

City of
Wilton Manors, Florida

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2014

Prepared by the Finance Department



“We Do!”

The City of Wilton Manors celebrated marriage equality with a Valentine’s Day wedding ceremony uniting 37 same-sex couples.

(See Back Cover for More Information)

City Of Wilton Manors, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT

SEPTEMBER 30, 2014

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INTRODUCTORY SECTION



FINANCE DEPARTMENT
CITY OF WILTON MANORS
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Wilton Manors, Florida 33305

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Fax (954) 390-2199
www.wiltonmanors.com

March 19, 2015

Mayor Gary Resnick
Vice Mayor Scott Newton
Commissioner Julie Carson
Commissioner Justin Flippen
Commissioner Tom Green

Dear Mayor and Commissioners:

It is our pleasure to submit the Comprehensive Annual Financial Report of the City of Wilton Manors, Florida for the fiscal year ended September 30, 2014, pursuant to Section 218.39 of the State of Florida Statutes and the Rules of the Florida Auditor General, Chapter 10.550. This report was prepared by the City's Finance Department. Although the financial statements were audited by independent certified public accountants, the responsibility for the accuracy and completeness of the data, the fairness of presentation, as well as the disclosures made in this report rests with the City. We believe the data as presented is accurate and in all material respects; that it is presented in a manner designed to fairly communicate the financial activity of its various funds; and that all disclosures necessary to enable the reader to obtain a general understanding of the City's financial activity have been included. The financial statements have been audited by GLSC & Company PLLC, Certified Public Accountants. The independent auditor has issued an unmodified opinion that this report fairly presents the financial position of the City and complies with all reporting standards noted above. Additionally, the City has received the Certificate of Achievement for Excellence in Financial Reporting from the Governmental Finance Officers Association of the United States and Canada for the fiscal year ended September 30, 2013.

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

The City

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

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

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

To efficiently provide services, the City's management administers the following departments: City Manager, City Clerk, Police, Community Development Services, Emergency Management and Utilities, Finance, Human Resources, and Leisure Services. Several Advisory Boards have been established to provide additional input from citizens.

In May 1997 the City created the Island City Foundation, a non-profit organization to principally promote and support public purposes benefitting the residents of Wilton Manors. The Foundation is legally separate entity and is governed by a Board of Directors, which is currently composed of the five members of the City Commission. The Foundation is considered a component unit of the City but has not been included in the financial statements of the City since the financial activities of the Foundation for the fiscal year ended September 30, 2014, are not considered material to the financial statements of the City.

The City, with an estimated population of 12,071, is physically located in Broward County, on the extreme southeastern coast of Florida between Palm Beach County to the north, and Miami-Dade County to the south. The downtown area of the City of Fort Lauderdale lies 2.5 miles to the south. The tri-county area is commonly referred to as Florida's "Gold Coast".

Broward County has the second largest county population in the State of Florida with an estimated 1.84 million residents. The County's total land area is 1,197 square miles of which 787 lie in a conservation area and cannot be developed. The remaining 410 developable square miles have 31 municipalities and 23 miles of beaches.

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

Local Economy

The County enjoys a diverse economy reflecting its active tourism, construction, marine and service industries; sea, air, and land transportation facilities; and other industrial sectors. Per capita personal income is higher than the state and national averages. This fiscal year saw the local economy steadily recovering from the Great Recession. As of September 30, 2014, unemployment was 6.2% in the State of Florida, but 5.2% locally in Broward County, well under the United States unemployment rate of 5.9%.

The foundation of the local Wilton Manors economy is its core of residential developments along with small retail and service businesses. Wilton Manors continues to experience commercial and multifamily residential development primarily centered on Wilton Drive in the heart of the City's Arts and Entertainment District. The local real estate market for single-family homes was strong throughout the fiscal year, with sales prices continuing their upward trend as some signs were seen that the inventory of homes for sale was beginning to tighten. Citywide taxable property values, as determined by the Broward County Property Appraiser as of January 1, 2014, increased by 10.22% over the values as of January 1, 2013. Another indicator of an improving local economy was the increase in the number of building permits issued, up 220 (+15.4%) from 1,425 in FY2012-13 to 1,645 in FY2013-14.

Long-Term Financial Planning

The City Commission annually adopts a five-year Capital Improvement Program as a part of the formal budgeting process. The City provides for future capital expenditures by setting aside reserves each year committed for its Capital Replacement Plan. Each year the plan funds the replacement of vehicles and equipment that have come to the end of their useful lives. Another very visible recent example of this policy is the reserve that the City set aside to help fund the new City Hall and Police Station building. Construction on this \$7.1 million project began in the fall of 2008 and was completed on time and on budget in January 2010. The project was funded by a combination of \$6 million in General Obligation Bonds and over \$1 million in reserves that were set aside by the City over the several previous years.

Financial Policies and Budgetary Guidelines

The City of Wilton Manors' financial policies set forth the basic framework for the overall fiscal management of the City. These policies operate independently of changing

circumstances and conditions with the exception of when changes in financial policy are necessary to maintain the integrity of the City and its operations, in conformance with Generally Accepted Accounting Principles (GAAP) and in accordance with the Governmental Accounting Standards Board (GASB). These policies assist the decision making process of the City Commission and the City Administration and provide guidelines for evaluating both current activities and proposals for future programs.

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

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

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

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

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

Internal Controls

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

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

Major Initiatives

The City completed construction on several improvements to Richardson Historic Park during the year thanks to grant funding from Broward County's Parks for People grant program. Additional improvements were made to Island City Park Preserve, funded by CDBG grant funds, and two parcels of land were purchased for future expansion of the City's Hagen Park.

The City also completed construction of a new surface parking lot on NE 8th Terrace. This project, funded by a bank loan, was completed in April 2014 as a part of the City's commitment to increasing parking available to the Arts & Entertainment District.

Awards

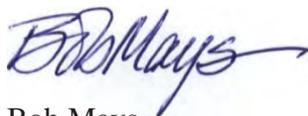
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wilton Manors for its CAFR for the year ended September 30, 2013. This was the sixteenth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, meeting strict reporting guidelines.

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

Acknowledgements

The CAFR is the result of the combined efforts of many people without which this report would not have been possible. Appreciation is extended to the members of the City Departments for their assistance in the preparation of the report, and the City's external auditors for their very significant role in the production of the report. Special thanks are due to Carol Conol, the City's Assistant Finance Director, who was primarily responsible for the completion of this CAFR.

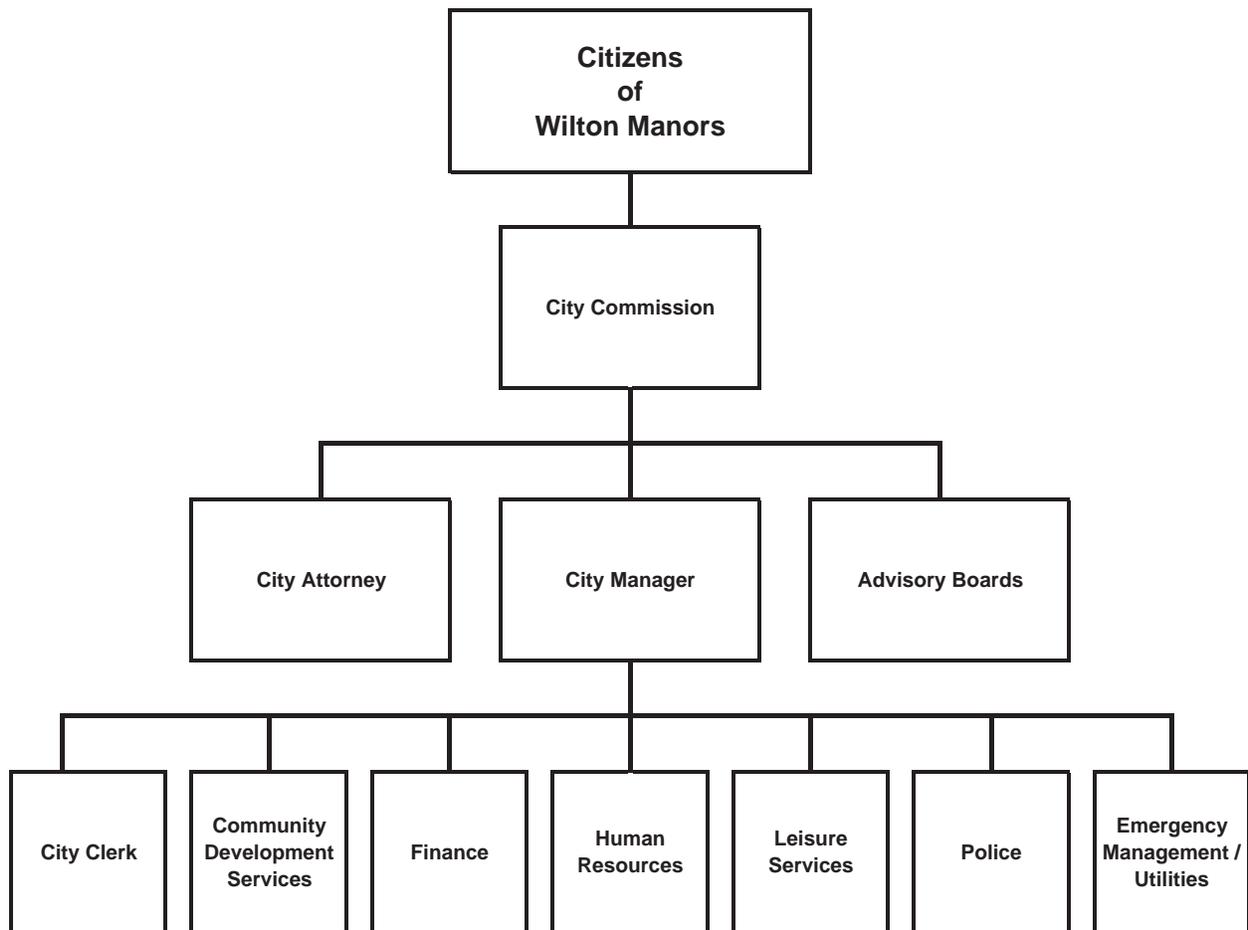
Respectfully,



Bob Mays
Finance Director

City of Wilton Manors

City Government Structure





City of Wilton Manors, Florida

COMMISSION - MANAGER FORM OF GOVERNMENT
LIST OF PRINCIPAL OFFICIALS
As of September 30, 2014

CITY COMMISSION

GARY RESNICK
Mayor

JULIE CARSON
Vice Mayor

TOM GREEN
Commissioner

TED GALATIS
Commissioner

SCOTT NEWTON
Commissioner

CITY MANAGER
Joseph Gallegos

FINANCE DIRECTOR
Bob Mays

CITY ATTORNEY
Kerry Ezrol

CITY CLERK
Kathryn Sims

HUMAN RESOURCES DIRECTOR
Dio Sanchez

**EMERGENCY SERVICES /
UTILITIES DIRECTOR**
David Archacki

**COMMUNITY DEVELOPMENT
SERVICES DIRECTOR**
Roberta Moore

LEISURE SERVICES DIRECTOR
Patrick Cann

POLICE CHIEF
Paul O'Connell



Government Finance Officers Association

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

Presented to

**City of Wilton Manors
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



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INDEPENDENT AUDITORS' REPORT

Honorable Mayor, City Commission and City Manager
City of Wilton Manors, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Wilton Manors, Florida (the "City") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2014, 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, schedule of funding progress, schedule of employer contributions and other contributing entities, and budgetary comparison information on pages 4 through 13 and 62 through 66 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 nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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 nonmajor fund financial statements 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 March 18, 2015, 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.

