	-	30,000
Land held for resale	-	-	-	948,758	948,758	-
Capital Assets						
Land	2,051,968	-	16,428	-	2,068,396	-
Infrastructure	82,288,289	4,489	7,343,579	1,528,679	91,165,036	-
Buildings and plant	74,120,842	88,923	327,000	-	74,536,765	-
Equipment	2,813,819	753,418	1,276,113	-	4,843,350	8,770,593
Construction in progress	9,954,942	-	661,442	-	10,616,384	-
Less accumulated depreciation	<u>(74,426,130)</u>	<u>(767,592)</u>	<u>(3,992,513)</u>	<u>(1,019,504)</u>	<u>(80,205,739)</u>	<u>(3,941,081)</u>
Total Noncurrent Assets	<u>111,044,536</u>	<u>79,238</u>	<u>5,789,581</u>	<u>1,457,933</u>	<u>118,371,288</u>	<u>4,859,512</u>
Total Assets	<u>144,316,750</u>	<u>12,809,090</u>	<u>9,661,914</u>	<u>2,027,168</u>	<u>168,814,922</u>	<u>17,588,518</u>
Liabilities						
Current Liabilities						
Accounts payable	1,261,703	202,050	131,227	-	1,594,980	6,642
Unearned revenue	21,169	-	-	-	21,169	-
Accrued interest payable	168,463	-	-	-	168,463	-
Other current liabilities	78,844	28,365	21,270	-	128,479	-
Deposits	2,198,627	-	-	-	2,198,627	-
Current portion of compensated absences	221,220	62,804	17,270	-	301,294	-
Current portion of long-term debt	2,380,572	-	51,959	-	2,432,531	-
Total Current Liabilities	<u>6,330,598</u>	<u>293,219</u>	<u>221,726</u>	<u>-</u>	<u>6,845,543</u>	<u>6,642</u>
Noncurrent Liabilities						
Long-term debt	30,373,246	-	262,078	-	30,635,324	-
Compensated absences	108,790	30,432	38,725	-	177,947	-
Estimated claims payable	-	-	-	-	-	358,073
Accrued landfill closure	-	106,506	-	-	106,506	-
Net OPEB obligation	684,380	272,133	158,085	-	1,114,598	-
Total Noncurrent Liabilities	<u>31,166,416</u>	<u>409,071</u>	<u>458,888</u>	<u>-</u>	<u>32,034,375</u>	<u>358,073</u>
Total Liabilities	<u>37,497,014</u>	<u>702,290</u>	<u>680,614</u>	<u>-</u>	<u>38,879,918</u>	<u>364,715</u>
Net Position						
Net Investment in Capital Assets	64,049,912	79,238	5,318,012	509,175	69,956,337	4,829,512
Restricted for						
Debt Service	6,412,446	-	157,532	-	6,569,978	-
Capital Projects	5,638,140	-	-	-	5,638,140	-
Unrestricted	30,719,238	12,027,562	3,505,756	1,517,993	47,770,549	12,394,291
Total Net Position	<u>\$ 106,819,736</u>	<u>\$ 12,106,800</u>	<u>\$ 8,981,300</u>	<u>\$ 2,027,168</u>	<u>\$ 129,935,004</u>	<u>\$ 17,223,803</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					4,572,733	
Net position of business-type activities					<u>\$ 134,507,737</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Business-type Activities—Enterprise Funds				Totals	Governmental Activities—Internal Service Funds
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park Fund		
Operating Revenues						
Charges for Services	\$ 16,964,732	\$ 6,755,623	\$ 2,704,001	\$ -	\$ 26,424,356	\$ 3,031,980
Total Operating Revenues	<u>16,964,732</u>	<u>6,755,623</u>	<u>2,704,001</u>	<u>-</u>	<u>26,424,356</u>	<u>3,031,980</u>
Operating Expenses						
Personal Services	3,762,461	1,541,352	1,106,460	-	6,410,273	-
Other Services and Charges	5,507,484	3,992,210	1,201,455	(8,932)	10,692,217	333,775
Depreciation	4,164,921	8,695	431,499	23,745	4,628,860	1,337,999
Total Operating Expenses	<u>13,434,866</u>	<u>5,542,257</u>	<u>2,739,414</u>	<u>14,813</u>	<u>21,731,350</u>	<u>1,671,774</u>
Operating Income (Loss)	<u>3,529,866</u>	<u>1,213,366</u>	<u>(35,413)</u>	<u>(14,813)</u>	<u>4,693,006</u>	<u>1,360,206</u>
Nonoperating Revenues (Expenses)						
Intergovernmental Grants	58,705	-	315,841	-	374,546	-
Interest Revenue	55,282	11,355	2,962	(1,833)	67,766	25,739
Interest Expense	(596,898)	-	(10,478)	-	(607,376)	-
Other Nonoperating Revenues	88,437	-	-	-	88,437	-
Gain on Sale of Capital Assets	2,037	131	3,400	-	5,568	(24,477)
Total Nonoperating Revenue (Expenses)	<u>(392,437)</u>	<u>11,486</u>	<u>311,725</u>	<u>(1,833)</u>	<u>(71,059)</u>	<u>1,262</u>
Income (Loss) Before Capital Contributions and Transfers	3,137,429	1,224,852	276,312	(16,646)	4,621,947	1,361,468
Capital Contributions	592,337	-	-	-	592,337	-
Transfers In	-	-	-	-	-	1,225,800
Transfers Out	(522,000)	(502,000)	(45,500)	(41,729)	(1,111,229)	-
Change in Net Position	<u>3,207,766</u>	<u>722,852</u>	<u>230,812</u>	<u>(58,375)</u>	<u>4,103,055</u>	<u>2,587,268</u>
Net Position, Beginning, Restated	<u>103,611,970</u>	<u>11,383,948</u>	<u>8,750,488</u>	<u>2,085,543</u>		<u>14,636,535</u>
Net Position, Ending	<u>\$ 106,819,736</u>	<u>\$ 12,106,800</u>	<u>\$ 8,981,300</u>	<u>\$ 2,027,168</u>		<u>\$ 17,223,803</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					1,115,613	
Change in net position of business-type activities					<u>\$ 5,218,668</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Business-type Activities—Enterprise Fund				Governmental Activities— Internal Service Funds	
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		Total
Cash Flows from Operating Activities						
Receipts from customers	\$ 16,671,499	\$ 6,807,106	\$ 2,724,336	\$ -	\$ 26,202,941	\$ -
Receipts from other funds for goods and services	-	-	-	-	-	3,031,980
Payments to suppliers for goods and services	(5,457,909)	(3,958,927)	(1,122,928)	8,840	(10,530,924)	(473,613)
Payments to employees for services	(3,728,218)	(1,523,685)	(1,091,303)	-	(6,343,206)	-
Net Cash Provided by Operating Activities	<u>7,485,372</u>	<u>1,324,494</u>	<u>510,105</u>	<u>8,840</u>	<u>9,328,811</u>	<u>2,558,367</u>
Cash Flows from Noncapital Financing Activities						
Transfers	(522,000)	(502,000)	(45,500)	(41,729)	(1,111,229)	1,225,800
Other nonoperating receipts	88,437	-	-	-	88,437	-
Net Cash Provided by (Used In) Noncapital Financing Activities	<u>(433,563)</u>	<u>(502,000)</u>	<u>(45,500)</u>	<u>(41,729)</u>	<u>(1,022,792)</u>	<u>1,225,800</u>
Cash Flows from Capital and Related Financing Activities						
Intergovernmental Grant	58,705	-	315,841	-	374,546	-
Acquisition and Construction of Capital Assets	(7,571,792)	(5,396)	(522,534)	-	(8,099,722)	(953,334)
Proceeds from Sale of Capital Assets	2,037	131	3,400	-	5,568	-
Capital Contributions	592,337	-	-	-	592,337	-
Principal Paid on Long-term Debt	(2,323,585)	-	(50,441)	-	(2,374,026)	-
Interest Paid on Long-term Debt	(847,390)	-	(10,478)	-	(857,868)	-
Net Cash Used In Capital and Related Financing Activities	<u>(10,089,688)</u>	<u>(5,265)</u>	<u>(264,212)</u>	<u>-</u>	<u>(10,359,165)</u>	<u>(953,334)</u>
Cash Flows from Investing Activities						
Purchase of Pooled Investments	(7,585,632)	(3,604,907)	(1,029,973)	(59,063)	(12,279,575)	(514,987)
Interest and Investment Earnings	116,062	30,846	8,530	1,427	156,865	28,524
Net Cash Used by Investing Activities	<u>(7,469,570)</u>	<u>(3,574,061)</u>	<u>(1,021,443)</u>	<u>(57,636)</u>	<u>(12,122,710)</u>	<u>(486,463)</u>
Net Change in Cash and Cash Equivalents	(10,507,449)	(2,756,832)	(821,050)	(90,525)	(14,175,856)	2,344,370
Cash and Cash Equivalents, Beginning of Year	26,598,843	4,943,536	1,811,835	125,217	33,479,431	8,924,633
Cash and Cash Equivalents, End of Year	<u>\$ 16,091,394</u>	<u>\$ 2,186,704</u>	<u>\$ 990,785</u>	<u>\$ 34,692</u>	<u>\$ 19,303,575</u>	<u>\$ 11,269,003</u>
Classified as:						
Cash and cash equivalents	\$ 1,850,588	\$ 2,186,704	\$ 833,253	\$ 34,692	\$ 4,905,237	\$ 11,269,003
Restricted cash and cash equivalents	14,240,806	-	157,532	-	14,398,338	-
	<u>\$ 16,091,394</u>	<u>\$ 2,186,704</u>	<u>\$ 990,785</u>	<u>\$ 34,692</u>	<u>\$ 19,303,575</u>	<u>\$ 11,269,003</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Business-type Activities—Enterprise Funds				Governmental Activities— Internal Service Funds	
	Water and Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities						
Operating Income (Loss)	\$ 3,529,866	\$ 1,213,366	\$ (35,413)	\$ (14,813)	\$ 4,693,006	\$ 1,360,206
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities						
Depreciation and Amortization	4,164,921	8,695	431,499	23,745	4,628,860	1,337,999
Change in Assets and Liabilities						
Accounts receivable	(293,233)	51,483	20,335	(92)	(221,507)	-
Inventory	14,075	-	-	-	14,075	-
Accounts payable	(85,688)	69,774	70,797	-	54,883	(190,904)
Deposits	89,168	-	-	-	89,168	-
Other current liabilities	32,020	13,509	7,730	-	53,259	-
Compensated absences	(14,732)	(2,517)	(1,465)	-	(18,714)	-
Accrued landfill postclosure	-	(50,000)	-	-	(50,000)	-
Estimated claims payable	-	-	-	-	-	51,066
Net OPEB obligation	48,975	20,184	16,622	-	85,781	-
Net Cash Provided by Operating Activities	<u>\$ 7,485,372</u>	<u>\$ 1,324,494</u>	<u>\$ 510,105</u>	<u>\$ 8,840</u>	<u>\$ 9,328,811</u>	<u>\$ 2,558,367</u>
Noncash Investing, Capital, and Financing Activities:						
Capitalized interest	\$ 238,543	\$ -	\$ -	\$ -	238,543	\$ -
Net Noncash Investing, Capital, and Financing Activities	<u>\$ 238,543</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 238,543</u>	<u>\$ -</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2016

	Pension Trust Fund
Assets	
Cash and Cash Equivalents	\$ 1,567,351
Receivables	
Contributions	316,912
Accrued Interest and Dividends	81,416
Total Receivables	<u>398,328</u>
Investments at Fair Value	
U.S. Government Agencies	3,607,063
Corporate Bonds and Notes	6,191,788
Common Stock	12,775,447
Mutual Funds	11,773,615
Total Investments	<u>34,347,913</u>
Total Assets	<u>36,313,592</u>
Net Position	
Restricted for Pension Benefits	<u><u>\$ 36,313,592</u></u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Pension Trust Fund
Additions	
Contributions	
Employer	\$ 2,188,239
Employee	646,277
State of Florida	528,282
Total Contributions	3,362,798
Investment Income	
Interest and Dividends	1,197,905
Net appreciation (depreciation) in fair value of investments	2,002,388
Net Investment Income	3,200,293
Total Additions	6,563,091
Deductions	
Pension benefits	2,222,409
Administrative expenses	135,259
Total Deductions	2,357,668
Change in Net Position	4,205,423
Net Position, Beginning of Year	32,108,169
Net Position, End of Year	\$ 36,313,592

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

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CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

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

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

Community Redevelopment Agency (the “CRA”)

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

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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

The City reports the following major governmental funds:

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

The City reports the following major proprietary funds:

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Additionally, the City reports the following fund types:

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

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

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

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

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

D. Assets, Liabilities and Net Assets

Deposits and Investments

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

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

Receivables and Payables

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Inventories and Prepaid Items

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

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

Restricted Assets

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

Capital Assets

Capital assets, which include land, land improvements, plant and plant improvements, buildings, building improvements, furniture and equipment, and infrastructure (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable government or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an estimated useful life of two years or more and a cost of \$1,000 or more for general fixed assets and \$5,000 for vehicles. Capital improvement projects, which include infrastructure, equipment and construction, costing more than \$25,000 are capitalized. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the time of donation.