GLSC & Company, PLLC

Miami, Florida
March 18, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF WILTON MANORS, FLORIDA

Management's Discussion and Analysis

This section is intended to provide the reader of this report with a general overview of the financial activities of the City for the fiscal year ended September 30, 2014. The information in this section should be considered in conjunction with the Letter of Transmittal at the beginning of the report, as well as the financial statements and notes to the financial statements which follow.

FINANCIAL HIGHLIGHTS

A review of the financial statements reveals the following:

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$43,653,103 (net position). Of this amount, \$6,314,659 represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors.
- At the end of the fiscal year, the City's net position increased by \$936,195 (+2.2%) from \$42,716,908 to \$43,653,103. Net position for governmental activities decreased by \$268,704, while net position for business-type activities increased by \$1,204,899.
- Governmental activities expenses were \$16,463,238, \$817,238 (+8.3%) higher than in FY12-13.
- Business-type expenses were \$5,949,791, \$323,264 (+5.7%) higher than the previous year.
- The total expenses of all City programs were \$22,413,029, up \$1,140,502 (+5.4%) from last year.
- Governmental activities revenues, excluding transfers, totaled \$14,850,101, down \$338,039 (-2.2%) from FY12-13.
- Business-type operating revenues, which consist of water, wastewater, drainage, and parking charges for services, impact fee revenues and miscellaneous revenues were \$8,480,531, holding almost even with the prior year, with an increase of just \$7,907 (+0.1%). Increases in operating revenues for both parking (\$38,209, +6.3%) and drainage (\$30,693, +8.6%) were offset by a decrease in operating revenues for water and wastewater (-\$60,995, -0.8%).
- The City's total outstanding long-term debt decreased by \$1,782,304 during the current fiscal year due to regular debt service payments on the City's obligations. No new long-term debt was added during the year.

Analysis of the Budgetary Comparison Schedule shows that the General Fund, which accounts for the vast majority of the operations of the government, expended 94.6% of the final, budgeted appropriations.

CITY HIGHLIGHTS

The local economy is in recovery from the Great Recession, and trend of redevelopment is continuing in the Wilton Drive Arts & Entertainment district and elsewhere within the City. Recently opened residential rental and condominium developments continue to have high occupancy rates. Occupancy for newly-built and older commercial units have been strong. Several new commercial developments continue in different phases of development. A major new multifamily residential development went through the final planning stages during the fiscal year, and construction began early in 2015. Impact fees are in place, with the revenues being accumulated to expand City infrastructure where needed to properly serve the growth.

The City recently designated the neighborhoods that are adjacent to the Florida East Coast Railroad (FEC) as a Transit-Oriented Corridor (TOC). Long-term plans call for the FEC to begin passenger rail service, and Wilton Manors is well positioned to become a site for a passenger rail station. The TOC land use designation and related re-zoning will encourage higher density mixed use development along the rail corridor.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are intended to serve as introduction to the City's basic financial statements. The City of Wilton Manor's basic financial statements consist of three parts: 1) Management's Discussion and Analysis (this section); 2) the Basic Financial Statements comprised of three components: a) Government-wide financial statements, b) Fund financial statements, and c) Notes to the financial statements; and 3) Required Supplementary Information.

Government-wide statements - The government-wide financial statements consist of the following two (2) statements and are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private sector business.

1. The Statement of Net Position presents information on all the City's assets and liabilities with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.
2. The Statement of Activities presents information showing how the City's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all of 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, public services, transportation, and culture and recreation.

The government-wide financial statements can be found on pages 14 and 15 of this report.

Fund financial statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City categorizes funds into three basic fund types: governmental funds, proprietary funds, and fiduciary funds.

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

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

The City maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund. Data from other eight 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 statement in the combining and individual fund statements and schedules section of this report.

The City adopts an annual appropriated budget for its general fund and certain special revenue funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget and is presented as required supplemental information. Budgetary comparison for nonmajor special revenue funds are presented in the combining statements.

The basic governmental fund financial statements can be found on pages 16 through 19 of this report.

Proprietary funds - Proprietary funds are comprised of the enterprise funds which are the equivalent of business-type activities in the government-wide statements. These include the Utility Fund, the Drainage Fund, and the Parking Fund. The Parking Fund was added as a new enterprise fund during FY12-13. The City's parking program began during FY2009-10, and was previously accounted for as a part of the General Fund.

The basic proprietary fund financial statements can be found on pages 20 to 22.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

The City cannot use the assets in the pension plans to finance its operations; therefore, the activities of the Plans are excluded from the City's government-wide financial statements. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The basic fiduciary fund financial statements can be found on pages 23 to 24.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25 through 61 of this report.

Other financial information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's adopted budgets to actual results and required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 62 through 66 of this report.

(continued on next page)

GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS

Statement of Net Position:

The City's combined net position totaled \$43,653,103 as of September 30, 2014, \$27,844,675 for governmental activities and \$15,808,428 for business-type activities. The following table presents a condensed statement of net position:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
Current and Other Assets	\$ 7,146,304	\$ 7,738,197	\$ 5,908,865	\$ 5,950,180	\$ 13,055,169	\$ 13,688,377
Capital Assets (Net)	28,499,032	28,927,846	16,526,074	16,717,852	45,025,106	45,645,698
Total Assets	35,645,336	36,666,043	22,434,939	22,668,032	58,080,275	59,334,075
Long-Term Debt	5,998,847	6,035,074	4,159,247	5,487,854	10,158,094	11,522,928
Other Liabilities	1,801,814	2,517,590	2,467,264	2,576,649	4,269,078	5,094,239
Total Liabilities	7,800,661	8,552,664	6,626,511	8,064,503	14,427,172	16,617,167
Net Position						
Net investment in capital assets	22,612,953	22,487,584	11,643,985	10,947,091	34,256,938	33,434,675
Restricted	1,637,189	1,239,952	1,444,317	1,570,317	3,081,506	2,810,269
Unrestricted	3,594,533	4,385,843	2,720,126	2,086,121	6,314,659	6,471,964
Total Net Position	\$ 27,844,675	\$ 28,113,379	\$ 15,808,428	\$ 14,603,529	\$ 43,653,103	\$ 42,716,908

There was an overall increase of \$936,195 (+2.2%) in total net position. By far the largest portion of the City's net position (78.5%) reflects its net investment in capital assets, net of any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the City's net position (7.1%) represents resources that are subject to external restrictions on how they may be used.

The remaining balance of \$6,314,659 is unrestricted net position, which represents that portion of net position that can be used to finance the City's daily operations and ongoing obligations to its citizens and creditors without constraints established by debt covenants, enabling legislation, or other legal requirements. The unrestricted net position decreased by \$157,305 from the prior year. Of this amount, the increase of \$634,005 from business-type activities was offset by a decrease of (\$791,310) from governmental activities. The \$634,005 net increase from business-type activities represents the \$206,162 increase from the Drainage Fund (due to an increase in stormwater fees) which was offset by increases of \$118,704 in the Parking Fund and \$309,139 in the Water & Sewer Utility Fund. The decrease in unrestricted net position of governmental activities was due primarily to an increase in General Fund expenditures for capital outlay.

At the end of the current fiscal year, the City is able to report positive balances in all reported categories of net position, both for the government as a whole, as well as for the separate categories of governmental and business-type activities. The same situation held true for the prior fiscal year.

**City of Wilton Manors, Florida
Statement of Activities**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
Revenues:						
Program Revenues:						
Charges for Services	\$ 2,956,203	\$ 3,494,843	\$ 8,480,531	\$ 8,472,624	\$ 11,436,734	\$ 11,967,467
Operating Grants/Contributions	161,330	121,534	-	-	161,330	121,534
Capital Grants/Contributions	231,025	366,744	-	-	231,025	366,744
General Revenues:						
Property Taxes	6,214,184	5,854,126	-	-	6,214,184	5,854,126
Intergovernmental	1,423,396	1,327,199	-	-	1,423,396	1,327,199
Other Taxes and Fees	3,536,255	3,429,338	-	-	3,536,255	3,429,338
Other General Revenues	327,708	594,356	18,592	41,773	346,300	636,129
Total Revenues	14,850,101	15,188,140	8,499,123	8,514,397	23,349,224	23,702,537
Expenses						
General Government	3,915,658	2,233,108	-	-	3,915,658	2,233,108
Public Safety	8,200,140	8,786,550	-	-	8,200,140	8,786,550
Culture and Recreation	3,463,104	3,155,275	-	-	3,463,104	3,155,275
Physical Environment	327,906	353,822	5,260,249	4,942,278	5,588,155	5,296,100
Transportation	322,893	926,883	437,336	485,397	760,229	1,412,280
Interest on Long-Term Debt	233,537	190,362	252,206	198,852	485,743	389,214
Total Expenses	16,463,238	15,646,000	5,949,791	5,626,527	22,413,029	21,272,527
Excess (Deficiency) in Net Position						
Before Transfers	(1,613,137)	(457,860)	2,549,332	2,887,870	936,195	2,430,010
Transfers	1,344,433	848,589	(1,344,433)	(848,589)	-	-
Change in Net Position	(268,704)	390,729	1,204,899	2,039,281	936,195	2,430,010
Net Position Beginning of Year	28,113,379	27,722,650	14,603,529	12,564,248	42,716,908	40,286,898
Net Position End of Year	\$ 27,844,675	\$ 28,113,379	\$ 15,808,428	\$ 14,603,529	\$ 43,653,103	\$ 42,716,908

General discussion on revenues:

Several areas can be identified which directly impact this current reporting period and the next fiscal year's revenues. The millage rates established by the City Commission during the budget process determine how much property tax revenue will be generated in the General Fund in the ensuing fiscal year. Property tax revenue is the major revenue source in the General Fund, accounting for 51.6% of General Fund revenues and 42.5% of total governmental fund revenues in FY13-14. The millage rate is a rate charged per thousand dollars of assessed property value net of exemptions.

The operating tax millage rate was 6.2166 mills which when combined with the general obligation debt millage of 0.7153 mills produced an effective total millage rate of 6.9319. This is a decrease from the 2012-2013 combined millage rate of 6.9605. The operating millage rate increased by 0.0098 mills and the debt service millage rate decreased by 0.0384. Changes in millages from year to year are in part limited by a state constitutional amendment and state legislation that both place restrictions on local government's ability to increase millage rates from one year to the next. One mill of tax equals one dollar for each one thousand dollars of assessed property value as determined by the Broward County Property Appraiser.