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

Compensated Absences

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

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

Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed when incurred. Bonds payable are reported net of the applicable bond premium or discount.

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

Fund Equity

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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

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

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

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

Use of Estimates

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows / Inflows of Resources

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

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

Pension

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Property Taxes

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

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

A calendar of events is as follows:

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

B. Budget

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

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. Deposits with Financial Institutions

At September 30, 2016, the carrying amount of the City's cash deposits with banks was \$48,070,560. All of the City's public deposits are held in qualified public depositories pursuant to Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act." Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits, times the depository's collateral pledging level. The pledging level may vary depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any losses to public depositories are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof.

B. Investments

As of September 30, 2016, the City had the following investments and maturities:

	Credit Rating (Moody's)	Fair Value	Maturities			
			Less Than 1	1 to 5	6 to 10	Over 10
City Investments						
Government Securities	Aaa	\$ 39,436,003	\$ 19,896,089	\$ 19,539,914	\$ -	\$ -
Municipal Bonds	Aaa-Baa2	1,120,344	715,103	405,241	-	-
Corporate Bonds and Notes	Not Rated	17,820,464	4,100,266	13,720,198	-	-
		<u>\$ 58,376,811</u>	<u>\$ 24,711,458</u>	<u>\$ 33,665,353</u>	<u>\$ -</u>	<u>\$ -</u>
Safety Employees' Retirement Fund						
U. S. Government Agencies	Aaa	\$ 3,607,063	\$ 108,447	\$ 1,842,120	\$ 758,431	\$ 898,065
Corporate Bonds and Notes	Aaa-Baa2	6,191,788	61,002	3,799,150	926,971	1,404,665
Common Stocks	Not Rated	12,775,447	12,775,447	-	-	-
Mutual Funds	Not Rated	11,773,615	11,773,615	-	-	-
		<u>\$ 34,347,913</u>	<u>\$ 24,718,511</u>	<u>\$ 5,641,270</u>	<u>\$ 1,685,402</u>	<u>\$ 2,302,730</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Fair Value Measurements.

The City categorizes its fair value measurements within fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs for similar assets, and Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of September 30, 2016:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
City Investments				
Government Securities	\$ 14,150,222	\$ 25,285,781	\$ -	\$ 39,436,003
Municipal Bonds	-	1,120,344	-	1,120,344
Corporate Bonds and Notes	-	17,820,464	-	17,820,464
	<u>\$ 14,150,222</u>	<u>\$ 44,226,589</u>	<u>\$ -</u>	<u>\$ 58,376,811</u>
Safety Employees' Retirement Fund				
U. S. Government Agencies	\$ 1,436,198	\$ 2,170,865	\$ -	\$ 3,607,063
Corporate Bonds and Notes	-	6,191,788	-	6,191,788
Common Stocks	12,775,447	-	-	12,775,447
Mutual Funds	-	11,773,615	-	11,773,615
	<u>\$ 14,211,645</u>	<u>\$ 20,136,268</u>	<u>\$ -</u>	<u>\$ 34,347,913</u>

Interest Rate Risk

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

City Investments

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

Pension Plan Investments

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Credit Risk

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

City Investments

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

Safety Employees' Pension Trust Fund

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

Custodial Credit Risk

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

City Investments

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

Pension Plan Investments

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Concentration of Credit Risk

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

City Investments

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

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

Safety Employees' Pension Plan Investments

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Receivables

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

	<u>Accounts Receivable</u>	<u>Down-payment Assistance Loan Receivable</u>	<u>Interest Receivable</u>	<u>Due from Other Governments</u>	<u>Total</u>
Governmental Activities					
Major Funds					
General Fund	\$ 1,162,173	\$ -	\$ 22,837	\$ 485,911	\$ 1,670,921
Nonmajor Funds	-	110,570	-	676,317	786,887
Internal Service Funds	-	-	734	-	734
	<u>1,162,173</u>	<u>110,570</u>	<u>23,571</u>	<u>1,162,228</u>	<u>2,458,542</u>
Business-type Activities					
Major Funds					
Water and Sewer	2,339,184	-	16,521	-	2,355,705
Solid Waste	323,125	-	5,140	-	328,265
Stormwater	119,073	-	1,469	-	120,542
Nonmajor Fund	92	-	369	-	461
	<u>2,781,474</u>	<u>-</u>	<u>23,499</u>	<u>-</u>	<u>2,804,973</u>
Total	<u>\$ 3,943,647</u>	<u>\$ 110,570</u>	<u>\$ 47,070</u>	<u>\$ 1,162,228</u>	<u>\$ 5,263,515</u>

The Homeowner Down-payment Assistance Loan receivables in the amount of \$110,570 consist of individual loans with balances ranging from \$2,200 - \$15,000 due over an initial period of 20 to 30 years. These loans are scheduled to be repaid by 2025.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Capital Assets

Capital asset activity for the year ended September 30, 2016, was as follows:

Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 17,850,833	\$ 879,772	\$ (63,399)	\$ 18,667,206
Construction in Progress	8,439,594	4,252,350	(8,459,747)	4,232,197
Total capital assets not being depreciated	<u>26,290,427</u>	<u>5,132,122</u>	<u>(8,523,146)</u>	<u>22,899,403</u>
Capital assets being depreciated				
Infrastructure	124,067,098	5,751,392	(140,039)	129,678,451
Buildings and Plant	31,254,191	74,115	(8,900)	31,319,406
Equipment	19,727,215	2,706,323	(398,711)	22,034,827
Library Books	861,839	64,209	(200,261)	725,787
Total capital assets being depreciated	<u>175,910,343</u>	<u>8,596,039</u>	<u>(747,911)</u>	<u>183,758,471</u>
Less accumulated depreciation for				
Infrastructure	103,011,153	3,127,049	(102,293)	106,035,909
Buildings and Plant	15,703,030	910,764	(7,038)	16,606,756
Equipment	12,786,210	2,150,925	(354,649)	14,582,486
Library Books	572,040	95,628	(200,261)	467,407
Total accumulated depreciation	<u>132,072,433</u>	<u>6,284,366</u>	<u>(664,241)</u>	<u>137,692,558</u>
Total capital assets being depreciated, net	<u>43,837,910</u>	<u>2,311,673</u>	<u>(83,670)</u>	<u>46,065,913</u>
Governmental activities capital assets	<u>\$ 70,128,337</u>	<u>\$ 7,443,795</u>	<u>\$ (8,606,816)</u>	<u>\$ 68,965,316</u>

Included in the above totals are capital assets held by the City's internal service funds in the amount of \$4,829,512.

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

Governmental Activities	
General Government	\$ 629,357
Public Safety	634,207
Physical Environment	189,396
Transportation	2,132,883
Economic Development	350,324
Culture and Recreation	1,010,200
Internal Service Funds - Depreciation expense charged to the various functions based on the usage of capital assets.	<u>1,337,999</u>
Total Depreciation Expense	<u>\$ 6,284,366</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated				
Land	\$ 1,982,556	\$ 85,840	\$ -	\$ 2,068,396
Construction in Progress	9,997,897	8,332,987	(7,714,500)	10,616,384
Total capital assets not being depreciated	<u>11,980,453</u>	<u>8,418,827</u>	<u>(7,714,500)</u>	<u>12,684,780</u>
Capital assets being depreciated				
Infrastructure	83,964,304	7,575,262	(374,530)	91,165,036
Buildings and Plant	74,536,765	-	-	74,536,765
Equipment	5,167,216	53,652	(377,518)	4,843,350
Total capital assets being depreciated	<u>163,668,285</u>	<u>7,628,914</u>	<u>(752,048)</u>	<u>170,545,151</u>
Less accumulated depreciation for				
Infrastructure	51,379,137	2,650,896	(372,849)	53,657,184
Buildings and Plant	20,874,770	1,721,461	-	22,596,231
Equipment	4,080,044	256,503	(384,223)	3,952,324
Total accumulated depreciation	<u>76,333,951</u>	<u>4,628,860</u>	<u>(757,072)</u>	<u>80,205,739</u>
Total capital assets being depreciated, net	<u>87,334,334</u>	<u>3,000,054</u>	<u>5,024</u>	<u>90,339,412</u>
Business-type activities capital assets	<u>\$ 99,314,787</u>	<u>\$ 11,418,881</u>	<u>\$ (7,709,476)</u>	<u>\$ 103,024,192</u>

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

Business-type Activities	
Water and Sewer	\$ 4,164,921
Solid Waste	8,695
Stormwater	431,499
Industrial Park	23,745
Total Depreciation Expense	<u>\$ 4,628,860</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of September 30, 2016, is as follows:

Due From/To Other Funds

Due from/to other funds generally represent recurring activities between funds, as well as temporary cash deficits. There were no balances as of September 30, 2016 outstanding.

Interfund Transfers

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

Transfers In	Transfers Out			
	General Fund	Nonmajor Governmental	Water and Sewer Fund	Solid Waste Fund
Nonmajor Governmental	\$ 972,400	\$ 2,172,657	\$ -	\$ -
Internal Service Funds	-	156,300	522,000	502,000
	\$ 972,400	\$ 2,328,957	\$ 522,000	\$ 502,000

Transfers In	Transfers Out		
	Stormwater Fund	Nonmajor Enterprise	Total
Nonmajor Governmental	\$ -	\$ 41,729	\$ 3,186,786
Internal Service Funds	45,500	-	1,225,800
	\$ 45,500	\$ 41,729	\$ 4,412,586

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-term Debt

Changes in Long-term Debt

The following is a summary of changes in long-term debt for the governmental activities of the City for the year ended September 30, 2016:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
Non-Ad Valorem Refunding Revenue Note, Series 2012	\$ 2,925,000	\$ -	\$ (300,000)	\$ 2,625,000	\$ 305,000
Less Deferred Charges on Refunding	(173,236)	-	19,248	(153,988)	-
Non-Ad Valorem Refunding Revenue Note Payable, Series 2010	3,250,000	-	(315,000)	2,935,000	320,000
Florida Municipal Loan Council, Series 2005B	1,690,000	-	(305,000)	1,385,000	320,000
Plus Loan Premium	22,426	-	(6,617)	15,809	-
Brownfields Loan, Stock Lumber	83,750	-	-	83,750	-
Brownfields Loan, Gromor	167,500	-	-	167,500	-
Estimated Claims Payable	307,007	327,503	(276,437)	358,073	-
Compensated Absences	1,095,691	613,583	(642,399)	1,066,875	661,670
Net pension liability	16,562,693	7,572,890	(3,747,926)	20,387,657	-
Other Post-Employment Benefits	2,096,735	208,017	(44,766)	2,259,986	-
Total Governmental Activities	<u>\$ 28,027,566</u>	<u>\$ 8,721,993</u>	<u>\$ (5,618,897)</u>	<u>\$ 31,130,662</u>	<u>\$ 1,606,670</u>

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

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

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

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

\$400,000 Loans Payable to Hillsborough County—Funds borrowed by the CRA under the Florida Brownfields Act for the redevelopment of two City properties. The loans are non-interest bearing to be repaid upon sale of the properties or at maturity in 10 years. At September 30, 2016, the City had drawn a total of \$251,250 of the available funds.