The City's financial condition is affected by economic conditions. During prosperous economic periods, property values generally increase and property tax revenues increase correspondingly. During the period from 2001 to 2007, the City of Wilton Manors experienced record growth in property values with double-digit increases each year. In fact the City led most of Broward County in increased property

values as a percentage over the previous years, despite the fact that it has been built-out since the early 1970s.

Total Taxable Assessed Value for Fiscal Year 13-14 year increased by 6.2% from the previous fiscal year. This is the second consecutive year of increases totaling 9.2%, after a cumulative decline of 36.7% in the four previous fiscal years.

During the past fiscal year, the City received a small number of operating and capital grants from various federal, state, district, county, and other local programs. Federal grants totaled \$242,843 including \$136,428 from the Department of Housing and Urban Development, \$84,165 from the Department of Justice, and \$22,251 from the Department of Homeland Security. State grants totaled \$13,967 and local grant funding totaled \$135,244. Total grant revenues from all sources for the year totaled \$394,681. The City plans to vigorously pursue additional grant funding in anticipation that grant revenues will continue to be a significant source of revenues for funding projects. To this end, funds were budgeted for FY13-14 to hire a grants writing consultant.

Program Revenues from Charges for Services for governmental activities decreased \$538,640 (-15.4%) from the prior year. Program revenues for the prior fiscal year included a one-time windfall of \$701,714 from the settlement and collection of long-outstanding code enforcement fines.

Program Revenues from Charges for Services for business-type activities stayed almost level with the prior fiscal year, showing a very small increase of \$7,907 (+0.1%).

General discussion on expenses:

Expenses recorded on the government-wide financial statements were \$16,463,238 for governmental activities and \$5,949,791 for the business-type activities. The City is predominantly a service provider and therefore its major expenses are salaries and benefits. The salaries are specifically affected by cost of living and merit adjustments, while benefit costs are closely linked to health insurance rates and pension contribution rates. Salary increases have been minimized over the last several years due to no merit adjustments being authorized for employees not represented by the Police Benevolent Association bargaining unit from FY06-07 through FY12-13. For FY13-14 merit increases from 0% - 4% were reinstated for these employees. Cost of living adjustments were limited to 1% in the current fiscal year.

The number of City personnel (Full Time Equivalent) increased by 3.625 due to a combination of changes in three departments – City Manager (Information Technology), +0.7; Police, +1.575; and Community Development Services, +1.35. The City continues to look to automation and increased efficiencies to keep the number of personnel employed to an efficient and moderate level. As a part of its annual budget process the City also reviews the programs and services it offers, evaluates whether to continue these programs and services (either in-house or outsourced), and determines the level of resources (including staffing) to be devoted to those programs and services that are maintained.

ANALYSIS OF THE GOVERNMENTAL FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds:

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's commission. The City has adopted Statement No. 54 of the Governmental Accounting Standards Board (GASB's), which requires that fund balance be reported in several new categories. These

categories are: Nonspendable, Restricted, Committed, Assigned, and Unassigned. Unassigned fund balance is available for spending at the City's discretion, and as such unassigned fund balance serves as a particularly useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the fiscal year, the City of Wilton Manors' governmental funds reported a combined ending fund balance of \$5,945,091, a decrease of \$277,295 (-4.5%) from the prior fiscal year. The decrease is due largely to increased capital outlay in the General Fund. About 46% (\$2,728,387) of the \$5,945,091 total constitutes the unassigned fund balance for all governmental funds, which is available for spending at the City's discretion.

The General Fund is the chief operating fund of the City of Wilton Manors. The unassigned fund balance of the General Fund at year-end was \$2,893,169, 48.7% of the total fund balance for all governmental funds, and 60.1% of the General Fund's total fund balance of \$4,813,456.

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 at year end represents approximately 20.5% of the expenditures in the General Fund, while total fund balance represents about 34.1% of that same amount. The amount of unassigned fund balance exceeds the target in the City's adopted fund balance policy of maintaining a minimum unassigned fund balance in the General Fund of 15% to 20% of fund expenditures.

The remaining fund balance categories of the General Fund are not available for new spending because they are already categorized for other purposes. Nonspendable fund balance (\$148,853) represents the amounts of inventories and prepayments. The General Fund's restricted fund balance (\$356,472) is the amount of unspent impact fees available only for restricted purposes. The General Fund's committed fund balance (\$47,499) represents those amounts set aside for the completion of future projects and future capital replacements. The remaining amount of total fund balance, \$1,367,463 has been assigned to fund expenditures in the FY14-15 budget.

Proprietary Funds:

The City of Wilton Manors' proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The net position of the Water and Sewer Utility Fund increased by \$893,292 (+7.0%), ending the year at \$13,576,507. The net position of the City's Drainage Utility Fund amounted to \$1,649,727 at year end, an increase of \$202,275 (+14.0%). The net position of the City's Parking Fund, ended the year with total of \$582,194, and increase of \$109,332 (+23.1%) over the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original budget compared to Final budget:

During the year there was a need to increase the original budgeted appropriations by \$623,584. The main components of the increase were:

- a. \$404,500 increase in the Parks and Recreation Department to cover cost of land purchase to expand the City's parks system.
- b. \$116,800 in the Parks and Recreation Department as initial funding for the repurposing of Mickel Park.
- c. \$60,100 increase in the Police Department to cover cost of a Regional Records Management System and a School Resource Officer
- d. \$18,000 increase in the Human Resources Department to cover cost of an employee compensation and classification study.

Final budget compared to actual results:

General Fund revenues, excluding transfers-in, exceeded the final budget by \$321,013, while expenditures, excluding transfer-out, were \$359,292 below the final budget. Major variances (+/- 5% or more) between budgeted and actual amounts in the General Fund are as follows:

- a. Franchise fee revenues were over budget by \$78,970 (+10.5%). This was driven by increased franchise fees on electricity. Electricity sales increased due to the improving economy.
- b. Revenues from Charges for Services exceeded budget by \$39,870 (+10.1%) due to increased Leisure Services program revenues.
- c. Fines and Forfeitures revenues came in \$62,396 over budget (+37.9%) thanks to the settlement of outstanding Code Enforcement fines by the City Commission.
- d. Investment Earnings fell under budget by \$17,982 (-71.9%) due to the final adjustment to market value of the State Board of Investment's Fund B.
- e. Miscellaneous Revenues came in over budget by \$208,683 (+174.2%). This type of revenue is difficult to predict and can vary widely from year to year. Contributors to this increase include a \$29,176 rebate through the City's new Purchasing Card program; \$42,225 more than budgeted for sales of fixed assets; a \$49,406 refund of prior year insurance premiums due to low claims activity; and a \$95,915 distribution from the liquidation of the defunct South Eastern Risk Management Association, an insurance pool of which the City was a former member.
- j. Budgeted expenditure savings during the year were found in the following departments: City Commission, \$13,380; City Management, \$30,963; Finance, \$24,951; Human Resources, \$51,183; City Attorney, \$6,651; Community Development Services, \$116,561; Non-Departmental, \$117,979, Police, \$138,647; Emergency Management, \$34,114; Public Services, \$14,003; Library, \$13,877; and Parks and Recreation, \$241,628.
- h. The expenditures for the City Clerk's Department exceeded budget for the fiscal year by \$2,376.

(continued on next page)

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets:

The City had \$45,025,108 invested in capital assets, net of accumulated depreciation, on September 30, 2014. The following schedule summarizes capital assets held by the City:

Capital Assets, Net
September 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
Land	\$ 9,123,116	\$ 8,711,448	\$ 1,961,505	\$ 1,960,393	\$ 11,084,621	\$ 10,671,841
Construction in Progress	-	-	-	6,827	-	6,827
Intangibles	42,070	42,070	-	-	42,070	42,070
Infrastructure	4,660,193	4,559,975	13,298,547	13,621,313	17,958,740	18,181,288
Buildings	10,241,469	10,657,308	656,030	599,966	10,897,499	11,257,274
Improvements Other Than Buildings	2,803,312	3,404,087	-	-	2,803,314	3,404,087
Machinery and Equipment and Transport	1,628,872	1,552,958	609,992	529,353	2,238,864	2,082,311
Total Capital Assets	\$ 28,499,032	\$ 28,927,846	\$ 16,526,074	\$ 16,717,852	\$45,025,108	\$45,645,698

Additional information on the City's capital assets can be found in Note 5 on pages 44 and 45.

Debt Administration:

The City had debt totaling approximately \$11.32 million at September 30, 2014. Total debt outstanding at the end of the prior fiscal year was \$13.1 million. The net decrease is due to regular debt service payments on the City's debt made during the year. No new debt was added during the fiscal year.

Outstanding Debt
September 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
General Obligation Bonds	\$ 5,680,515	\$ 6,121,023	\$ -	\$ -	\$ 5,680,515	\$ 6,121,023
Note Payable	200,000	300,000	-	-	200,000	300,000
Revenue Bonds	-	-	3,424,100	4,482,513	3,424,100	4,482,513
Bank Loan	-	-	1,993,330	2,127,451	1,993,330	2,127,451
Capital Leases	5,564	19,239	18,212	53,799	23,776	73,038
TOTAL	\$ 5,886,079	\$ 6,440,262	\$ 5,435,642	\$ 6,663,763	\$ 11,321,721	\$ 13,104,025

During fiscal year 2013-2014, the amount of the City's general obligation debt decreased by \$440,508 due to scheduled debt service payments on the existing debt. No additional general obligation debt is anticipated in fiscal year 2014-2015.

Revenue bonds are the other major source of City debt. Revenue bonds indebtedness at year end was \$3.42 million, all from the 2007 Water & Sewer Revenue Bonds. The proceeds of this debt were used to make improvements to the City's water and sewer systems, including a major sewer relining project.

A bank loan with year-end indebtedness of \$1.99 million was the other major component of the City's debt during the fiscal year. The proceeds of this loan, the Utility and Parking Bank Loan, were used to finance construction of the replacement of the City's main sewer lift station, and for the construction of a surface parking lot in the Arts & Entertainment District.

Additional information on the City's long-term debt can be found in Notes 7 and 8 on pages 46 through 49 of this report.

ECONOMIC FACTORS

The City's primary sources of revenue are property and utility taxes, franchise and regulatory fees, and utility charges for services. State shared revenues, which include telecommunication taxes, are another large source of revenue. All of these revenue sources are affected to a greater or lesser extent by general economic factors. The fiscal year was a period of improving economic conditions in the region, state and country. Recovery from the Great Recession which began in 2007 has proceeded steadily. Local unemployment rates have dropped steadily in the last year.

The local economy continued the recovery that was first noticed in the prior fiscal year. The local recovery is due primarily to increased sales of residential real estate and increased retail activity. The inventory of available single-family residences for sale in the City declined towards the end of the fiscal year in the face of increasing demand, creating an upward pressure on property values in that sector. This contributes to an expectation of higher citywide property values in the coming fiscal years. In fact, the City's property values as of January 1, 2014, increased 10.2% over the prior year, the third year in a row of increases after a four year cycle of declining property values.

Since the end of the City's fiscal year on September 30, 2014, the general local economy has shown continued signs of improvement as the county unemployment rate has continued to edge downward. Local commercial activity has also increased.

REQUESTS FOR INFORMATION

The Finance Department of the City of Wilton Manors, Florida takes full responsibility for the preparation of this report. Every effort has been made to make this report understandable to the reader. Any questions or comments about this report are welcome and may be directed to the City's Assistant Finance Director by phone at (954) 390-2144 or by email to ap@wiltonmanors.com, or by mail to the City of Wilton Manors, Assistant Finance Director, 2020 Wilton Drive, Wilton Manors, Florida 33305.

The City publishes this report and more financial information on its website: www.wiltonmanors.com > Departments > Finance.



GOVERNMENT-WIDE FINANCIAL STATEMENTS



CITY OF WILTON MANORS, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

	Primary Government		<u>Total</u>
	<u>Governmental</u> <u>Activities</u>	<u>Business-</u> <u>Type</u> <u>Activities</u>	
<u>ASSETS</u>			
Equity in pooled cash and cash equivalents	\$ 5,621,676	\$ 3,274,099	\$ 8,895,775
Cash held by third party	572,336	-	572,336
Restricted cash and cash equivalents	4,000	1,908,708	1,912,708
Accounts receivable - net	517,616	654,853	1,172,469
Due from other governments	279,320	-	279,320
Internal balances	(13,197)	13,197	-
Inventory	35,707	26,339	62,046
Prepayments and other assets	128,846	31,669	160,515
Capital assets, non-depreciable	9,165,186	1,961,505	11,126,691
Capital assets, depreciable (net)	<u>19,333,846</u>	<u>14,564,569</u>	<u>33,898,415</u>
Total assets	<u>35,645,336</u>	<u>22,434,939</u>	<u>58,080,275</u>
<u>LIABILITIES</u>			
Accounts payable and accrued liabilities	1,089,604	687,545	1,777,149
Customer deposits	-	444,218	444,218
Unearned revenues	152,738	-	152,738
Noncurrent liabilities:			
Due within one year	559,472	1,335,501	1,894,973
Due in more than one year	<u>5,998,847</u>	<u>4,159,247</u>	<u>10,158,094</u>
Total liabilities	<u>7,800,661</u>	<u>6,626,511</u>	<u>14,427,172</u>
<u>NET POSITION</u>			
Net investments in capital assets	22,612,953	11,643,985	34,256,938
Restricted for:			
Renewal and replacement	-	300,000	300,000
Debt service	-	1,144,317	1,144,317
Public safety	1,005,524	-	1,005,524
Culture and recreation	73,723	-	73,723
Affordable housing	226,398	-	226,398
Physical environment	157,831	-	157,831
Transportation	137,729	-	137,729
Community development	35,984	-	35,984
Unrestricted	<u>3,594,533</u>	<u>2,720,126</u>	<u>6,314,659</u>
Total net position	<u>\$ 27,844,675</u>	<u>\$ 15,808,428</u>	<u>\$ 43,653,103</u>

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

CITY OF WILTON MANORS, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Capital		Governmental Activities	Business- Type Activities	Total
			Operating Grants and Contribution	Grants and Contribution			
Functions/programs							
Primary government:							
Governmental activities:							
General government	\$ 3,915,658	\$ 567,966	\$ -	\$ -	(3,347,692)	\$ -	(3,347,692)
Public safety	8,200,140	1,962,598	138,037	-	(6,099,505)	-	(6,099,505)
Culture and recreation	3,463,104	417,043	23,293	231,025	(2,791,743)	-	(2,791,743)
Physical environment	327,906	8,596	-	-	(319,310)	-	(319,310)
Transportation	322,893	-	-	-	(322,893)	-	(322,893)
Interest expense	233,537	-	-	-	(233,537)	-	(233,537)
Total governmental activities	16,463,238	2,956,203	161,330	231,025	(13,114,680)	-	(13,114,680)
Business-type activities:							
Water and wastewater	5,204,989	7,446,700	-	-	-	2,241,711	2,241,711
Parking	490,689	645,009	-	-	-	154,320	154,320
Drainage	254,113	388,822	-	-	-	134,709	134,709
Total business activities	5,949,791	8,480,531	-	-	-	2,530,740	2,530,740
Total primary government	\$ 22,413,029	\$ 11,436,734	\$ 161,330	\$ 231,025	(13,114,680)	2,530,740	(10,583,940)
General Revenues:							
Taxes:							
Property					6,214,184	-	6,214,184
Franchise					1,303,798	-	1,303,798
Utility services					2,110,460	-	2,110,460
Others					121,997	-	121,997
Intergovernmental revenue, not restricted to specific function					1,423,396	-	1,423,396
Interest income					14,136	5,393	19,529
Miscellaneous					313,572	13,199	326,771
Transfers					1,344,433	(1,344,433)	-
Total general revenues and transfers					12,845,976	(1,325,841)	11,520,135
Change in net position					(268,704)	1,204,899	936,195
Net position, beginning					28,113,379	14,603,529	42,716,908
Net position, ending					\$ 27,844,675	\$ 15,808,428	\$ 43,653,103

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

FUND FINANCIAL STATEMENTS



CITY OF WILTON MANORS, FLORIDA

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2014

	<u>General</u>	<u>Fire Assessment</u>	<u>Nonmajor</u>	<u>Total</u>
	<u>Fund</u>	<u>Fund</u>	<u>Governmental</u>	<u>Governmental</u>
			<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>				
Equity in pooled cash and cash equivalents	\$ 4,653,004	\$ 269,001	\$ 699,671	\$ 5,621,676
Receivables, net				
Accounts receivable	311,822	-	205,794	517,616
Due from other governments	168,763	-	110,557	279,320
Due from other funds	239,713	-	-	239,713
Inventories	24,891	-	10,816	35,707
Prepayments	123,962	-	4,884	128,846
Restricted cash	6,880	569,456	-	576,336
Total assets	<u>\$ 5,529,035</u>	<u>\$ 838,457</u>	<u>\$ 1,031,722</u>	<u>\$ 7,399,214</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 535,747	\$ 7,943	\$ 376,325	\$ 920,015
Accrued liabilities	125,448	1,371	1,641	128,460
Due to other funds	13,197	-	239,713	252,910
Unearned revenues	41,187	47,175	64,376	152,738
Total liabilities	<u>715,579</u>	<u>56,489</u>	<u>682,055</u>	<u>1,454,123</u>
<u>FUND BALANCES</u>				
Non spendable:				
Inventories and prepayments	148,853	-	15,700	164,553
Restricted for:				
Police impact fees	56,351	781,968	167,205	1,005,524
Culture and recreation impact fees	73,723	-	-	73,723
Affordable housing impact fees	226,398	-	-	226,398
Physical environment	-	-	157,831	157,831
Community development	-	-	35,984	35,984
Transportation			137,729	137,729
Committed for:				
Capital replacement	47,499	-	-	47,499
Assigned for next year's budget	1,367,463	-	-	1,367,463
Unassigned:	2,893,169	-	(164,782)	2,728,387
Total fund balances	<u>4,813,456</u>	<u>781,968</u>	<u>349,667</u>	<u>5,945,091</u>
Total liabilities and fund balances	<u>\$ 5,529,035</u>	<u>\$ 838,457</u>	<u>\$ 1,031,722</u>	<u>\$ 7,399,214</u>

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

CITY OF WILTON MANORS, FLORIDA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

Fund balances - total government funds (Page 16)	\$	5,945,091
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets	59,747,093	
Less: accumulated depreciation	<u>(31,248,061)</u>	28,499,032
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.</p>		
Governmental notes and bank loans	(5,880,515)	
Capital leases	(5,564)	
Compensated absences	<u>(601,440)</u>	(6,487,519)
Bond interest payable not reported in the governmental funds		(41,129)
Net OPEB obligation attributable to retiree benefits financed from governmental fund types		<u>(70,800)</u>
Net position of governmental activities (Page 14)	\$	<u>27,844,675</u>

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

CITY OF WILTON MANORS, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>General</u> <u>Fund</u>	<u>Fire Assessment</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
Revenues:				
Taxes:				
Property	\$ 6,214,184	\$ -	\$ -	\$ 6,214,184
Franchise	830,630	-	473,168	1,303,798
Utility services	2,110,460	-	-	2,110,460
Intergovernmental	1,272,396	-	510,957	1,783,353
Special assessments	-	1,500,803	8,596	1,509,399
Charges for services	435,870	103,085	2,343	541,298
Licenses and permits	591,592	-	-	591,592
Fines and forfeitures	226,896	-	136,780	363,676
Investment income	7,018	6,377	741	14,136
Impact fees	21,885	-	-	21,885
Miscellaneous	328,483	28	67,809	396,320
Total revenues	<u>12,039,414</u>	<u>1,610,293</u>	<u>1,200,394</u>	<u>14,850,101</u>
Expenditures:				
Current:				
General government	2,990,784	-	-	2,990,784
Public safety	6,395,710	1,346,879	106,069	7,848,658
Culture and recreation	2,735,550	-	56,054	2,791,604
Physical environment	-	-	308,600	308,600
Transportation	195,506	-	59,872	255,378
Debt service:				
Principal	554,183	-	-	554,183
Interest	219,220	-	-	219,220
Capital Outlay:	<u>1,011,858</u>	<u>3,235</u>	<u>488,309</u>	<u>1,503,402</u>
Total expenditures	<u>14,102,811</u>	<u>1,350,114</u>	<u>1,018,904</u>	<u>16,471,829</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,063,397)</u>	<u>260,179</u>	<u>181,490</u>	<u>(1,621,728)</u>
Other financing sources (uses):				
Transfers in	1,760,213	-	-	1,760,213
Transfers out	-	(206,197)	(209,583)	(415,780)
Total other financing sources (uses)	<u>1,760,213</u>	<u>(206,197)</u>	<u>(209,583)</u>	<u>1,344,433</u>
Net change in fund balances	(303,184)	53,982	(28,093)	(277,295)
Fund balances - beginning	<u>5,116,640</u>	<u>727,986</u>	<u>377,760</u>	<u>6,222,386</u>
Fund balances - ending	<u>\$ 4,813,456</u>	<u>\$ 781,968</u>	<u>\$ 349,667</u>	<u>\$ 5,945,091</u>

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

CITY OF WILTON MANORS, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Amounts reported for governmental activities in the statement of activities (Page 15) are different because:

Net change in fund balances - total government funds (Page 18)	\$	(277,295)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are depreciated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets	1,503,402	
Less: current year provision for depreciation	<u>(1,932,216)</u>	(428,814)

Proceeds from issuance of debt are reported as financing sources in governmental funds financial statements and thus contribute to the net change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayments of principal is an expenditure in the governmental funds financial statements, but reduces the liability in the statement of net position.

Principal repayments		
General obligation notes and bank loans	440,508	
Notes payable	100,000	
Capital leases	<u>13,675</u>	554,183

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.

Accrued compensated absences		(103,561)
Increase in accrued interest payable on governmental debts		(14,317)

Contributions to the retiree benefits do not use current financial resources and are not recorded in full as expenditures in the governmental funds, however these disbursements decrease the net OPEB obligation in the statement of activities.