The following is a summary of changes in long-term debt for the business-type activities of the City for the year ended September 30, 2016:

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
SRF Loan Fund, Wastewater Treatment Plant	\$ 2,036,769	\$ -	\$ (134,817)	\$ 1,901,952	\$ 138,140
SRF Loan Fund, Wastewater Treatment Plant	29,409,241	-	(1,949,153)	27,460,088	1,996,788
SRF Loan Fund, Wastewater Treatment Plant	3,631,393	-	(239,615)	3,391,778	245,643
SRF Loan Fund, Pistol Range Regional Stormwater Facility	124,522	-	(23,430)	101,092	24,145
SRF Loan Fund, Grant Hunter Pond Stormwater Pollution Control	239,956	-	(27,011)	212,945	27,815
Compensated Absences	497,955	273,803	(292,517)	479,241	301,294
Other Post-Employment Benefits	1,028,817	109,304	(23,523)	1,114,598	-
Landfill Closure Costs	156,506	-	(50,000)	106,506	-
Total Business-type Activities	<u>\$ 37,125,159</u>	<u>\$ 383,107</u>	<u>\$ (2,740,066)</u>	<u>\$ 34,768,200</u>	<u>\$ 2,733,825</u>

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

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

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

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

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

The annual debt service requirements to maturity for debt outstanding as of September 30, 2016, are as follows:

<u>Fiscal Year Ending</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 945,000	\$ 222,089	\$ 2,432,531	\$ 793,099
2018	980,000	187,795	2,492,480	733,149
2019	1,025,000	152,058	2,553,910	671,719
2020	1,060,000	114,486	2,616,857	608,772
2021	705,000	85,321	2,654,128	544,475
2022-2026	2,481,250	131,063	14,176,839	1,714,499
2027-2028	-	-	6,141,110	188,311
	<u>\$ 7,196,250</u>	<u>\$ 892,812</u>	<u>\$ 33,067,855</u>	<u>\$ 5,254,024</u>

Defeasance of Long-term Debt

A portion of the proceeds of the Series 1999 Revenue Bonds was deposited in trust in an escrow account to provide for future debt service on a portion of the City's Series 1995 Revenue Bonds. As a result, that portion of the Series 1995 Revenue Bonds is considered defeased, and the City has removed that liability from its accounts. The outstanding principal balance of the defeased bonds is \$1,120,000 at September 30, 2016, with final maturity on October 1, 2020.

A portion of the proceeds of the Florida Municipal Loan Council Loan Payable, Series 2005B was deposited in trust in an escrow account to provide for the future debt service on a portion of the Florida Municipal Loan Council Loan Payable, Series 1999B. As a result, that portion of the Series 1999B loan is considered defeased, and the City has removed that liability from its accounts. The outstanding principal balance of the defeased loan is \$1,680,000 at September 30, 2016, with final maturity November 1, 2019.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity

The following is a summary of fund balances as of September 30, 2016:

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total
Nonspendable				
Inventory	\$ 42,693	\$ -	\$ -	\$ 42,693
Land Held for Resale	-	-	161,577	161,577
Loans Receivable (long term)	-	-	110,570	110,570
	<u>42,693</u>	<u>-</u>	<u>272,147</u>	<u>314,840</u>
Restricted				
Police Operations	320,393	-	-	320,393
Veterans Memorial	10,040	-	-	10,040
Library	57,157	-	-	57,157
Streets	-	-	1,435,072	1,435,072
Community Development	-	1,175,399	1,038,933	2,214,332
Capital Projects	-	-	4,444,004	4,444,004
Debt Service	-	-	503,544	503,544
	<u>387,590</u>	<u>1,175,399</u>	<u>7,421,553</u>	<u>8,984,542</u>
Committed				
Cemetery Escrow	1,610,283	-	-	1,610,283
Capital Projects	-	-	6,980,209	6,980,209
	<u>1,610,283</u>	<u>-</u>	<u>6,980,209</u>	<u>8,590,492</u>
Assigned				
Liability Insurance	1,179,172	-	-	1,179,172
Subsequent Year's Appropriations	2,587,329	-	-	2,587,329
Encumbrances	67,763	-	-	67,763
	<u>3,834,264</u>	<u>-</u>	<u>-</u>	<u>3,834,264</u>
Unassigned	<u>10,315,997</u>	<u>-</u>	<u>-</u>	<u>10,315,997</u>
Total Fund Balances	<u>\$ 16,190,827</u>	<u>\$ 1,175,399</u>	<u>\$ 14,673,909</u>	<u>\$ 32,040,135</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. CRA Fund

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

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

Funds Available for Projects at September 30, 2015		\$ 1,305,801
Inflow		
County Property Tax Increment	\$ 489,331	
City Property Tax Increment	402,557	
Tampa Port Authority	14,085	
Miscellaneous Revenue	4,600	\$ 910,573
Outflow		
Miscellaneous Expenses	324	
Other Contractual Services	219,073	
Grant Hunter Pond	4,085	
Wheeler Street Realignment	1,318	
Railroad Quiet Zones	17,284	
Subscriptions and Memberships	1,840	
Snowden Park	465,994	
Aid to Private Organization	25,000	
Property Acquisition	306,057	1,040,975
Funds Available For Future Projects at Year-End		\$ 1,175,399
Future Projects		
Committed Funds for Purchase of Land and Infrastructure Improvements to Reduce Slum and Blight	\$ 545,645	
Snowden Park	3,191	
Wheeler Street Realignment	98,682	
Grant Hunter Pond	40,165	
Quiet Zones	187,716	
Downtown Parking Lot	300,000	
Total Future Projects		\$ 1,175,399

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION

A. Risk Management

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

All departments of the City participate in the program and make payments to the Workers' Compensation Fund based on estimates, by an outside administrator, of the amounts needed to pay prior and current year claims and to accumulate a reserve for future catastrophic losses. Unrestricted net position of the fund is \$811,309 at September 30, 2016.

The claims liability of \$358,073 reported in the Fund at year-end is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported, if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's estimated claims liability amounts for the last two fiscal years were as follows:

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

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

B. Contingent Liabilities

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

C. Landfill Post-closure Care Costs

The City operated a solid waste landfill from September 1976, until April 1981. Final closure of the landfill was in September 1989. State and Federal laws and regulations require the City to perform certain ongoing maintenance and monitoring functions at the landfill site for 30 years after closure. The amount of landfill post-closure liability recorded at September 30, 2016, is \$106,506, which represents the estimated remaining current cost of all post-closure care. Due to changes in site conditions, inflation, technology, laws or regulations, these costs may change in the future. These costs are being funded on a cash basis.

D. Post-employment Benefits Other Than Pensions

Plan Description and Funding Policy

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

Annual OPEB Cost and Net OPEB Obligation

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

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

	2016
Annual Required Contribution	\$ 349,998
Interest on Net OPEB Obligation	109,394
Adjustment to Annual Required Contribution	(142,071)
Total Expense or Annual OPEB Cost	317,321
Actual Contribution Toward OPEB Cost	(68,289)
Increase in Net OPEB Obligation	249,032
Net OPEB Obligation, Beginning of Year	3,125,552
Net OPEB Obligation, End of Year	\$ 3,374,584

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for fiscal years 2016, 2015 and 2014, are as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
09/30/16	\$ 317,321	\$ 68,289	21.52%	\$ 3,374,584
09/30/15	361,617	78,777	21.78%	3,125,552
09/30/14	348,799	61,997	17.77%	2,842,712

Funding Status and Funding Progress

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

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) Entry Age</u>	<u>Unfunded Actuarial Accrued Liability (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
10/1/2015	\$ -	\$ 2,237,921	\$ 2,237,921	0%	\$ 16,230,513	13.8%

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

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

Methods and Assumptions

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

The City's OPEB actuarial calculation used the entry age normal cost actuarial method to estimate the unfunded liability and to determine the annual required contribution. The amortization method is a level percentage, closed with a remaining 22 year amortization period as of September 30, 2016. Although the OPEB liability is currently unfunded, the actuarial assumptions include a 3.5% investment rate of return on invested assets (including inflation at 2.5%). The actuarial assumptions included projected salary increases of 6% per year (including inflation at 2.5%) and a 3.5% payroll growth assumption. The initial trend rate for costs was 15% for the first year, 6.5% the second year, 6.25% the third year, to an ultimate trend rate of 4.46% in 2041.

E. Pension Plan Information

Defined Contribution Plan

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

The City's contributions to the Plan for the year ended September 30, 2016, totaled \$894,558.

Defined Benefit Plan

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

Membership

Membership in the Plan consisted of the following at October 1, 2015, the date of the latest actuarial valuation:

Inactive Plan Members or Beneficiaries currently receiving benefits	76		
Inactive Plan Members entitled to but not yet receiving benefits	11		
Active Plan Members	100		
Total	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;"></td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">187</td> </tr> </table>		187
	187		

Participants in the Safety Employees' Retirement Plan are required to make contributions to the plan equal to 10% of the participant's earnings. Contributions from participants in the Safety Employees' Retirement Plan amounted to \$646,277 for the fiscal year ended September 30, 2016. The State and City contribute the remaining required annual contribution, which amounted to \$528,282 and \$2,188,239, respectively, for the fiscal year ended September 30, 2016. The State of Florida makes contributions from taxes on casualty insurance premiums. The City recognized these on-behalf payments from the State as revenues and expenditures in the governmental fund financial statements.

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

Eligibility to Participate	Full-time Sworn Police Officers or Certified Firefighters
Required Employer Contributions	Actuarially Determined
Required Member Contributions	10% of W-2 income, plus tax-exempt and tax-deferred items of income
Funding of Administrative Costs	Investment Earnings
Vesting	10 years
Normal Retirement	Earlier of 60 or 20 years of credited service, or age 55 with 10 years of credited service
Early Retirement	Age 50 and 10 years of credited service
Benefits	
Normal Retirement	3.75% of average final compensation
Early Retirement	Accrued benefit, reduced 3% a year

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

Investment Policy

The following was the Board’s adopted asset allocation policy as of September 30, 2016:

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

Concentrations

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

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

Rate of return - For the year ended September 30, 2016, the annual money-weighted rate of return on the City’s pension plan investments, net of pension plan investment expense, was 9.68%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program (DROP) - The City has a DROP for the Safety Employees’ Pension plan. A participant may join when he/she has satisfied normal retirement requirements (earlier of age 60, age 55 with the completion of 10 years of credited service, or 20 years of credited service). Participation in the DROP cannot exceed 96 months. DROP benefits at the participant’s election include a) actual net rate of investment return, or b) 1.5% less than the actuarial assumption at the time of DROP. The DROP balance as of September 30, 2016 is \$1,245,865.

Net Pension Liability of the City

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

The measurement date for the City’s net pension liability is September 30, 2015. The total pension liability used to calculate the net pension liability was determined as of that date. The components of the net pension liability of the City for its September 30, 2016, financial statements, were as follows:

Total pension liability	\$ 52,495,826
Plan fiduciary net position	<u>(32,108,169)</u>
City's net pension liability	<u>\$ 20,387,657</u>
Plan fiduciary net position as a percentage of total pension liability	61.16%

For the year ended September 30, 2016, the City recognized pension expense of \$3,215,509 for the plan. At September 30, 2016, the City reported deferred outflows of resources and deferred inflows related to its pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 185,304
Changes in assumptions	1,096,246	-
City pension plan contributions subsequent to the measurement date	<u>2,716,521</u>	<u>-</u>
Total	<u>\$ 3,812,767</u>	<u>\$ 185,304</u>

The deferred outflows of resources related to the Pension Plan, totaling \$2,716,521 resulting from City and State contributions to the plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the plans will be recognized in pension expense as follows:

Year ended September 30,	
2017	\$ 182,190
2018	182,188
2019	182,188
2020	182,188
2021	<u>182,188</u>
Total	<u>\$ 910,942</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

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

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of October 1, 2014, with update procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2015, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	3.00%
Salary Increases	4.00-10.00%
Investment Rate of Return	7.50%

The actuarial assumptions used in the October 1, 2015, valuation were based on the results of an actuarial experience study for the period 1992-2013.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of September 30, 2015, are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Equity	8.0%
International Equity	3.0%
Bonds	4.4%
High Yield Bonds	6.0%
Convertibles	6.4%
Private Real Estate	4.6%
MLPs	10.4%
Cash	1.1%

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

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

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

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

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
City's Net Pension Liability	\$ 26,721,648	\$ 20,387,657	\$ 15,433,154

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2015, and the current sharing pattern of costs between employer and employee.

The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position for the City's pension plan is as follows:

	Safety Employees' Retirement Fund
Assets	
Cash and Cash Equivalents	\$ 1,567,351
Receivables	
Contributions	316,912
Accrued Interest and Dividends	81,416
Total Receivables	398,328
Investments at Fair Value	
U.S. Government Agencies	3,607,063
Corporate Bonds and Notes	6,191,788
Common Stock	12,775,447
Mutual Funds	11,773,615
Total Investments	34,347,913
Total Assets	36,313,592
Net Position	
Restricted for Pension Benefits	\$ 36,313,592

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

NOTE 4 – OTHER INFORMATION (CONTINUED)

	Safety Employees' Retirement Fund
Additions	
Contributions	
Employer	\$ 2,188,239
Employee	646,277
State of Florida	528,282
Total Contributions	<u>3,362,798</u>
Investment Income	
Interest and Dividends	1,197,905
Net Appreciation (Depreciation) in Fair Value of Investments	<u>2,002,388</u>
Net Investment Income	<u>3,200,293</u>
Total Additions	<u>6,563,091</u>
Deductions	
Pension Benefits	2,222,409
Administrative Expenses	135,259
Total Deductions	<u>2,357,668</u>
Change in Net Position	4,205,423
Net Position, Beginning of Year	<u>32,108,169</u>
Net Position, End of Year	<u>\$ 36,313,592</u>

REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 7,501,389	\$ 7,501,389	\$ 7,731,859	\$ 230,470
Utility Taxes	3,660,000	3,660,000	3,956,901	296,901
Business Taxes	455,000	455,000	588,709	133,709
Communication Services Tax	1,107,000	1,107,000	1,200,775	93,775
Insurance Premium Tax	444,000	444,000	528,282	84,282
Franchise Fees	3,590,000	3,590,000	3,955,034	365,034
Fees and Permits	758,000	758,000	730,960	(27,040)
Fines and Forfeitures	104,900	104,900	199,350	94,450
Intergovernmental	4,190,320	4,222,136	4,741,781	519,645
Charges for Services	1,409,300	1,409,300	1,683,856	274,556
Contributions	6,000	51,819	63,260	11,441
Interest Revenue	15,000	15,000	67,724	52,724
Miscellaneous	122,000	148,210	349,536	201,326
Total Revenues	23,362,909	23,466,754	25,798,027	2,331,273
Expenditures				
Current				
General Government	3,893,807	4,088,173	3,377,650	710,523
Public Safety	15,111,204	15,167,517	14,400,301	767,216
Physical Environment	580,750	580,750	585,330	(4,580)
Transportation	38,800	38,800	23,074	15,726
Economic Development	403,843	403,843	402,557	1,286
Culture and Recreation	4,663,889	4,648,931	4,542,535	106,396
Capital Outlay	144,775	321,019	235,625	85,394
Total Expenditures	24,837,068	25,249,033	23,567,072	1,681,961
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,474,159)	(1,782,279)	2,230,955	4,013,234
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	14,632	14,632
Transfers Out	(796,400)	(796,400)	(972,400)	(176,000)
Total Other Financing Sources (Uses)	(796,400)	(796,400)	(957,768)	(161,368)
Net Change in Fund Balance	(2,270,559)	(2,578,679)	1,273,187	3,851,866
Fund Balance, Beginning	14,917,640	14,917,640	14,917,640	-
Fund Balance, Ending	\$ 12,647,081	\$ 12,338,961	\$ 16,190,827	\$ 3,851,866

CITY OF PLANT CITY, FLORIDA
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL
 COMMUNITY REDEVELOPMENT AGENCY FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 403,843	\$ 402,557	\$ 402,557	\$ -
Intergovernmental	505,169	503,415	503,416	1
Total Revenues	<u>909,012</u>	<u>910,572</u>	<u>910,573</u>	<u>1</u>
Expenditures				
Current				
Economic Environment	350,380	273,507	263,521	9,986
Capital Outlay	238,893	1,437,595	777,454	660,141
Total Expenditures	<u>589,273</u>	<u>1,711,102</u>	<u>1,040,975</u>	<u>670,127</u>
Net Change in Fund Balance	319,739	(800,530)	(130,402)	670,128
Fund Balance, Beginning	1,305,801	1,305,801	1,305,801	-
Fund Balance, Ending	<u>\$ 1,625,540</u>	<u>\$ 505,271</u>	<u>\$ 1,175,399</u>	<u>\$ 670,128</u>

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

SEPTEMBER 30, 2016

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

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

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

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

**SEPTEMBER 30, 2016
(UNAUDITED)**

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

Reporting Period Ending Measurement Date	<u>9/30/2015</u> <u>9/30/2014</u>	<u>9/30/2016</u> <u>9/30/2015</u>
Total pension liability		
Service cost	\$ 1,492,763	\$ 1,495,811
Interest on total pension liability	3,616,029	3,779,930
Change in excess state money	34,094	52,791
Differences between expected and actual experience	-	(231,630)
Changes in assumptions	-	1,370,307
Contributions - buy back	-	126,105
Benefit payments, including refunds of employee contributions	<u>(2,682,691)</u>	<u>(3,311,295)</u>
Net change in total pension liability	<u>2,460,195</u>	<u>3,282,019</u>
Total pension liability - beginning	<u>46,753,613</u>	<u>49,213,808</u>
Total pension liability - ending (a)	<u>\$ 49,213,808</u>	<u>\$ 52,495,827</u>
Plan fiduciary net position		
Contributions - employer	\$ 2,271,679	\$ 2,260,706
Contributions - state	508,305	517,964
Contributions - employee	623,658	737,626
Net investment income	2,684,626	(612,817)
Benefit payments, including refunds of member contributions	(2,682,691)	(3,316,293)
Administrative expenses	<u>(117,715)</u>	<u>(130,132)</u>
Net change in plan fiduciary net position	<u>3,287,862</u>	<u>(542,946)</u>
Plan fiduciary net position - beginning	<u>29,363,253</u>	<u>32,651,115</u>
Plan fiduciary net position - ending (b)	<u>\$ 32,651,115</u>	<u>\$ 32,108,169</u>
City's net pension liability - ending (a) - (b)	<u>\$ 16,562,693</u>	<u>\$ 20,387,658</u>
Plan fiduciary net position as a percentage of the total pension liability	66.35%	61.16%
Covered-employee payroll	\$ 5,898,563	\$ 6,508,413
City's net pension liability as a percentage of covered-employee payroll	280.79%	313.25%

Notes to the Schedule:

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

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

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

**SEPTEMBER 30, 2016
(UNAUDITED)**

**SCHEDULE OF PENSION INVESTMENT RETURNS
SAFETY EMPLOYEES**

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

Notes to the Schedules:

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

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

**SEPTEMBER 30, 2016
(UNAUDITED)**

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
Other Post-Employment Benefits:						
10/1/2015	\$ -	\$ 2,237,921	\$ 2,237,921	0.00%	\$ 16,230,513	13.79%
10/1/2013	-	2,550,884	2,550,884	0.00%	14,667,065	17.39%
10/1/2011	-	3,545,931	3,545,931	0.00%	15,430,771	22.98%

Notes to the Schedule:

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

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

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OTHER SUPPLEMENTARY INFORMATION

CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Assets							
Cash and Cash Equivalents	\$ 1,336,123	\$ 260,866	\$ 658,336	\$ -	\$ -	\$ 11,426,043	\$ 13,681,368
Due from Other Governments	175,490	-	311,145	-	-	189,682	676,317
Loans Receivable	-	110,570	-	-	-	-	110,570
Restricted Cash	-	-	-	392,920	410,624	-	803,544
Land Held for Resale	-	161,577	-	-	-	-	161,577
Total Assets	<u>\$ 1,511,613</u>	<u>\$ 533,013</u>	<u>\$ 969,481</u>	<u>\$ 392,920</u>	<u>\$ 410,624</u>	<u>\$ 11,615,725</u>	<u>\$ 15,433,376</u>
Liabilities and Fund Balances							
Liabilities							
Accounts Payable	\$ 63,095	\$ 18,974	\$ -	\$ -	\$ -	\$ 191,512	\$ 273,581
Due to Other Governments	-	170,400	-	-	-	-	170,400
Other Current Liabilities	13,446	-	-	-	-	-	13,446
Unearned Revenues	-	-	-	-	300,000	-	300,000
Other Accrued Expenses	-	-	-	-	-	-	-
Total Liabilities	<u>76,541</u>	<u>189,374</u>	<u>-</u>	<u>-</u>	<u>300,000</u>	<u>191,512</u>	<u>757,427</u>
Deferred Inflows of Resources							
Unavailable revenues	-	2,040	-	-	-	-	2,040
Total deferred inflows	<u>-</u>	<u>2,040</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,040</u>
Fund Balances							
Nonspendable	-	272,147	-	-	-	-	272,147
Restricted	1,435,072	69,452	969,481	392,920	110,624	4,444,004	7,421,553
Committed	-	-	-	-	-	6,980,209	6,980,209
Total Fund Balances	<u>1,435,072</u>	<u>341,599</u>	<u>969,481</u>	<u>392,920</u>	<u>110,624</u>	<u>11,424,213</u>	<u>14,673,909</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 1,511,613</u>	<u>\$ 533,013</u>	<u>\$ 969,481</u>	<u>\$ 392,920</u>	<u>\$ 410,624</u>	<u>\$ 11,615,725</u>	<u>\$ 15,433,376</u>

CITY OF PLANT CITY, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Revenues							
Taxes	\$ 1,273,096	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,273,096
Impact Fees	-	-	-	-	-	743,712	743,712
Intergovernmental	550,704	1,077,588	1,830,004	-	390,374	210,573	4,059,243
Interest Revenue	7,420	1	13,048	-	287	12,424	33,180
Other	1,772	-	-	-	-	-	1,772
Total Revenues	<u>1,832,992</u>	<u>1,077,589</u>	<u>1,843,052</u>	<u>-</u>	<u>390,661</u>	<u>966,709</u>	<u>6,111,003</u>
Expenditures							
Current							
General Government	-	-	-	-	-	2,555	2,555
Transportation	1,323,231	-	-	-	-	718,326	2,041,557
Economic Development	-	107,387	-	-	-	-	107,387
Culture and Recreation	-	-	-	-	-	133,149	133,149
Debt Service							
Principal	-	-	-	615,000	305,000	-	920,000
Interest and Fiscal Charges	-	-	-	178,473	78,238	-	256,711
Capital Outlay	35,365	991,204	-	-	-	2,131,375	3,157,944
Total Expenditures	<u>1,358,596</u>	<u>1,098,591</u>	<u>-</u>	<u>793,473</u>	<u>383,238</u>	<u>2,985,405</u>	<u>6,619,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>474,396</u>	<u>(21,002)</u>	<u>1,843,052</u>	<u>(793,473)</u>	<u>7,423</u>	<u>(2,018,696)</u>	<u>(508,300)</u>
Other Financing Sources (Uses)							
Proceeds from sale of capital assets	1,700	-	-	-	-	-	1,700
Transfers In	-	27,800	-	789,657	-	2,369,329	3,186,786
Transfers Out	(386,300)	-	(1,942,657)	-	-	-	(2,328,957)
Total Other Financing Sources (Uses)	<u>(384,600)</u>	<u>27,800</u>	<u>(1,942,657)</u>	<u>789,657</u>	<u>-</u>	<u>2,369,329</u>	<u>859,529</u>
Net Change in Fund Balance	89,796	6,798	(99,605)	(3,816)	7,423	350,633	351,229
Fund Balance, Beginning	1,345,276	334,801	1,069,086	396,736	103,201	11,073,580	14,322,680
Fund Balance, Ending	<u>\$ 1,435,072</u>	<u>\$ 341,599</u>	<u>\$ 969,481</u>	<u>\$ 392,920</u>	<u>\$ 110,624</u>	<u>\$ 11,424,213</u>	<u>\$ 14,673,909</u>

CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2016

	<u>Capital Improvement</u>	<u>Streets RR&I</u>	<u>Community Investment RR&I</u>	<u>Impact Fees Library</u>
Assets				
Cash and Cash Equivalents	\$ 1,592,409	\$ 1,624,401	\$ 3,823,486	\$ 608,019
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 1,592,409</u>	<u>\$ 1,624,401</u>	<u>\$ 3,823,486</u>	<u>\$ 608,019</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$ 544	\$ -	\$ 59,543	\$ -
Total Liabilities	<u>544</u>	<u>-</u>	<u>59,543</u>	<u>-</u>
Fund Balances				
Restricted	-	-	-	608,019
Committed	1,591,865	1,624,401	3,763,943	-
Total Fund Balances	<u>1,591,865</u>	<u>1,624,401</u>	<u>3,763,943</u>	<u>608,019</u>
Total Liabilities and Fund Balances	<u>\$ 1,592,409</u>	<u>\$ 1,624,401</u>	<u>\$ 3,823,486</u>	<u>\$ 608,019</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 996,245	\$ 201,779	\$ 287,236	\$ 2,292,468	\$ 11,426,043
-	-	-	189,682	189,682
<u>\$ 996,245</u>	<u>\$ 201,779</u>	<u>\$ 287,236</u>	<u>\$ 2,482,150</u>	<u>\$ 11,615,725</u>
\$ -	\$ -	\$ 24,002	\$ 107,423	\$ 191,512
-	-	24,002	107,423	191,512
996,245	201,779	263,234	2,374,727	4,444,004
-	-	-	-	6,980,209
<u>996,245</u>	<u>201,779</u>	<u>263,234</u>	<u>2,374,727</u>	<u>11,424,213</u>
<u>\$ 996,245</u>	<u>\$ 201,779</u>	<u>\$ 287,236</u>	<u>\$ 2,482,150</u>	<u>\$ 11,615,725</u>