		<u>1,100</u>
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Change in net position of governmental activities (Page 15)	\$	<u>(268,704)</u>
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CITY OF WILTON MANORS, FLORIDA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2014

<u>ASSETS</u>	<u>Business- type activities - Enterprise Funds</u>			
	<u>Major Funds</u>		<u>Non Major Fund</u>	
	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Drainage Fund</u>	<u>Total</u>
Current assets:				
Equity in pooled cash and cash equivalents	\$ 1,904,285	\$ 596,027	\$ 773,787	\$ 3,274,099
Restricted cash and cash equivalents	1,908,708	-	-	1,908,708
Accounts receivable, net	621,067	-	33,786	654,853
Due from other funds	3,911	-	9,286	13,197
Inventories	26,339	-	-	26,339
Prepayments	495	-	-	495
Deposits	-	31,174	-	31,174
Total current assets	<u>4,464,805</u>	<u>627,201</u>	<u>816,859</u>	<u>5,908,865</u>
Non-current assets:				
Capital assets, non-depreciable	1,502,973	458,532	-	1,961,505
Capital assets, depreciable - net	<u>13,022,792</u>	<u>624,479</u>	<u>917,298</u>	<u>14,564,569</u>
Total non-current assets	<u>14,525,765</u>	<u>1,083,011</u>	<u>917,298</u>	<u>16,526,074</u>
Total assets	<u>18,990,570</u>	<u>1,710,212</u>	<u>1,734,157</u>	<u>22,434,939</u>
	<u>LIABILITIES</u>			
Current liabilities (payable from unrestricted assets)				
Accounts payable	409,400	100,394	81,052	590,846
Accrued expenses	10,902	2,723	710	14,335
Due to other funds	-	-	-	-
Accrued interest payable	73,992	8,372	-	82,364
Compensated absences payable	38,412	-	480	38,892
Bonds and notes payable	1,209,635	86,974	-	1,296,609
Current liabilities (payable from restricted assets)				
Customer deposits	<u>444,218</u>	<u>-</u>	<u>-</u>	<u>444,218</u>
Total current liabilities	<u>2,186,559</u>	<u>198,463</u>	<u>82,242</u>	<u>2,467,264</u>
Noncurrent liabilities:				
Bonds and notes payable	3,211,130	927,903	-	4,139,033
Compensated absences payable	<u>16,374</u>	<u>1,652</u>	<u>2,188</u>	<u>20,214</u>
Total noncurrent liabilities	<u>3,227,504</u>	<u>929,555</u>	<u>2,188</u>	<u>4,159,247</u>
Total liabilities	<u>5,414,063</u>	<u>1,128,018</u>	<u>84,430</u>	<u>6,626,511</u>
	<u>NET POSITION</u>			
Net investment in capital assets	10,324,532	402,155	917,298	11,643,985
Restricted for:				
Renewal and replacement	300,000	-	-	300,000
Debt service	1,144,317	-	-	1,144,317
Unrestricted	<u>1,807,658</u>	<u>180,039</u>	<u>732,429</u>	<u>2,720,126</u>
Total net position	<u>\$ 13,576,507</u>	<u>\$ 582,194</u>	<u>\$ 1,649,727</u>	<u>\$ 15,808,428</u>

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

CITY OF WILTON MANORS, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Business- type activities - Enterprise Funds</u>			<u>Total</u>
	<u>Major Funds</u>		<u>Non Major Fund</u>	
	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Drainage Fund</u>	
Operating revenues:				
Charges for services	\$ 7,381,474	\$ 645,009	\$ 388,822	\$ 8,415,305
Impact fees	4,150	-	-	4,150
Other services	61,076	-	-	61,076
Total operating revenues	<u>7,446,700</u>	<u>645,009</u>	<u>388,822</u>	<u>8,480,531</u>
Operating expenses:				
Water/sewer system operations	3,070,646	-	-	3,070,646
Personnel services	672,320	32,291	87,784	792,395
General and administrative expenses	470,093	394,386	42,971	907,450
Maintenance and repair	125,506	-	26,230	151,736
Depreciation	709,720	36,781	97,127	843,628
Total operating expenses	<u>5,048,285</u>	<u>463,458</u>	<u>254,112</u>	<u>5,765,855</u>
Operating income	<u>2,398,415</u>	<u>181,551</u>	<u>134,710</u>	<u>2,714,676</u>
Nonoperating revenues (expenses):				
Interest income	2,650	1,743	1,000	5,393
Interest expense	(156,704)	(27,230)	-	(183,934)
Gain from disposal of capital assets	3,911	-	9,286	13,197
Total nonoperating revenues (expenses)	<u>(150,143)</u>	<u>(25,487)</u>	<u>10,286</u>	<u>(165,344)</u>
Income before transfers	<u>2,248,272</u>	<u>156,064</u>	<u>144,996</u>	<u>2,549,332</u>
Transfer in	-	-	57,279	57,279
Transfer out	(1,354,980)	(46,732)	-	(1,401,712)
Net transfers	<u>(1,354,980)</u>	<u>(46,732)</u>	<u>57,279</u>	<u>(1,344,433)</u>
Change in net position	893,292	109,332	202,275	1,204,899
Total net position, October 1	<u>12,683,215</u>	<u>472,862</u>	<u>1,447,452</u>	<u>14,603,529</u>
Total net position, September 30	<u>\$ 13,576,507</u>	<u>\$ 582,194</u>	<u>\$ 1,649,727</u>	<u>\$ 15,808,428</u>

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

**CITY OF WILTON MANORS, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

	<u>Business- type activities - Enterprise Funds</u>			<u>Total</u>
	<u>Major Funds</u>		<u>Non Major Fund</u>	
	<u>Utility Fund</u>	<u>Parking Fund</u>	<u>Drainage Fund</u>	
Cash flows from operating activities:				
Receipts from customers, users and other	\$ 7,505,038	\$ 645,009	\$ 391,984	\$ 8,542,031
Payments to suppliers for goods and services	(3,850,301)	(373,287)	(7,745)	(4,231,333)
Payments to employees	(778,361)	(31,097)	(88,256)	(897,714)
Net cash provided by operating activities	<u>2,876,376</u>	<u>240,625</u>	<u>295,983</u>	<u>3,412,984</u>
Cash flows from noncapital financing activities:				
Transfers in from other funds	-	-	57,279	57,279
Transfer out to other funds	(1,354,980)	(46,732)	-	(1,401,712)
Net cash (used in) provided by noncapital financing activities	<u>(1,354,980)</u>	<u>(46,732)</u>	<u>57,279</u>	<u>(1,344,433)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(259,261)	(299,349)	(93,240)	(651,850)
Proceeds from sale of capital asset	3,911	-	9,286	13,197
Principal paid on capital debt	(1,125,474)	(102,647)	-	(1,228,121)
Interest paid on capital debt	(156,704)	(27,230)	-	(183,934)
Net cash used in capital and related financing activities	<u>(1,537,528)</u>	<u>(429,226)</u>	<u>(83,954)</u>	<u>(2,050,708)</u>
Cash flows from investing activities:				
Interest received	2,650	1,743	1,000	5,393
Net cash provided by investing activities	<u>2,650</u>	<u>1,743</u>	<u>1,000</u>	<u>5,393</u>
Net (decrease) increase in equity in pooled cash and cash equivalents:	(13,482)	(233,590)	270,308	23,236
Cash and cash equivalents at beginning of year	<u>3,826,475</u>	<u>829,617</u>	<u>503,479</u>	<u>5,159,571</u>
Cash and cash equivalents at end of year	<u>\$ 3,812,993</u>	<u>\$ 596,027</u>	<u>\$ 773,787</u>	<u>\$ 5,182,807</u>
Cash and cash equivalents per statement of net position				
Unrestricted	\$ 1,904,285	\$ 596,027	\$ 773,787	\$ 3,274,099
Restricted	1,908,708	-	-	1,908,708
Total, September 30	<u>\$ 3,812,993</u>	<u>\$ 596,027</u>	<u>\$ 773,787</u>	<u>\$ 5,182,807</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 2,398,415	\$ 181,551	\$ 134,710	\$ 2,714,676
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation and amortization	709,720	36,781	97,127	843,628
Change in assets and liabilities:				
Decrease in accounts receivable	58,338	-	3,162	61,500
Decrease (increase) in due from other funds	(3,911)	-	(9,274)	(13,185)
Decrease in inventories	16,347	-	-	16,347
Increase in prepayments	(85)	-	-	(85)
(Decrease) increase in accounts payable	(206,893)	21,099	70,730	(115,064)
(Decrease) increase in accrued liabilities	(74,179)	957	148	(73,074)
Decrease in due to other funds	(26)	-	-	(26)
(Decrease) increase compensated absences	(31,862)	237	(620)	(32,245)
Increase in customer deposits	10,512	-	-	10,512
Total adjustments	<u>477,961</u>	<u>59,074</u>	<u>161,273</u>	<u>698,308</u>
Net cash provided by operating activities:	<u>\$ 2,876,376</u>	<u>\$ 240,625</u>	<u>\$ 295,983</u>	<u>\$ 3,412,984</u>

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

CITY OF WILTON MANORS, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2014

	Pension Trust Funds
<u>ASSETS</u>	
Cash and cash equivalents	\$ <u>1,092,184</u>
Receivables:	
City contributions	2,846
Due from Florida State Division of Retirement	57,830
Receivables from securities sold	55,262
Receivable deferred retirement option payable (DROP)	10,000
Interest and dividends receivable	<u>63,279</u>
Total receivables	<u>189,217</u>
Investments, at fair value:	
U.S. Government and agency securities	5,600,467
Corporate bonds and notes	820,736
Domestic equity funds	3,247,050
Common stocks	15,738,966
International equity commingled fund	<u>564,449</u>
Total investments	<u>25,971,668</u>
Total assets	<u>27,253,069</u>
<u>LIABILITIES</u>	
Accounts payable and accrued expenses	50,383
Due for securities purchased	<u>99,397</u>
Total liabilities	<u>149,780</u>
<u>NET POSITION</u>	
Net position restricted for DROP benefits	705,990
Net position restricted for defined benefits	<u>26,397,299</u>
Net position restricted for pensions	<u>\$ 27,103,289</u>

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

CITY OF WILTON MANORS, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Pension Trust Funds
Additions:	
Contributions:	
Plan members	\$ 59,289
State	162,399
City	1,645,738
Total contributions	1,867,426
Investment income:	
Net appreciation in fair value of investments	2,485,689
Interests and dividends	642,571
Total	3,128,260
Less:	
Investment expenses	134,695
Net investment income	2,993,565
Miscellaneous income	2,154
Total Additions	4,863,145
Deductions:	
Pension benefits paid	3,298,153
Administrative expenses	109,304
Total deductions	3,407,457
Change in net position	1,455,688
Net position, beginning, as restated	25,647,601
Net position, ending	\$ 27,103,289

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



NOTES TO BASIC FINANCIAL STATEMENTS

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. *Reporting Entity*

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

The financial statements were prepared in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39 and 61, which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Based on the application of these criteria, one entity was evaluated for inclusion in the City's reporting entity with the following results:

Island City Foundation (the "Foundation") - The City passed Resolution No. 1979 on May 27, 1997 creating a non-profit organization to principally promote and support public purposes benefitting the residents of Wilton Manors, Florida, including but not limited to activities in the arts; various social services, construction, development, restoration or improvement of public facilities, improvement and expansion of programs in law enforcement, education, economic development, establish endowment fund for the purpose of generating a permanent dedicated revenue to complement other sources available to the City, and so forth. The Foundation is legally separate entity and is governed by Board of Directors, which is composed of five members appointed by the Commission of the City of Wilton Manors, Florida. Currently, the Foundation's Board is made up of Wilton Manors Commission. The Foundation is considered a component unit and has not been included in the financial statements of the City since the financial activities of the Foundation as of and for the fiscal year ended September 30, 2014, are not considered material to the financial statements of the City.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

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. All interfund activities, except interfund services provided and used, have been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities of the reporting entity, which rely to a significant extent on fees and charges for support.

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within two (2) months 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 judgment, are recorded only when payment is due.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c. *Measurement Focus, Basis of Accounting and Financial Statement Presentation*
(Continued)

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

The City reports the following major governmental funds:

- The *general fund* is the City's main operating fund. It accounts for all financial resources except those required to be accounted for in other funds.
- The City uses the *fire assessment fund* to account for the revenues and expenditures associated with fire prevention, suppression, and emergency medical services.

The City reports the following major proprietary funds:

- The City uses the *utility fund* to account for maintaining the financial operations of the City's water and wastewater transmission lines.
- The *parking fund* is used to account for fees collected for maintenance and capital improvement of the City's parking system.

Additionally, the City reports the following fund types and nonmajor funds:

The *special revenue funds* account for the proceeds of specific revenue sources that are restricted legally to expenditures for specified purposes other than debt service or capital project.

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

The *pension trust* funds include the General Employees and Police Officers Pension Trust and Volunteer Firefighters Pension Trust which account for the accumulation of resources to be used for pension benefit payments to qualifying City's employees, police officers and volunteer firefighters. The Pension Trusts' fiduciary net position has been determined on the same basis used by the pension plans.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c. *Measurement Focus, Basis of Accounting and Financial Statement Presentation*
(Continued)

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

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

Proprietary funds distinguish *operating revenues* and expenses from *non-operating items*. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues for the proprietary funds include the sale of water and wastewater services for the Utility Fund and user fees for the Drainage and Parking Fund. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

d. *Assets, Liabilities, and Net Position*

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three (3) months or less from the date of acquisition.

State statutes requires all deposits of the City, including demand deposit accounts, time deposit accounts and money market accounts be held in institutions designated by the Treasurer of the State of Florida as "qualified depositories" and accordingly, are covered by a collateral pool as required by that statute.

Investments are reported at fair value. Investments owned by the City are accounted for in the City's investment pool. Income earned from this pool is allocated to the respective funds based on average monthly balances.

2. Receivables

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d. Assets, Liabilities, and Net Position *(continued)*

2. Receivables (continued)

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

3. Interfund Receivables and Payables

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

4. Inventory and prepaid items

Inventories are valued at cost, using the weighted average cost method. Inventories consisting primarily of expendable supplies held for consumption are recorded as expenditures when consumed rather than purchased.

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

5. Restricted assets

Certain proceeds of the bank loans and revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by the applicable bond indenture covenants. Restricted assets also include certain amounts collected from customers as deposits for water and wastewater services and cash held by third parties, which based upon some contractual provisions, restricts the use of these resources.

6. Capital assets

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

Donated capital assets are recorded at fair market value at date of donation.

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d. Assets, Liabilities, and Net Position (Continued)

6. Capital assets (continued)

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

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

Assets	Years
Infrastructure	40-50
Improvements other than buildings	10-20
Buildings	50
Machinery and equipment	6-15

7. Long-term debt

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

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

8. Unearned revenue

Inflows that do not yet meet the criteria for revenue recognition, such as occupational licenses collected in advance, are recorded as unearned revenue in the government-wide and in the fund financial statements.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d. Assets, Liabilities, and Net Position (Continued)

9. Compensated absences

It is the City's policy to permit eligible employees to accumulate earned but unused vacation and sick pay benefits. Upon separation from service, employees receive payment for a portion of unused vacation time and sick leave subject to length of service and contract classification. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

10. Net Position

Government-wide statements and proprietary funds statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. Restricted net position - consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - all other net position that do not meet the definition of "restricted" or "net investment in capital assets."

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.

11. Fund Equity

The City follows GASB Statement No. 54, *Fund Balance Reporting and Governmental Type Definitions* which requires that governmental fund financial statements present fund balance based on classification that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental fund can be spent. The classification used in the governments fund financial statements are as follows:

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d. Assets, Liabilities, and Net Position (Continued)

11. Fund Equity (continued)

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

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

Assigned: Amount in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The City Commission has by resolution authorized the City Manager to assign fund balance. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

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

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d. Assets, Liabilities, and Net Position (Continued)

12. Minimum Fund Balance Policy

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

13. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates that affect the amounts reported in the accompanying financial statements. Although these estimates are based on management's knowledge of current events and actions, it may undertake in the future, they may differ from actual results.

2. DEPOSITS AND INVESTMENTS

Governmental and Proprietary Funds

Deposits and investments are reflected in the accompanying statements of net position, balance sheet – governmental funds and statement of Net position – proprietary funds, in the following accounts.

Pooled cash	\$ 8,895,775
Cash held by third party	572,336
Restricted cash and cash equivalents	<u>1,912,708</u>
	<u>\$11,380,819</u>

Deposits

As of September 30, 2014, the City's carrying amount of deposits was \$3,282,870 including cash held by third party totaling \$572,336. Bank balances before reconciling items were \$2,779,104 at that date, the total of which is collateralized or insured with securities held by the City or by its agent in the City's name as discussed below.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Governmental and Proprietary Funds (Continued)

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. All of the City's deposits are entirely insured by federal depository insurance or collateralized by the multiple financial institution collateral pool pursuant to Florida Statutes, Chapter 280, "*Florida Security for Public Deposit Act*". Under this Act, all qualified public depositories are required to pledge eligible collateral having a fair value equal to or greater than the average daily or monthly balance of all public deposits, multiplied by the depository's collateral pledging level.

Investments

Florida Statutes and City Ordinance authorize City officials to invest pooled funds in United States bonds and obligations, guaranteed United States agency issues, Florida county, municipal and district general, excise and revenue obligations, Florida bank certificates of deposit, bankers acceptances, reverse repurchase agreements and prime commercial paper issues. Investments in the enterprise funds are allowed to be comprised of U.S. Treasury State and Local Government Series Securities (SLGS).

The City has established a maximum maturity of five years on any investment.

As of September 30, 2014, the City had the following investments:

	<u>Amount</u>	<u>Rating</u>
SBA - Florida Prime	\$ 8,095,068	AAAm

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

The investments in the LGIP is not insured by FDIC or any other governmental agency.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Governmental and Proprietary Funds (Continued)

Investments (Continued)

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

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

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

The weighted average day to maturity (WAM) of SBA-Florida Prime at year end was 39 days.

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

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

The City's investment in the LGIP was rated AAAM by Standard and Poor's as of September 30, 2014.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds

General Employees and Police Pension Plan

Basis of Accounting

The General Employees and Police Pension Plan's financial statements are prepared using the accrual basis of accounting. Employee contributions are recognized as revenues in the period in which the contributions are due. Employer contributions are recognized as revenues when due pursuant to the actuarial valuations. Interest income is recorded as earned and dividend income is recorded as of the ex-dividend date. Benefits and refunds are recognized when due and payable in accordance with the terms of the General Employees and Police Pension Plan.

Cash and Cash Equivalents

Deposits are carried at costs and are included in cash and cash equivalents in the statement of fiduciary net position. Cash and cash equivalents include demand accounts and short-term investment funds (STIF). The allowable STIF investments are the custodial short-term (money market) commingled fund, commercial paper and U.S. governmental obligations. Cash and cash equivalents at September 30, 2014 consist of short term investment amounting to \$1,035,841.

Investment Policy

The Plan's investment policy is determined by the Board of Trustees. The policy has been identified by the Board to conduct the operations of the Plan in a manner so that the assets will provide the pension and other benefits provided under applicable laws, including City ordinances, thereby fulfilling the Plan's main objective of capital preservation with capital appreciation and some level of current income. The Trustees are authorized to acquire and retain every kind of property, real, personal or mixed, and every kind of investment specifically including, but not by way of limitation, bonds, debentures, and other corporate obligations, and stock, preferred or common.

Investment in common stock or capital stock shall be limited to those listed on a major U.S. stock exchange and limited to no more than 60% (at market) of the Plan's total asset value, with no more than 5% of the Plan's total assets, at cost, invested in the common stock of any one company.

Investment managers should not invest in fixed income securities rated less than "A" by a nationally recognized rating agency. Except for U.S. treasury and U.S. Agency obligation, no manager should invest more than 5% of the Plan assets in the securities of a single issuer. No issues may be purchased with more than 15 years to maturity.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds (Continued)

General Employees and Police Pension Plan (Continued)

Florida statutes and Plan investment policy authorize the Trustees to invest funds in various investments. The Plan's investment policy target and actual asset allocations as of September 30, 2014:

Authorized Investments	Investment Policy	Actual Allocation
Domestic equity	25-60%	60%
International equity commingled funds	0-20%	12%
Fixed income	25-50%	24%
Cash equivalents	0-20%	4%

During the year ended September 30, 2014 the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated in value by \$2,360,732 as follows:

Common Stock	\$ 1,972,850
Equity Mutual Funds	360,800
Corporate Bonds	81,266
Government Securities	<u>(54,184)</u>
Total	<u>\$ 2,360,732</u>

Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. Interest rate risk disclosures are required for all debt investments, as well as investments in mutual funds, external investment pools and other pooled investments that do not meet the definition of a 2a7-like pool.

Information as to the maturities of the Plan's fixed income portfolio is as follows:

<u>Investment Type</u>	<u>Fair Value</u>	Investment Maturities (in years)			
		<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
Corporate bonds	\$ 778,397	\$ -	\$ 102,030	\$ 676,367	\$ -
U.S. Government Treasury	2,341,052	-	455,684	1,885,368	-
U.S. Agency	<u>2,970,503</u>	-	<u>645,852</u>	<u>1,519,609</u>	<u>805,042</u>
Total fixed income securities	<u>\$ 6,089,952</u>	<u>\$ -</u>	<u>\$ 1,203,566</u>	<u>\$ 4,081,344</u>	<u>\$ 805,042</u>

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. The Plan's investment policy utilizes portfolio diversification in order to control this risk.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds (Continued)

General Employees and Police Pension Plan (Continued)

The following table discloses credit ratings by investment type, at September 30, 2014, as applicable:

	<u>Fair Value</u>
Quality rating of credit risk debt securities	
A1	\$ 62,679
A2	195,310
A3	476,599
Aa1	71,838
Aa2	109,212
Aa3	58,070
Aaa	2,791,594
Unrated	<u>2,324,650</u>
Total credit risk debt securities	<u>\$ 6,089,952</u>

Concentration of credit risk is the risk inherent in concentrating too high a portion of the portfolio in the securities of any one issuer or type of investment. The investment policy of the Plan contains limitations on the amount that can be invested in any one issuer as well as maximum portfolio allocation percentages. There were no individual investments that represent 5% or more of combined plan net position at September 30, 2014.