CITY OF PLANT CITY, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Capital Improvement	Streets RR&I	Community Investment RR&I	Impact Fees Library
Revenue				
Impact Fees	\$ -	\$ -	\$ -	\$ 90,774
Intergovernmental	-	210,573	-	-
Interest	-	-	6	1,430
Total Revenues	<u>-</u>	<u>210,573</u>	<u>6</u>	<u>92,204</u>
Expenditures				
Current				
General Government	2,555	-	-	-
Transportation	-	587,948	19,305	-
Culture and Recreation	-	-	133,149	-
Capital Outlay	800,555	-	376,294	-
Total Expenditures	<u>803,110</u>	<u>587,948</u>	<u>528,748</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(803,110)</u>	<u>(377,375)</u>	<u>(528,742)</u>	<u>92,204</u>
Other Financing Sources				
Transfers In	986,329	230,000	1,153,000	-
Total Other Financing Sources	<u>986,329</u>	<u>230,000</u>	<u>1,153,000</u>	<u>-</u>
Net Change in Fund Balances	183,219	(147,375)	624,258	92,204
Fund Balances, Beginning	1,408,646	1,771,776	3,139,685	515,815
Fund Balances, Ending	<u>\$ 1,591,865</u>	<u>\$ 1,624,401</u>	<u>\$ 3,763,943</u>	<u>\$ 608,019</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 99,127	\$ 146,509	\$ 97,055	\$ 310,247	\$ 743,712
-	-	-	-	210,573
2,399	401	1,196	6,992	12,424
<u>101,526</u>	<u>146,910</u>	<u>98,251</u>	<u>317,239</u>	<u>966,709</u>
-	-	-	-	2,555
-	-	-	111,073	718,326
-	-	-	-	133,149
-	-	253,120	701,406	2,131,375
-	-	253,120	812,479	2,985,405
<u>101,526</u>	<u>146,910</u>	<u>(154,869)</u>	<u>(495,240)</u>	<u>(2,018,696)</u>
-	-	-	-	2,369,329
-	-	-	-	2,369,329
101,526	146,910	(154,869)	(495,240)	350,633
894,719	54,869	418,103	2,869,967	11,073,580
<u>\$ 996,245</u>	<u>\$ 201,779</u>	<u>\$ 263,234</u>	<u>\$ 2,374,727</u>	<u>\$ 11,424,213</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2016

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Assets			
Current			
Cash and Cash Equivalents	\$ 10,122,979	\$ 1,146,024	\$ 11,269,003
Investments	1,459,269	-	1,459,269
Interest Receivable	734	-	734
Total Current Assets	<u>11,582,982</u>	<u>1,146,024</u>	<u>12,729,006</u>
Noncurrent Assets			
Deposits	-	30,000	30,000
Capital Assets			
Transportation Equipment	8,770,593	-	8,770,593
Less Accumulated Depreciation	(3,941,081)	-	(3,941,081)
Total Noncurrent Assets	<u>4,829,512</u>	<u>30,000</u>	<u>4,859,512</u>
Total Assets	<u>16,412,494</u>	<u>1,176,024</u>	<u>17,588,518</u>
Liabilities			
Accounts Payable	-	6,642	6,642
Estimated Claims Payable	-	358,073	358,073
Total Liabilities	<u>-</u>	<u>364,715</u>	<u>364,715</u>
Net Position			
Investment in Capital Assets	4,829,512	-	4,829,512
Unrestricted	11,582,982	811,309	12,394,291
Total Net Position	<u>\$ 16,412,494</u>	<u>\$ 811,309</u>	<u>\$ 17,223,803</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Operating Revenues			
Charges for Services	\$ 2,699,780	\$ 332,200	\$ 3,031,980
Total Operating Revenues	<u>2,699,780</u>	<u>332,200</u>	<u>3,031,980</u>
Operating Expenses			
Other Services and Charges	-	333,775	333,775
Depreciation	1,337,999	-	1,337,999
Total Operating Expenses	<u>1,337,999</u>	<u>333,775</u>	<u>1,671,774</u>
Operating Income (Loss)	<u>1,361,781</u>	<u>(1,575)</u>	<u>1,360,206</u>
Nonoperating Revenues (Expenses)			
Interest Revenue	23,010	2,729	25,739
Loss on Sale of Equipment	(24,477)	-	(24,477)
Total Nonoperating Revenues (Expenses)	<u>(1,467)</u>	<u>2,729</u>	<u>1,262</u>
Income Before Transfers	<u>1,360,314</u>	<u>1,154</u>	<u>1,361,468</u>
Transfers In	<u>1,225,800</u>	<u>-</u>	<u>1,225,800</u>
Change in Net Position	2,586,114	1,154	2,587,268
Net Position, Beginning	13,826,380	810,155	14,636,535
Net Position, Ending	<u>\$ 16,412,494</u>	<u>\$ 811,309</u>	<u>\$ 17,223,803</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR YEAR ENDED SEPTEMBER 30, 2016

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Cash Flows from Operating Activities			
Cash Received from Other Funds for Goods and Services	\$ 2,699,780	\$ 332,200	\$ 3,031,980
Payments to Suppliers for Goods and Services	(197,546)	(276,067)	(473,613)
Net cash provided by operating activities	<u>2,502,234</u>	<u>56,133</u>	<u>2,558,367</u>
Cash Flows from Noncapital Financing Activities			
Transfers In	1,225,800	-	1,225,800
Net cash provided by noncapital financing activities	<u>1,225,800</u>	<u>-</u>	<u>1,225,800</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(953,334)	-	(953,334)
Net cash used by capital and related financing activities	<u>(953,334)</u>	<u>-</u>	<u>(953,334)</u>
Cash Flows from Investing Activities			
Purchase of Investments	(514,987)	-	(514,987)
Interest and Investment Earnings	25,795	2,729	28,524
Net cash provided by (used by) investing activities	<u>(489,192)</u>	<u>2,729</u>	<u>(486,463)</u>
Net change in cash and cash equivalents	2,285,508	58,862	2,344,370
Cash and Cash Equivalents, Beginning of Year	7,837,471	1,087,162	8,924,633
Cash and Cash Equivalents, End of Year	<u>\$ 10,122,979</u>	<u>\$ 1,146,024</u>	<u>\$ 11,269,003</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income	\$ 1,361,781	\$ (1,575)	\$ 1,360,206
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
Depreciation	1,337,999	-	1,337,999
Changes in Assets and Liabilities			
Accounts Payable	(197,546)	6,642	(190,904)
Estimated Claims Payable	-	51,066	51,066
Net Cash Provided by Operating Activities	<u>\$ 2,502,234</u>	<u>\$ 56,133</u>	<u>\$ 2,558,367</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
STREETS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 1,180,000	\$ 1,180,000	\$ 1,273,096	\$ 93,096
Intergovernmental	504,248	504,248	550,704	46,456
Interest revenue	400	400	7,420	7,020
Other	-	-	1,772	1,772
Total Revenues	<u>1,684,648</u>	<u>1,684,648</u>	<u>1,832,992</u>	<u>148,344</u>
Expenditures				
Current				
Transportation	1,544,611	1,540,826	1,323,231	217,595
Capital Outlay	28,300	37,900	35,365	2,535
Total Expenditures	<u>1,572,911</u>	<u>1,578,726</u>	<u>1,358,596</u>	<u>220,130</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>111,737</u>	<u>105,922</u>	<u>474,396</u>	<u>368,474</u>
Other Financing Sources				
Proceeds from sale of capital assets	-	-	1,700	1,700
Transfers out	(296,300)	(386,300)	(386,300)	-
Total Other Financing Sources	<u>(296,300)</u>	<u>(386,300)</u>	<u>(384,600)</u>	<u>1,700</u>
Net Change in Fund Balance	(184,563)	(280,378)	89,796	370,174
Fund Balance, Beginning	1,345,276	1,345,276	1,345,276	-
Fund Balance, Ending	<u>\$ 1,160,713</u>	<u>\$ 1,064,898</u>	<u>\$ 1,435,072</u>	<u>\$ 370,174</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 330,973	\$ 380,973	\$ 1,077,588	\$ 696,615
Interest revenue	-	-	1	1
Total Revenues	<u>330,973</u>	<u>380,973</u>	<u>1,077,589</u>	<u>696,616</u>
Expenditures				
Current				
Economic development	358,773	388,773	107,387	281,386
Capital Outlay	-	107,143	991,204	(884,061)
Total Expenditures	<u>358,773</u>	<u>495,916</u>	<u>1,098,591</u>	<u>(602,675)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(27,800)</u>	<u>(114,943)</u>	<u>(21,002)</u>	<u>93,941</u>
Other Financing Sources				
Transfers in	27,800	27,800	27,800	-
Total Other Financing Sources	<u>27,800</u>	<u>27,800</u>	<u>27,800</u>	<u>-</u>
Net Change in Fund Balance	-	(87,143)	6,798	93,941
Fund Balance, Beginning	334,801	334,801	334,801	-
Fund Balance, Ending	<u>\$ 334,801</u>	<u>\$ 247,658</u>	<u>\$ 341,599</u>	<u>\$ 93,941</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
COMMUNITY INVESTMENT TAX
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 1,640,000	\$ 1,640,000	\$ 1,830,004	\$ 190,004
Interest revenue	200	200	13,048	12,848
Total Revenues	1,640,200	1,640,200	1,843,052	202,852
Expenditures				
Current				
General government	1,000	1,000	-	1,000
Total Expenditures	1,000	1,000	-	1,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,639,200	1,639,200	1,843,052	203,852
Other Financing Sources				
Transfers out	(1,948,474)	(1,948,474)	(1,942,657)	5,817
Total Other Financing Sources	(1,948,474)	(1,948,474)	(1,942,657)	5,817
Net Change in Fund Balance	(309,274)	(309,274)	(99,605)	209,669
Fund Balance, Beginning	1,069,086	1,069,086	1,069,086	-
Fund Balance, Ending	<u>\$ 759,812</u>	<u>\$ 759,812</u>	<u>\$ 969,481</u>	<u>\$ 209,669</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
INFRASTRUCURE SALES TAX REVENUE BONDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures				
Debt Service				
Principal	\$ 615,000	\$ 615,000	\$ 615,000	\$ -
Interest	179,474	179,474	178,473	1,001
Total Expenditures	<u>794,474</u>	<u>794,474</u>	<u>793,473</u>	<u>1,001</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(794,474)</u>	<u>(794,474)</u>	<u>(793,473)</u>	<u>1,001</u>
Other Financing Sources				
Transfers in	794,474	794,474	789,657	(4,817)
Total Other Financing Sources	<u>794,474</u>	<u>794,474</u>	<u>789,657</u>	<u>(4,817)</u>
Net Change in Fund Balance	-	-	(3,816)	(3,816)
Fund Balance, Beginning	396,736	396,736	396,736	-
Fund Balance, Ending	<u>\$ 396,736</u>	<u>\$ 396,736</u>	<u>\$ 392,920</u>	<u>\$ (3,816)</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
STADIUM LOAN
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	383,060	383,060	\$ 390,374	\$ 7,314
Interest revenue	-	-	287	287
Total Revenues	<u>383,060</u>	<u>383,060</u>	<u>390,661</u>	<u>7,601</u>
Expenditures				
Debt Service				
Principal	305,000	305,000	305,000	-
Interest	78,060	78,060	78,238	(178)
Total Expenditures	<u>383,060</u>	<u>383,060</u>	<u>383,238</u>	<u>(178)</u>
Net Change in Fund Balance	-	-	7,423	7,423
Fund Balance, Beginning	103,201	103,201	103,201	-
Fund Balance, Ending	<u>\$ 103,201</u>	<u>\$ 103,201</u>	<u>\$ 110,624</u>	<u>\$ 7,423</u>

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STATISTICAL SECTION

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

Contents

Financial Trends	88 - 93
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	94 - 97
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	98 - 100
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	101 and 102
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	103 - 105
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