Foreign currency risk is the risk that fluctuations in currency exchange rate may affect transaction conducted in currencies other than U.S. Dollars as well as the carrying value of foreign investments. The Plan's exposure to foreign currency risk derives mainly from its investments in international equity funds and American Depository Receipts.

American Depository Receipts (ADRs) are non-U.S. equity that are issued in U.S. dollars and have no foreign currency risk, and therefore are not included above. The total foreign investments in ADR's are \$2,625,184. Additionally, the international funds that the Plan invest in have a combined amount of \$535,331 in cash that is included as part of the international holdings. The investment policy limits the foreign investments to no more than 20% of the Plan's investment balance. As of year-end, the foreign investments were 12% of total investments.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds (Continued)

Volunteer Firefighter Retirement System

Basis of Accounting

The Volunteer Firefighter Retirement System (the System)'s financial statements are prepared using the accrual basis of accounting. State contributions are recognized as revenue in the period in which are approved by the State. Interest income is recorded as earned and dividend income is recorded as of the ex-dividend date. Benefits are recognized when due and payable in accordance with the terms of the System.

Cash and Cash Equivalents

Deposits are carried at costs and are included in cash and cash equivalents in the statement of fiduciary net position. Cash and cash equivalents include demand accounts and short-term investment funds (STIF). The allowable STIF investments are the custodial short-term (money market) commingled fund, commercial paper and U.S. governmental obligations. Cash and cash equivalents at September 30, 2014 consist of short term investment amounting to \$56,343.

Investment Policy

The System's investment policy is determined by the Board of Trustees. The policy has been identified by the Board to conduct the operations of the System in a manner so that the assets will provide the pension and other benefits provided under applicable laws, including City ordinances, thereby fulfilling the System's main objective of capital preservation with capital appreciation and some level of current income. The Trustees are authorized to acquire and retain every kind of property, real, personal or mixed, and every kind of investment specifically including, but not by way of limitation, bonds, debentures, and other corporate obligations, and stock, preferred or common.

Investment in all equity securities is limited to those listed on a major US stock exchange and limited to no more than 60% of the Plan's total asset value with no more than 5% of an investment manager's equity portfolio invested in the shares of a single corporate issuer. Investment in stocks of foreign companies is limited to 20% of the value of the equity portfolio. The fixed income portfolio shall be comprised of securities rate "A" or higher by Moody's or Standard and Poor's rating services with no more than 5% of an investment manager's total fixed income portfolio invested in the securities of any single corporate issuer except for US Treasury and agency obligations.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds (Continued)

Volunteer Firefighters Retirement System (Continued)

Florida statutes and the System investment policy authorize the Trustees to invest funds in various investments. The Plan's investment policy target and actual asset allocations as of September 30, 2014:

Authorized Investments	<u>Investment Policy</u>	<u>Actual Allocation</u>
Domestic equity	25-60%	60%
International equity	0-20%	12%
Fixed income	25-50%	24%
Cash equivalents	0-20%	4%

Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. Interest rate risk disclosures are required for all debt investments, as well as investments in mutual funds, external investment pools and other pooled investments that do not meet the definition of a 2a7-like pool.

Information as to the maturities of the System's fixed income portfolio is as follows:

<u>Investment Type</u>	<u>Fair Value</u>	Investment Maturities (in years)			
		<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
Corporate bonds	\$ 42,339	\$ -	\$ 5,550	\$ 36,789	\$ -
U.S. Government Treasury	127,337	\$ -	24,786	102,551	-
U.S. Agency	<u>161,575</u>	<u>-</u>	<u>35,130</u>	<u>82,656</u>	<u>43,789</u>
Total fixed income securities	<u>\$ 331,251</u>	<u>\$ -</u>	<u>\$ 65,466</u>	<u>\$ 221,996</u>	<u>\$ 43,789</u>

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The Plan's investment policy utilizes portfolio diversification in order to control this risk. Included in the AAA rating below are non-rated Government holdings.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Fiduciary Funds (Continued)

Volunteer Firefighters Retirement System (Continued)

The following table discloses credit ratings by investment type, at September 30, 2014, as applicable:

	<u>Fair Value</u>
Quality rating of credit risk debt securities	
A1	\$ 3,409
A2	10,624
A3	25,924
Aa1	3,907
Aa2	5,940
Aa3	3,159
Aaa	151,843
Unrated	<u>126,445</u>
Total	<u>\$ 331,251</u>

Concentration of credit risk is the risk inherent in concentrating too high a portion of the portfolio in the securities of any one issuer or type of investments. The Plan limits such investments as described earlier in this footnote. There were no individual investments that represent 5% or more of fiduciary net position at September 30, 2014.

Foreign currency risk is the risk that fluctuations in currency exchange rate may affect transaction conducted in currencies other than U.S. Dollars as well as the carrying value of foreign investments. The Plan's exposure to foreign currency risk derives mainly from its investments in international equity funds and American Depository Receipts.

American Depository Receipts (ADRs) are non-U.S. equity that are issued in U.S. dollars and have no foreign currency risk, and therefore are not included above. The total foreign investments in ADR's are \$142,792. Additionally, the international funds that the Plan invest in have a combined amount of \$29,118 in cash that is included as part of the international holdings. The investment policy limits the foreign investments to no more than 20% of the Plan's investment balance. As of year-end, the foreign investments were 12% of total investments.

Consistent with the System's investment policy, the investments are held by City of Wilton Manors, Florida Pension Plan for General Employees and Police (the "Plan") custodial bank and registered in the Plan's name.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

3. RECEIVABLES AND PAYABLES

Receivables as of year-end for the City's individual major governmental funds and nonmajor governmental funds in aggregate, including the applicable allowances for uncollectible accounts are as follows:

	General Fund	Nonmajor Funds	Total
Intergovernmental	\$ 168,763	\$ 110,557	\$ 279,320
Customer accounts	31,337	219,555	250,892
Others	294,724	-	294,724
Gross receivables	494,824	330,112	824,936
Less: Allowance for uncollectible	(14,239)	(13,761)	(28,000)
Net total receivables	<u>\$ 480,585</u>	<u>\$ 316,351</u>	<u>\$ 796,936</u>

Receivables as of year-end for the City's individual major business-type activities and nonmajor business-type activities fund, including the applicable allowances for uncollectible accounts are as follows:

	Utility Fund	Nonmajor Fund	Total
Customer accounts	\$ 808,155	\$ 44,075	\$ 852,230
Less: Allowance for uncollectible	(187,088)	(10,289)	(197,377)
Net total receivables	<u>\$ 621,067</u>	<u>\$ 33,786</u>	<u>\$ 654,853</u>

Accounts payables and accrued liabilities at September 30, 2014, were as follows:

	General Fund	Fire Assessment Fund	Nonmajor Funds	Total
<u>Governmental activities</u>				
Vendor	\$ 312,650	\$ 7,943	\$ 376,325	\$ 696,918
Payroll and related accruals	348,545	1,371	1,641	351,557
Total (fund statements)	661,195	9,314	377,966	1,048,475
Interest accrual	41,129	-	-	41,129
Total (government-wide)	<u>\$ 702,324</u>	<u>\$ 9,314</u>	<u>\$ 377,966</u>	<u>\$ 1,089,604</u>

	Utility Fund	Parking Fund	Nonmajor Fund	Total
<u>Business-Type Activities</u>				
Vendor	\$ 383,094	\$ 100,394	\$ 78,946	\$ 562,434
Payroll and related accruals	26,306	2,723	2,816	31,845
Interest accruals	73,992	8,372	-	82,364
Other accruals	10,902	-	-	10,902
Total	<u>\$ 494,294</u>	<u>\$ 111,489</u>	<u>\$ 81,762</u>	<u>\$ 687,545</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

4. INTERFUND BALANCES AND TRANSFERS

Interfund balances and transfers are as follows:

Interfund receivables/payables:

<u>Receivable Fund</u>	<u>Payable Fund</u>			
	<u>Non Major- Fund Governmental</u>	<u>Non major Fund- Proprietary</u>	<u>Utility Fund</u>	<u>Total</u>
General Fund	\$ -	\$ 9,286	\$ 3,911	\$ 13,197
Non Major Business- type Funds	<u>239,713</u>	<u>-</u>	<u>-</u>	<u>239,713</u>
	<u>\$ 239,713</u>	<u>\$ 9,286</u>	<u>\$ 3,911</u>	<u>\$ 252,910</u>

Interfund advances were necessary to provide additional funds to complete projects and programs and supply match funds for grants used for such projects and programs. These amounts will be paid when funds become available in the payable funds. It is expected that the Police Training Fund and Miscellaneous Grants Fund will pay off their advances in the next fiscal year.

<u>Transfers Out</u>	<u>Operating Transfers In</u>		
	<u>General Fund</u>	<u>Non major Fund- Proprietary</u>	<u>Total</u>
Non Major Funds – Governmental	\$ 209,583	\$ -	\$ 209,583
Parking Fund	46,732	-	46,732
Fire Assessment Fund	206,197	-	206,197
Utility Fund	<u>1,297,701</u>	<u>57,279</u>	<u>1,354,980</u>
Total	<u>\$ 1,760,213</u>	<u>\$ 57,279</u>	<u>\$ 1,817,492</u>

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

5. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2014 was as follows:

	Balance October 1, <u>2013</u>	<u>Increases</u>	<u>Decreases</u>	Balance September 30, <u>2014</u>
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 8,711,448	\$ 411,668	\$ -	\$ 9,123,116
Intangible assets	<u>42,070</u>	<u>-</u>	<u>-</u>	<u>42,070</u>
Total assets not being depreciated	<u>8,753,518</u>	<u>411,668</u>	<u>-</u>	<u>9,165,186</u>
Capital assets being depreciated:				
Buildings	13,196,612	-	-	13,196,612
Improvements other than buildings	11,170,417	286,465	-	11,456,882
Machinery & equipment	6,816,193	282,060	-	7,098,253
Transportation	289,326	366,449	(198,767)	457,008
Infrastructure	<u>18,216,392</u>	<u>156,760</u>	<u>-</u>	<u>18,373,152</u>
Total capital assets being depreciated	<u>49,688,940</u>	<u>1,091,734</u>	<u>(198,767)</u>	<u>50,581,907</u>
Less accumulated depreciation for:				
Buildings	(2,539,305)	(415,838)	-	(2,955,143)
Improvements other than buildings	(7,766,330)	(887,240)	-	(8,653,570)
Machinery & equipment	(5,526,403)	(385,282)	-	(5,911,685)
Transportation	(26,158)	(187,313)	198,767	(14,704)
Infrastructure	<u>(13,656,416)</u>	<u>(56,543)</u>	<u>-</u>	<u>(13,712,959)</u>
Total accumulated depreciation	<u>(29,514,612)</u>	<u>(1,932,216)</u>	<u>198,767</u>	<u>(31,248,061)</u>
Total capital assets being depreciated, net	<u>20,174,328</u>	<u>(840,482)</u>	<u>-</u>	<u>19,333,846</u>
Governmental activities capital assets, net	<u>\$ 28,927,846</u>	<u>\$ (424,814)</u>	<u>\$ -</u>	<u>\$ 28,499,032</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