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

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities										
Net investment in capital assets	\$ 60,028,560	\$ 61,045,618	\$ 60,239,035	\$ 62,251,613	\$ 60,867,888	\$ 58,900,763	\$ 38,918,146	\$ 61,233,737	\$ 62,162,897	\$ 61,906,745
Restricted	19,205,456	19,300,058	15,920,836	18,405,194	14,877,356	15,815,797	9,920,744	9,088,722	9,386,371	8,984,542
Unrestricted	12,086,436	15,128,743	14,564,089	10,867,293	15,516,370	16,124,926	41,942,417	24,707,169	10,325,119	11,021,839
Total governmental activities net position	\$ 91,320,452	\$ 95,474,419	\$ 90,723,960	\$ 91,524,100	\$ 91,261,614	\$ 90,841,486	\$ 90,781,307	\$ 95,029,628	\$ 81,874,387	\$ 81,913,126
Business-type activities										
Net investment in capital assets	\$ 46,264,756	\$ 48,271,433	\$ 49,746,293	\$ 49,980,355	\$ 48,631,942	\$ 49,757,008	\$ 62,655,353	\$ 61,597,906	\$ 63,872,906	\$ 69,956,337
Restricted	2,281,571	6,947,652	10,641,709	9,090,700	10,192,700	12,311,324	9,676,363	7,622,081	8,538,525	12,208,118
Unrestricted	46,264,651	46,810,596	52,127,596	55,789,254	58,671,185	59,189,757	53,356,862	56,838,616	56,877,638	52,343,282
Total business-type activities net position	\$ 94,810,978	\$ 102,029,681	\$ 112,515,598	\$ 114,860,309	\$ 117,495,827	\$ 121,258,089	\$ 125,688,578	\$ 126,058,603	\$ 129,289,069	\$ 134,507,737
Primary government										
Net investment in capital assets	\$ 106,293,316	\$ 109,317,051	\$ 109,985,328	\$ 112,231,968	\$ 109,499,830	\$ 108,657,771	\$ 101,573,499	\$ 122,831,643	\$ 126,035,803	\$ 131,863,082
Restricted	21,487,027	26,247,710	26,562,545	27,495,894	25,070,056	28,127,121	19,597,107	16,710,803	17,924,896	21,192,660
Unrestricted	58,351,087	61,939,339	66,691,685	66,656,547	74,187,555	75,314,683	95,299,279	81,545,785	67,202,757	63,365,121
Total primary government net position	\$ 186,131,430	\$ 197,504,100	\$ 203,239,558	\$ 206,384,409	\$ 208,757,441	\$ 212,099,575	\$ 216,469,885	\$ 221,088,231	\$ 211,163,456	\$ 216,420,863

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

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental activities										
General government	\$ 3,882,963	\$ 4,215,969	\$ 3,676,686	\$ 3,377,561	\$ 3,536,904	\$ 2,915,559	\$ 3,177,857	\$ 3,587,748	\$ 3,776,582	\$ 3,994,458
Public safety	12,081,922	12,742,320	12,849,124	13,845,412	13,788,251	14,397,373	14,492,775	14,822,970	14,088,879	17,934,296
Physical environment	2,104,364	2,419,393	973,334	1,547,139	1,303,781	881,879	542,720	1,144,602	1,156,681	802,554
Transportation	5,684,947	4,925,791	4,728,051	4,521,280	4,683,651	4,474,841	5,749,755	3,803,625	3,565,989	4,158,498
Economic development	30,112	39,657	647,884	607,186	493,443	1,523,580	1,022,097	1,127,812	1,085,561	1,124,283
Culture and recreation	6,618,141	6,758,707	6,232,189	5,826,055	5,823,085	5,742,766	5,219,251	5,325,809	5,674,351	5,694,309
Interest on long-term debt	706,622	681,792	624,597	764,973	540,450	468,600	544,161	365,005	293,290	262,789
Total governmental activities expenses	31,109,071	31,783,629	29,731,865	30,489,606	30,169,565	30,404,598	30,748,616	30,177,571	29,641,333	33,971,187
Business-type activities										
Water and sewer	13,000,681	13,889,565	15,077,820	15,235,785	13,870,851	13,735,263	14,560,761	13,970,507	13,659,389	13,684,024
Solid waste	4,993,095	5,150,465	4,516,315	4,570,351	4,711,736	4,849,754	4,742,337	4,830,818	4,880,680	4,918,903
Stormwater	-	-	1,710,785	1,619,238	1,811,878	2,248,884	2,046,964	2,501,872	2,468,072	2,605,373
Industrial park	69,068	40,062	-	-	44,036	34,451	30,262	64,828	27,641	14,813
Total business-type activities expenses	18,062,844	19,080,092	21,304,920	21,425,374	20,438,501	20,868,352	21,380,324	21,368,025	21,035,782	21,223,113
Total primary government net position	49,171,915	50,863,721	51,036,785	51,914,980	50,608,066	51,272,950	52,128,940	51,545,596	50,677,115	55,194,300
Program revenues										
Governmental activities										
Charges for services										
General government	1,215,639	1,298,450	1,305,233	1,735,754	1,056,592	708,471	179,535	693,601	882,271	1,172,956
Public safety	780,461	1,122,303	853,382	974,857	945,595	843,739	1,432,027	1,154,703	990,406	1,106,110
Physical environment	1,516,278	1,952,839	262	344	1,000	-	236,079	324,229	274,225	212,810
Transportation	1,050,142	1,277,172	279,930	268,039	131,337	208,661	-	75,567	71,793	-
Economic development	-	-	-	-	-	-	40,768	-	-	-
Culture and recreation	569,532	716,198	855,510	793,062	783,960	987,742	501,503	570,941	612,958	637,653
Operating grants and contributions	3,501,803	5,417,835	4,871,786	2,599,424	1,762,197	1,768,736	1,573,407	1,462,428	1,404,562	2,526,747
Capital grants and contributions	2,249,637	2,522,401	2,160,053	4,177,996	408,136	980,516	1,702,585	2,608,841	250,405	224,768
Total governmental activities program revenues	10,883,492	14,307,198	10,326,156	10,549,476	5,088,817	5,497,865	5,665,904	6,890,310	4,486,620	5,881,044
Business-type activities										
Charges for services										
Operating grants and contributions	22,379,921	23,912,541	24,112,510	23,389,758	23,691,867	23,509,947	24,094,412	24,440,933	25,019,768	26,424,356
Capital grants and contributions	-	-	(34,384)	7,693	-	-	1,150	-	17,824	374,546
Total business-type activities program revenues	1,572,523	679,097	1,325,992	520,717	903,049	1,905,396	2,109,691	524,718	799,409	592,337
Total primary government program revenues	23,952,444	24,591,638	25,404,118	23,918,168	24,594,916	25,415,343	26,205,253	24,965,651	25,837,001	27,391,239
Total primary government net position	34,835,936	38,898,836	35,730,274	34,467,644	29,683,733	30,913,208	31,871,157	31,855,961	30,323,621	33,272,283
Net (expenses)/revenue										
Governmental activities	(20,225,579)	(17,476,431)	(19,405,709)	(19,940,130)	(25,080,748)	(24,906,733)	(25,082,712)	(23,287,261)	(25,154,713)	(28,090,143)
Business-type activities	5,889,600	5,511,546	4,099,198	2,492,794	4,156,415	4,546,991	4,824,929	3,597,626	4,801,219	6,168,126
Total primary government net expenses	<u>\$(14,335,979)</u>	<u>\$(11,964,885)</u>	<u>\$(15,306,511)</u>	<u>\$(17,447,336)</u>	<u>\$(20,924,333)</u>	<u>\$(20,359,742)</u>	<u>\$(20,257,783)</u>	<u>\$(19,689,635)</u>	<u>\$(20,353,494)</u>	<u>\$(21,922,017)</u>

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

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General revenues										
Governmental activities										
Property taxes	\$ 9,545,009	\$ 9,493,884	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,748,507	\$ 8,133,553	\$ 8,637,832
Insurance premium tax	543,597	588,642	487,375	483,931	484,385	496,312	508,505	508,305	517,964	528,282
Sales taxes	1,154,042	885,847	581,696	564,537	3,963,522	4,698,838	1,771,696	5,204,164	5,722,462	5,991,530
Utility taxes	3,103,832	3,281,594	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901
Gas taxes	1,668,624	1,578,862	1,541,616	1,534,079	1,529,449	1,542,424	1,530,555	1,508,730	1,632,883	1,641,573
Communications services taxes	1,733,790	1,663,831	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775
Business taxes	471,969	461,761	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709
Franchise fees	2,477,595	2,450,539	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034
Intergovernmental revenues, unrestricted							4,023,794	394,961	389,779	390,374
Unrestricted investment earnings	1,807,900	1,113,984	273,464	76,684	51,555	46,166	47,873	62,604	78,789	126,643
Miscellaneous Revenue							38,232	197,473		
Gain/(loss) on sale of capital assets	90,463	(57,705)	(229,359)	15,535	(39,237)	45,516	-	23,904	15,367	-
Transfers in (out)	861,204	169,159	1,048,707	276,479	1,441,242	936,095	693,845	2,611,938	1,863,250	1,111,229
Total governmental activities	23,458,025	21,630,398	21,521,188	20,699,683	24,818,262	24,486,605	24,469,335	27,555,582	27,834,039	28,128,882
Business-type activities										
Unrestricted investment earnings	2,446,713	1,559,293	565,653	134,719	84,044	147,969	92,970	91,306	189,640	67,766
Miscellaneous Revenue							8,774	8,122	1,865	88,437
Gain/(loss) on sale of capital assets		317,024	3,835	(6,322)	(163,699)	3,396	197,661	47,632	100,992	5,568
Transfers in (out)	(861,204)	(169,159)	(1,048,707)	(276,479)	(1,441,242)	(936,095)	(693,845)	(2,611,938)	(1,863,250)	(1,111,229)
Total business-type activities	1,585,509	1,707,158	(479,219)	(148,082)	(1,520,897)	(784,730)	(394,440)	(2,464,878)	(1,570,753)	(949,458)
Total primary government	25,043,534	23,337,556	21,041,969	20,551,601	23,297,365	23,701,875	24,074,895	25,070,704	26,263,286	27,179,424
Change in net position										
Governmental activities	3,232,446	4,153,967	2,115,479	759,553	(262,486)	(420,128)	(613,377)	4,248,321	2,679,326	38,739
Business-type activities	7,475,109	7,218,704	3,619,979	2,344,712	2,635,518	3,762,261	4,430,489	1,132,748	3,230,466	5,218,668
Total primary government	\$ 10,707,555	\$ 11,372,671	\$ 5,735,458	\$ 3,104,265	\$ 2,373,032	\$ 3,342,133	\$ 3,817,112	\$ 5,381,069	\$ 5,909,792	\$ 5,257,407

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

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 83,907	\$ 100,237	\$ 92,270	\$ 92,076	\$ 47,770	\$ 42,693
Restricted	-	-	-	-	226,228	233,167	284,782	332,141	357,126	387,590
Committed	-	-	-	-	2,113,130	1,398,670	1,466,490	1,504,663	1,551,814	1,610,283
Assigned	-	-	-	-	3,810,154	4,245,456	4,475,552	3,888,938	3,872,912	3,834,264
Unassigned	-	-	-	-	7,962,266	7,910,431	7,982,002	8,481,712	9,088,018	10,315,997
Reserved	7,644,995	6,444,573	6,272,937	5,608,064	-	-	-	-	-	-
Unreserved	4,279,868	5,801,791	6,516,276	7,538,808	-	-	-	-	-	-
Total general fund	\$ 11,924,863	\$ 12,246,364	\$ 12,789,213	\$ 13,146,872	\$ 14,195,685	\$ 13,887,961	\$ 14,301,096	\$ 14,299,530	\$ 14,917,640	\$ 16,190,827
All other governmental funds										
Nonspendable, reported in										
Special Revenue Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 291,222	\$ 279,129	\$ 272,147
Capital Projects Fund	-	-	-	-	-	-	-	46,978	-	-
Restricted, reported in										
Special Revenue Funds	-	-	-	-	2,918,885	1,275,968	4,140,565	3,151,267	3,775,835	3,649,404
Capital Projects Funds	-	-	-	-	4,924,377	4,974,265	5,007,567	5,112,235	4,753,473	4,444,004
Debt Service Funds	-	-	-	-	486,843	492,665	487,830	493,079	499,937	503,544
Committed, reported in										
Special Revenue Funds	-	-	-	-	1,206,061	2,987,774	-	-	-	-
Capital Projects Fund	-	-	-	-	4,663,137	6,020,213	5,082,140	6,566,874	6,320,107	6,980,209
Assigned, reported in										
Special Revenue Funds	-	-	-	-	64,292	190,105	-	-	-	-
Reserved	1,702,494	3,433,257	2,493,013	1,636,973	-	-	-	-	-	-
Unassigned, reported in										
Special Revenue Funds	6,075,356	4,092,947	2,327,093	3,357,300	-	-	-	-	-	-
Capital Projects Funds	11,604,124	11,614,564	11,051,716	10,214,732	-	-	-	-	-	-
Debt Service Funds	-	-	7,267	(646,540)	-	-	-	-	-	-
Total all other governmental funds	\$ 19,381,974	\$ 19,140,768	\$ 15,879,089	\$ 14,562,465	\$ 14,263,295	\$ 15,940,990	\$ 14,718,102	\$ 15,661,655	\$ 15,628,481	\$ 15,849,308

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

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Property Taxes	\$ 9,545,009	\$ 9,493,884	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,304,524	\$ 7,666,752	\$ 8,134,416
Utility Taxes	3,103,832	3,281,594	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901
Gas Taxes	1,668,624	1,578,862	1,541,616	1,534,079	1,529,448	1,542,423	1,159,890	1,176,255	1,235,751	1,273,096
Business Taxes	471,969	461,761	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709
Communication Services Tax	1,733,790	1,663,831	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775
Insurance Premium Tax	543,597	588,642	487,375	483,931	484,383	496,312	508,505	508,305	517,964	528,282
Franchise Fees	2,477,595	2,450,539	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034
Fees and Permits	751,734	632,324	439,494	434,707	421,875	472,922	555,380	648,215	871,006	730,960
Impact Fees	1,258,331	1,609,783	294,807	286,253	158,634	288,505	384,574	463,327	516,696	743,712
Fines and Forfeitures	218,970	189,427	188,013	205,309	179,900	144,032	213,129	156,518	208,379	199,350
Intergovernmental	9,019,968	8,739,069	8,039,612	7,797,363	6,725,318	7,443,543	8,539,432	9,997,817	8,189,180	9,304,440
Charges for Services	2,351,916	3,168,014	1,407,823	1,452,736	1,450,229	1,763,795	1,579,450	1,624,477	1,601,390	1,683,856
Contributions	112,653	12,963	71,819	38,294	33,055	25,181	9,690	91,808	31,365	63,260
Interest Revenue	1,694,416	1,013,162	242,051	56,762	46,101	41,838	42,337	58,155	69,615	100,904
Miscellaneous Revenue	193,921	167,448	286,537	869,410	80,829	49,144	509,650	247,974	57,863	355,908
Total revenues	35,146,325	35,051,303	30,816,836	30,907,282	28,497,120	28,988,949	29,356,872	31,552,371	30,445,953	32,819,603
Expenditures										
Current										
General government	3,546,994	3,441,977	3,232,801	3,110,991	3,172,352	2,747,586	2,763,376	3,067,347	3,531,455	3,380,205
Public safety	11,239,790	11,719,360	11,770,998	12,753,388	12,846,068	13,638,821	14,188,565	14,088,121	14,111,326	14,400,301
Physical environment	1,581,845	1,891,257	672,803	1,251,562	1,069,040	694,727	317,061	535,978	564,298	585,530
Transportation	2,504,540	1,990,430	1,870,314	1,770,628	1,756,775	1,399,800	3,184,321	1,976,888	1,957,598	2,064,631
Economic development	6,809	9,985	609,588	569,099	419,399	1,203,747	701,029	807,103	771,162	773,465
Culture and recreation	5,663,616	5,685,449	5,147,648	4,777,405	4,542,419	4,617,031	4,145,980	4,279,180	4,669,837	4,675,684
Capital outlay	4,447,070	7,043,666	4,963,468	5,985,754	2,986,693	2,370,322	3,217,453	4,474,639	3,666,441	4,171,023
Debt service										
Principal retirement	968,139	1,058,386	943,359	1,442,322	996,653	1,202,472	1,263,450	1,054,220	890,000	920,000
Interest and fiscal charges	688,563	663,733	606,539	607,382	533,230	461,380	389,015	326,233	286,000	256,711
Total expenditures	30,647,366	33,504,243	29,817,518	32,268,531	28,322,629	28,335,886	30,170,250	30,609,709	30,448,117	31,227,350
Excess of revenues over (under) expenditures	4,498,959	1,547,060	999,318	(1,361,249)	174,491	653,063	(813,378)	942,662	(2,164)	1,592,253

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Other financing sources (uses)										
Bond/Loan proceeds	\$ -	\$ -	\$ -	\$ 4,610,000	\$ 256,752	\$ 483,768	\$ 3,290,000	\$ -	\$ -	\$ -
Capital lease proceeds	318,604	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	490,248	95,138	302,369	28,170	14,198	82,280	2,880	23,904	17,280	16,332
Principal retirement	-	-	-	(4,112,544)	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	-	-	-	-	(3,270,980)	-	-	-
Transfers in	4,264,332	4,986,333	4,315,546	5,048,817	3,806,830	3,734,818	6,796,197	5,555,761	3,625,997	3,186,786
Transfers out	(5,293,344)	(4,969,374)	(4,640,399)	(5,176,017)	(3,502,328)	(3,584,282)	(6,814,472)	(5,580,520)	(3,055,997)	(3,301,357)
Total other financing sources (uses)	(220,160)	112,097	(22,484)	398,426	575,452	716,584	3,625	(855)	587,280	(98,239)
Net change in fund balances	\$ 4,278,799	\$ 1,659,157	\$ 976,834	\$ (962,823)	\$ 749,943	\$ 1,369,647	\$ (809,753)	\$ 941,807	\$ 585,116	\$ 1,494,014
Debt service as a percentage of non-capital expenditures	6.32%	6.51%	6.24%	7.80%	6.04%	6.41%	5.48%	4.51%	3.86%	4.37%

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

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

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Railroad Property Assessed Value	Totals Assessed Value	Total Direct Tax Rate
2007	\$ 1,634,778,274	\$ 292,819,420	\$ 3,324,568	\$ 1,930,922,262	4.7000
2008	1,840,997,611	306,605,870	3,011,574	2,150,615,055	4.1653
2009	1,758,061,017	323,703,964	3,518,989	2,085,283,970	4.1653
2010	1,520,152,233	302,946,028	3,550,392	1,826,648,653	4.7157
2011	1,343,228,198	263,007,846	3,179,093	1,609,415,137	4.7157
2012	1,234,156,271	259,415,402	3,446,441	1,497,018,114	4.7157
2013	1,195,496,931	253,621,134	3,493,363	1,452,611,428	4.7157
2014	1,231,203,797	283,091,939	3,619,491	1,517,915,227	4.7157
2015	1,278,034,222	323,358,398	3,708,819	1,605,101,439	4.7157
2016	1,390,178,736	278,551,547	5,718,702	1,674,448,985	4.7157

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

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

<u>City of Plant City</u>		<u>Overlapping Rates^(a)</u>						
<u>Fiscal Year</u>	<u>Direct Millage</u>	<u>Hillsborough County</u>	<u>Southwest Florida Water Management District</u>	<u>Hillsborough County School Board</u>	<u>Hillsborough County Environmental Lands</u>	<u>Tampa Port Authority</u>	<u>Childrens Board</u>	<u>Total</u>
2007	4.7000	6.5200	0.4220	7.8230	0.0667	0.2200	0.5000	20.2517
2008	4.1563	5.7446	0.3866	7.5230	0.0604	0.1982	0.4634	18.5325
2009	4.1653	5.7439	0.3866	7.7770	0.0604	0.1950	0.5000	18.8282
2010	4.7157	5.7423	0.3866	7.6920	0.0604	0.1925	0.5000	19.2895
2011	4.7157	5.7407	0.3770	7.5920	0.0604	0.1900	0.5000	19.1758
2012	4.7157	5.7391	0.3928	7.9130	0.0604	0.1900	0.5000	19.5110
2013	4.7157	5.7374	0.3928	7.8770	0.0604	0.1850	0.5000	19.4683
2014	4.7157	5.7356	0.3818	7.6900	0.0604	0.1750	0.4828	19.2413
2015	4.7157	5.7339	0.3658	7.3530	0.0604	0.1650	0.4589	18.8527
2016	4.7157	5.7322	0.3488	7.2470	0.0604	0.1550	0.4589	18.7180

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

Source: Hillsborough County Tax Collector

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

Taxpayer	Fiscal Year 2015/2016			Fiscal Year 2008/2009***		
	Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Gordon Food Service & Highland	\$ 26,363,541	1.6%	1	\$ -	-	-
Sweetbay Supermarkets	22,539,184	1.3%	2	-	-	-
Hunters Ridge At Walden Lake	18,352,000	1.1%	3	-	-	-
Dart	17,609,800	1.1%	4	-	-	-
Madison Park	17,233,200	1.0%	5	-	-	-
Save A Lot Disribution Facility	15,054,945	0.9%	6	-	-	-
Wal-Mart	11,862,517	0.7%	7	14,035,960	0.7%	7
Star Distribution	11,186,120	0.7%	8	11,532,400	0.6%	10
James Hardie Building Supplies	10,632,622	0.6%	9	14,297,405	0.7%	6
Versacold	10,354,414	0.6%	10	-	-	-
Abs Fla Investor LLC	-	-	-	22,123,872	1.1%	1
United Dominion Realty Trust	-	-	-	20,535,500	1.0%	2
Food Lion Inc	-	-	-	17,323,176	0.8%	3
Moran Foods Inc	-	-	-	15,528,738	0.7%	4
Village At Park Road	-	-	-	15,200,900	0.7%	5
Eagle Land Company-Florida	-	-	-	13,355,077	0.6%	8
Publix Super Markets Inc	-	-	-	12,214,300	0.6%	9
Total ten largest taxpayers	<u>161,188,343</u>	<u>9.6%</u>		<u>156,147,328</u>	<u>7.5%</u>	
Other taxpayers	<u>1,513,260,642</u>	<u>90.4%</u>		<u>1,930,170,384</u>	<u>92.5%</u>	
Total per tax roll	<u><u>\$ 1,674,448,985</u></u>	<u><u>100.0%</u></u>		<u><u>\$ 2,086,317,712</u></u>	<u><u>100.0%</u></u>	

***Data not available for FY 2006-07 and FY 2007-08
Source : Hillsborough County Property Appraiser

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

Fiscal Year	Total Tax Levy ⁽¹⁾	Current Tax Collections (2)	Percent of Levy Collected	Prior Years Tax Collections	Total Tax Collections	Percentage of Total Collections To Tax Levy
2007	\$ 9,075,335	\$ 8,721,530	96.10%	\$ 11,452	\$ 8,732,982	96.23%
2008	8,941,664	8,489,886	94.95%	119,419	8,609,305	96.28%
2009	8,665,982	8,292,630	95.69%	59,438	8,352,068	96.38%
2010	8,582,407	8,238,211	95.99%	140,381	8,378,592	97.63%
2011	7,564,233	7,163,430	94.70%	197,104	7,360,534	97.31%
2012	7,025,237	6,751,422	96.10%	108,023	6,859,445	97.64%
2013	6,850,080	6,581,401	96.08%	32,419	6,613,820	96.55%
2014	7,158,033	6,688,804	93.44%	262,017	6,950,821	97.11%
2015	7,541,474	7,273,454	96.45%	20,158	7,293,612	96.71%
2016	7,896,119	7,693,761	97.44%	-	7,693,761	97.44%

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

(2) Source: Hillsborough County Tax Collector

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

Fiscal Year	Governmental Activities		Business-type Activities		Total Primary Government	Hillsborough County Personal Income	Per Capita
	Capital Leases	Capital Projects Revenue Bonds	Utility System Revenue Bonds/Notes	State Revolving Loans			
2007	\$ 422,084	\$ 15,905,313	\$ 14,734,158	\$ 35,977,384	\$ 67,038,939	\$ 37,473	2,015
2008	249,059	15,014,244	14,012,762	46,464,925	75,740,990	37,880	2,261
2009	166,981	13,448,957	13,256,366	47,584,857	74,457,161	36,389	2,236
2010	102,115	12,563,252	11,434,453	46,482,605	70,582,425	39,497	2,033
2011	205,863	11,628,311	11,460,858	44,380,626	67,675,658	42,059	1,948
2012	85,591	11,024,179	10,557,263	42,226,856	63,893,889	40,878	1,827
2013	-	9,882,988	-	40,020,023	49,903,011	40,568	1,413
2014	-	8,842,309	-	37,758,812	46,601,121	41,902	1,296
2015	-	7,965,440	-	35,441,881	43,407,321	43,236	1,182
2016	-	7,058,571	-	33,067,855	40,126,426	43,236	1,084

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

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

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

CITY OF PLANT CITY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2016

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

CITY OF PLANT CITY, FLORIDA
PLEGDED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Water and Sewer Bonds						
Fiscal Year	Gross Revenues ⁽¹⁾	Less Operating Expenses ⁽²⁾	Net Available For Debt Service	Debt Service Requirements		
				Principal	Interest	Coverage
2007	\$ 18,656,891	\$ 9,068,358	\$ 9,588,533	\$ 760,000	\$ 879,040	5.85
2008	18,762,636	10,070,368	8,692,268	785,000	815,377	5.43
2009	15,796,341	9,824,662	5,971,679	2,803,447	1,903,802	1.27
2010	14,787,154	8,773,476	6,013,678	2,865,032	3,031,814	1.02
2011	15,156,970	7,789,550	7,367,420	2,032,086	1,727,529	1.96
2012	15,174,129	7,869,200	7,304,929	3,012,563	1,611,506	1.58
2013	15,419,722	8,151,826	7,267,896	13,205,685	1,700,273	0.49
2014	15,609,952	9,043,998	6,565,954	2,213,674	955,145	2.07
2015	16,204,131	8,891,878	7,312,253	2,267,963	900,823	2.31
2016	17,020,014	9,269,945	7,750,069	2,374,027	847,390	2.41

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

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

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

Source: City of Plant City Finance Department

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

Year	Plant City Population ⁽¹⁾	Hillsborough County		
		Per Capita Personal Income ⁽²⁾	Public School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2007	33,277	\$ 38,857	190,699	4.6%
2008	33,500	39,028	190,580	7.5%
2009	33,306	37,782	189,761	11.3%
2010	34,721	39,497	190,799	10.5%
2011	34,746	42,059	192,499	9.0%
2012	34,963	40,878	195,198	7.4%
2013	35,313	40,568	198,659	6.3%
2014	35,956	39,572	201,300	5.5%
2015	36,710	40,358	204,089	4.6%
2016	37,841	41,902	209,414	4.7%

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

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

<u>Employer</u>	<u>Type of Business</u>	<u>Fiscal Year 2015/2016</u>		<u>Fiscal Year 2006/2007</u>	
		<u>Number of Employees</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>Rank</u>
South Florida Baptist Hospital	Health Services	775	1	*	*
Mosaic-Plant City	Manufacturing	500	2	*	*
City of Plant City	Municipal Government	415	3	*	*
Highland Packaging Solutions, Inc.	Manufacturing	350	4	*	*
Gordon Food Service	Distribution/Logistics	300	5	*	*
Star Distribution Systems	Distribution/Logistics	300	6	*	*
Paradise, Inc.	Manufacturing	275	7	*	*
James Hardie Products	Manufacturing	270	8	*	*
Comanco	Construction	250	9	*	*
Stingray Chevrolet	Retail	250	9	*	*
Toufayan Bakery	Manufacturing	250	9	*	*
Total		<u>3,935</u>			

* Data not available

Source: Community Development Department
Plant City Economic Development Council

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

	Full-time Equivalent Employees as of September 30,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General government										
City Manager	4	4	4	3	2	2	2	4	4	4
City Attorney	2	2	2	2	2	2	2	2	2	2
City Clerk	3	3	2	2	2	2	2	2	2	2
Finance	12	12	12	12	11	11	11	11	11	12
Human Resources	5	5	5	5	3	3	3	3	3	3
Information Technology	6	6	6	5	5	5	5	5	5	5
Planning and Zoning	4	4	3	3	2	2	2	2	2	3
Engineering	12	12	9	8	8	10	8	9	9	9
Building/Code Enforcement	15	12	10	10	10	9	10	13	13	13
Library	13	13	13	13	13	12	12	12	12	12
Community Development	2	2	2	2	2	1	-	1	1	1
General Services	11	11	11	11	11	11	10	10	10	10
Public safety										
Police	100	100	89	89	88	87	87	87	85	85
Fire	53	46	46	42	42	42	42	42	44	44
Stormwater and Streets	49	49	49	47	45	45	45	45	45	46
Public Works	7	6	6	6	4	-	-	-	-	-
Water and Sewer	89	89	89	88	81	83	83	83	83	81
Parks and recreation	61	61	61	56	49	49	48	48	48	51
Solid Waste	35	35	34	34	34	34	34	34	34	35
Total	<u>483</u>	<u>472</u>	<u>453</u>	<u>438</u>	<u>414</u>	<u>410</u>	<u>406</u>	<u>413</u>	<u>413</u>	<u>418</u>

Source: City of Plant City Annual Budget

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

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Building inspection										
Building permits issued	3,773	3,679	2,373	2,242	2,211	2,551	2,663	2,790	3,159	2,986
Number of building inspections completed	9,922	9,677	7,935	6,887	6,215	7,126	7,296	7,569	8,314	8,334
Number of re-inspections	1,100	1,000	790	690	620	700	800	750	998	605
Number of total building construction plans reviewed	1,000	710	555	546	674	879	886	881	1,614	1,386
Law enforcement										
Physical arrests	2,166	2,015	1,925	1,554	1,444	1,216	1,207	1,377	1,350	1,301
DUI arrests	181	138	81	63	51	48	57	57	37	92
Traffic violations	9,543	9,124	9,010	11,525	9,944	8,524	8,316	7,850	7,022	8,180
Traffic crashes	1,586	1,474	1,402	1,298	1,154	1,216	1,304	1,346	1,471	1,582
Calls for service	74,932	73,756	73,339	87,377	82,693	79,371	87,677	81,817	82,330	93,319
Fire										
Emergency responses	4,441	4,262	4,449	4,332	4,347	4,275	4,390	4,690	4,580	4,161
Number of actual fires suppressed	175	152	163	175	181	166	114	158	119	118
Number of building inspections	9,578	1,002	1,097	1,012	1,086	918	1,106	980	1,185	704
Number of school inspections	9	9	9	9	9	9	9	9	9	9
Number of re-inspection	102	97	109	104	123	87	110	99	127	93
Number of plans reviewed	493	479	354	145	116	107	98	129	110	84
Public works										
Street resurfacing (miles)	*	*	*	*	*	*	*	*	*	*
Other street repairs	*	*	*	*	*	*	*	*	*	*
Paved streets (miles)	*	*	*	*	*	*	*	*	*	*
Unpaved streets (miles)	*	*	*	*	*	*	*	*	*	*

* Data not available

Source: Various City departments

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

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Transportation										
Miles of streets	*	*	*	*	*	*	*	*	*	*
Public safety										
Number of fire stations	2	2	2	2	2	2	2	2	2	2
Number of firefighters and officers	45	45	42	42	40	40	41	45	42	42
Number of police stations	1	1	1	1	1	1	1	1	1	1
Number of sworn officers	74	74	74	74	74	67	67	67	67	67
Municipal water system										
Number of customers	11,075	11,238	11,316	11,360	11,391	11,439	11,472	11,562	12,060	12,107
Average daily consumption	6.218MGD	5.969MGD	5.151MGD	4.773MGD	5.024MGD	4.966MGD	4.926MGD	5.272MGD	6.214MGD	5.548MGD
Plant capacity, all plants	11.81MGD	11.81MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD
Deep wells	4	4	4	4	4	4	4	4	4	4
Number of fire hydrants	*	*	*	*	*	*	*	*	*	*
Municipal sewer system										
Number of customers	10,493	10,703	10,654	10,670	10,772	10,786	10,661	10,723	10,860	10,938
Treatment facility capacity	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD
Annual average flow	5.244MGD	5.203MGD	4.073MGD	3.897MGD	3.474MGD	3.879MGD	4.141MGD	4.216MGD	4.621MGD	4.313MGD
Municipal stormwater system										
Number of customers	*	*	*	*	11,691	11,761	11,620	11,645	11,340	11,709
Building permits issued										
Number of customers	3,773	3,679	2,373	2,242	2,211	2,551	2,663	2,790	3,159	2,986
Recreation and culture										
Number of neighborhood parks	11	11	12	12	12	12	13	14	15	15
Park area, number of acres	724	724	724	724	724	724	734	735	736	736
Number of books	*	*	*	*	*	*	*	*	*	*

* Data not available
Source: Various City departments

OTHER AUDITOR REPORTS

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plant City, Florida (the “City”), as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements and have issued our report thereon dated February 23, 2017.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Bradenton, Florida
February 23, 2017

Mauldin & Jenkins, LLC



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

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

Report on Compliance for Each Major Federal Program

We have audited the City of Plant City, Florida's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2016. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program, State Project, and Passenger Facility Charges Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2016.

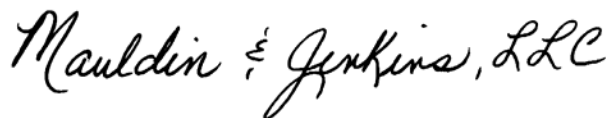
Report on Internal Control Over Compliance

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

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

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

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



Bradenton, Florida
February 23, 2017

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR YEAR ENDED SEPTEMBER 30, 2016

<u>Federal / State Agency, Pass-through Entity, Federal / State Program</u>	<u>CFDA/C SFA No.</u>	<u>Grantors No.</u>	<u>Expenditures</u>
Federal Awards:			
United States Department of Housing and Urban Development Passed through Hillsborough County Community Development Block Grants/Entitlement Grants	14.218	B-13-UC-12-0002	\$ 1,077,587
Total United States Department of Housing and Urban Development			<u>1,077,587</u>
United States Department of Justice Direct, Office of Justice Programs, Bureau of Justice Assistance 2015 Edward Byrne Memorial JAG Grant	16.738		11,625
Bulletproof Vest Partnership Program	16.607	2009593	<u>2,570</u>
Total United States Department of Justice			<u>14,195</u>
United States Environmental Protection Agency Direct, Office of Solid Waste and Emergency Response Westside Canal Basin	66.818	G0399	499,974
Total United States Environmental Protection Agency			<u>499,974</u>
Total Expenditures of Federal Awards			<u>\$ 1,591,756</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Plant City, Florida (the "City"), and is presented on the modified accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The City chose not to use the ten percent de minimis cost rate for the year ended September 30, 2016.

NOTE 3. NON-CASH AWARDS

The City did not receive non-cash federal awards during the year ended September 30, 2016.

NOTE 4. CONTINGENCIES

Grant monies received and disbursed by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in disallowed expenditures under the terms of the grants. Based upon prior experience, the City does not believe that such disallowances, if any, would be material.

NOTE 5. LOANS OUTSTANDING

The City had \$33,067,855 in State Revolving Fund loans outstanding at September 30, 2016.

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:
 Material weaknesses identified? ___ yes X no

Significant deficiencies identified not considered
 to be material weaknesses? ___ yes X none reported

Noncompliance material to financial statements noted? ___ yes X no

Federal Programs

Internal Control over major federal or state programs:
 Material weaknesses identified? ___ yes X no

Significant deficiencies identified not considered
 to be material weaknesses? ___ yes X none reported

Type of auditor's report issued on compliance for
 major Federal programs: Unmodified

Any audit findings disclosed that are required to
 be reported in accordance with the Uniform Guidance? ___ yes X no

Identification of major federal program:

CFDA Number	Name of Federal Program or Cluster
14.218	U.S. Department of Housing and Urban Development – Community Development Block Grant

Dollar threshold used to distinguish between
 Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? ___ yes X no

**CITY OF PLANT CITY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None noted

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

None noted

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

None



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

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

Report on the Financial Statements

We have audited the financial statements of the City of Plant City, Florida (the "City"), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated February 23, 2017.

Auditor's Responsibility

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

Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and On Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated February 23, 2017, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City of Plant City, Florida was incorporated in 1927. Additional information on the City's creation and the City's component unit is disclosed within the City's footnotes.

Financial Condition

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

Annual Financial Report

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, requires that we report the results of our determination as to whether the annual financial report for the City for the fiscal year ended September 30, 2016, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2016. In connection with our audit, we determined that these two reports were in agreement.

Special District Component Units

Section 10.554(1)(i)5.d, Rules of the Auditor General, requires 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.

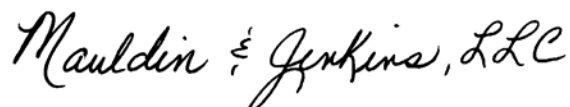
Other Matters

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

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

Purpose of this Letter

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



Bradenton, Florida
February 23, 2017



INDEPENDENT AUDITOR'S REPORT

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

We have examined the City of Plant City, Florida's (the "City") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2016. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.

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

Mauldin & Jenkins, LLC

Bradenton, Florida
February 23, 2017