5. CAPITAL ASSETS (CONTINUED)

	<u>Balance October 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers/ Reclassifications</u>	<u>Balance September 30, 2014</u>
Business—type activities:					
Capital assets not being depreciated:					
Land	\$ 1,960,393	\$ 1,112	\$ -	\$ -	\$ 1,961,505
Construction in progress	<u>6,827</u>	<u>277,491</u>	<u>-</u>	<u>(284,318)</u>	<u>-</u>
Total assets not being depreciated	<u>1,967,220</u>	<u>278,603</u>	<u>-</u>	<u>(284,318)</u>	<u>1,961,505</u>
Capital assets being depreciated					
Infrastructure	22,835,099	92,657	-	284,318	23,212,074
Improvements other than building	5,466,828	-	-	-	5,466,828
Buildings	637,469	57,809	-	-	695,278
Transportation	403,373	104,248	(40,418)	-	467,203
Machinery & equipment	<u>1,352,202</u>	<u>118,533</u>	<u>-</u>	<u>-</u>	<u>1,470,735</u>
Total capital assets being depreciated	<u>30,694,971</u>	<u>373,246</u>	<u>(40,418)</u>	<u>284,318</u>	<u>31,312,118</u>
Less accumulated depreciation for					
Infrastructure	(9,213,786)	(699,741)	-	-	(9,913,527)
Improvements other than buildings	(5,466,828)	-	-	-	(5,466,828)
Buildings	(37,503)	(1,745)	-	-	(39,248)
Transportation	(254,551)	(53,952)	40,418	-	(268,085)
Machinery & equipment	<u>(971,671)</u>	<u>(88,190)</u>	<u>-</u>	<u>-</u>	<u>(1,059,861)</u>
Total accumulated depreciation	<u>(15,944,339)</u>	<u>(843,628)</u>	<u>40,418</u>	<u>-</u>	<u>(16,747,549)</u>
Total capital assets being depreciated, net	<u>14,750,632</u>	<u>(470,381)</u>	<u>-</u>	<u>-</u>	<u>14,564,569</u>
Business-type activities capital assets, net	<u>\$ 16,717,852</u>	<u>\$ (191,778)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,526,074</u>

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

Governmental activities:	
General government	\$ 893,841
Public safety	310,251
Culture and recreation	643,153
Physical environment	25,844
Transportation	<u>59,127</u>
Total depreciation expense - governmental activities	<u>\$ 1,932,216</u>
Business-type activities:	
Utility	\$ 709,720
Parking	36,781
Drainage	<u>97,127</u>
	<u>\$ 843,628</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

6. RESTRICTED ASSETS

Restricted assets consist of the following balances as of September 30, 2014:

		<u>Reported in:</u>
Fire truck replacement funds held by third party	\$ 569,456	Fire Assessment Fund
Donations for scholarship and escrows	5,880	General Fund
Future building of shuffle board court	1,000	General Fund
Renewal and replacement reserve	300,000	Utility Fund
Debt service reserve	1,164,490	Utility Fund
Customer Deposits	444,218	Utility Fund
	<u>\$ 2,485,044</u>	

7. CAPITAL LEASE OBLIGATIONS

The City entered into a master lease agreement with certain banks as lessee for financing the acquisition of equipment on an as needed basis. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future lease payments as of the lease inception date.

The assets acquired through capital lease are as follows:

Machinery and equipment	\$ 231,431
Less: accumulated depreciation	<u>(150,670)</u>
Machinery and equipment, net	<u>\$ 80,761</u>

The future minimum capital lease obligations and the net present value of all lease payments, including the above, as of September 30, 2014 are as follows:

Year ending <u>September 30,</u>	
2015	\$ 28,130
Total Capital Lease Payments	28,130
Less: Amount representing interest	<u>(4,354)</u>
Present value of future minimum capital lease payments	<u>\$ 23,776</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

8. LONG-TERM DEBT

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
<u>General Obligation Notes and Bank Loans</u>		
<p>On December 1, 2011, the City entered into a bank loan in the amount of \$1,477,298 to refinance all of the City's outstanding General Obligation Bonds, Series 1999. The loan bears interest rate of 2.13% per annum and is payable on the 1st of June and December of each fiscal year through 2019 with semi-annual payments of principal and interest of \$107,085. The proceeds were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payments of the refunded bonds. As a result, the 1999 Series General Obligation Bond is considered defeased and the liability for those bonds have been removed from the statement of net position.</p>		
<p>The financial plan for the refunding showed similar amount of uses and sources of all money to pay off the debt, however the refinancing loan bears a lower net average interest cost rate than the General Obligation Bonds, providing for an economic gain of approximately \$101,000. The loan is secured by the same revenue and security as is currently pledged to the General Obligation Bonds, Series 1999.</p>	\$ 1,010,705	
<p>On March 14, 2008, the City entered into a General Obligation Bank Loan in the amount of \$6,000,000. This debt was authorized by a vote of the citizens on March 14, 2006 for the purpose of the construction of the new City Hall and Police Station building. This bank loan has an interest rate of 3.72% payable semi-annually for a term of 20 years. Principal is payable annually in varying amounts through 2028.</p>	4,669,810	
<u>Revenue Bonds and Bank Notes</u>		
<p>On March 20, 2007, the City issued \$8,999,974 Water and Sewer Revenue Refunding Bonds with an interest rate of 3.77% to advance refund \$2,590,000 of outstanding 1989 Series Water and Sewer Bonds and partial refunding of \$1,880,607 of outstanding 1998 Series Water and Sewer Revenue Bonds. The net proceeds from the bonds issuance of approximately \$4.5 million were used to finance the improvements of the water and sewer infrastructure system. This indebtedness is secured by essentially all of the revenues of the Utility Fund; Bond covenants include a requirement for net available revenue to exceed debt service by a ratio of 1.20.</p>		\$ 3,424,100
<p>On December 1, 2011, the City entered into a \$2,230,500 Utility and Parking System Revenue Notes, Series 2011 Agreement with a bank to finance the design and construction of a sewer lift station and to develop surface parking facilities; loan proceeds were allocated equally to each project. The bank note bears an interest rate of 2.52% per annum and is payable on the 1st of June and December of each fiscal year through 2016 with semi-annual payment of principal and interest of \$93,447. The loan is secured by proceeds from the tax on communication services. The amount of pledged revenues collected by the City in any fiscal year should equal to at least 150% of the maximum debt service requirement. Total principal and interest payment and communication service tax (pledged revenue) during fiscal year 2013 amounted to approximately \$186,891 and \$657,000, respectively. Current year's pledged revenue represents 334% of the maximum debt service requirements.</p>	-	<u>1,993,330</u>
	<u>\$ 5,680,515</u>	<u>\$ 5,417,430</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

8. LONG-TERM DEBT (CONTINUED)

The Indentures of Mortgage and Trust relating to the business-type revenue bonds establish a number of financial limitations and restrictions, which must be followed by the City. The City is in compliance with all significant aspects of such limitations and restrictions.

The series Water and Sewer Revenue Bonds are secured by a first lien on the net revenues of the Utility Fund.

Note Payable

On January 10, 2007, the City entered into an agreement for the purchase of property adjacent to the City Hall, formerly known as Rothe's Garage. The City issued a promissory note to the property owners in the amount of \$1,000,000. Principal payments of \$100,000 are due annually through 2016. Interest is fixed at 5.0% annually. The outstanding principal balance as of September 30, 2014 was \$200,000. The note is unsecured.

The following are the requirements to amortize all debt at September 30, 2014:

Governmental Activities

Fiscal Year Ending	General Obligations Notes and Bank Loans		Notes Payable	
	Principal	Interest	Principal	Interest
	2015	\$ 454,068	\$ 189,378	\$ 100,000
2016	467,734	175,371	100,000	5,000
2017	482,010	159,996	-	-
2018	496,747	145,972	-	-
2019	511,966	130,550	-	-
2020-2024	1,682,500	455,973	-	-
2025-2028	<u>1,585,490</u>	<u>120,664</u>	<u>-</u>	<u>-</u>
	<u>\$ 5,680,515</u>	<u>\$ 1,377,904</u>	<u>\$ 200,000</u>	<u>\$ 15,000</u>

Business Type Activities

Fiscal Year Ending	Water and Sewer Revenue Bonds		Utility and Parking Bank Loan	
	Principal	Interest	Principal	Interest
2015	\$1,098,870	\$109,937	\$137,523	\$49,370
2016	1,140,873	67,258	141,009	45,883
2017	1,184,357	22,697	144,585	42,307
2018	-	-	148,252	38,641
2019	-	-	152,011	34,882
2020-2024	-	-	819,873	114,594
2025-2027	<u>-</u>	<u>-</u>	<u>450,077</u>	<u>17,155</u>
	<u>\$ 3,424,100</u>	<u>\$ 199,892</u>	<u>\$ 1,993,330</u>	<u>\$ 342,832</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

8. LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Debt Retired</u>	<u>Ending Balance</u>	<u>Due within One year</u>
Governmental Activities:					
2008 General Obligation Bank Loan	\$ 4,920,710	\$ -	\$ 250,900	\$ 4,669,810	\$ 260,240
2011 General Obligation Refunding Note	1,200,313	-	189,608	1,010,705	193,668
Note payable	300,000	-	100,000	200,000	100,000
Capital leases	19,239	-	13,675	5,564	5,564
Other Liabilities:					
Compensated absences	497,879	541,340	437,779	601,440	-
Net OPEB obligation	<u>71,900</u>	<u>-</u>	<u>1,100</u>	<u>70,800</u>	<u>-</u>
Total governmental activities	<u>7,010,041</u>	<u>541,340</u>	<u>993,062</u>	<u>6,558,319</u>	<u>559,472</u>
Business-type Activities:					
Series 2007 Water and Sewer Revenue Refunding Bonds	4,482,513	-	1,058,413	3,424,100	1,140,874
2011 Utility and Parking Bank Loan	2,127,451	-	134,121	1,993,330	137,523
Capital Leases	53,799	-	35,587	18,212	18,212
Other Liabilities:					
Compensated absences	<u>91,351</u>	<u>8,387</u>	<u>40,632</u>	<u>59,106</u>	<u>38,892</u>
Total business-type activities	<u>6,755,114</u>	<u>8,387</u>	<u>1,268,753</u>	<u>5,494,748</u>	<u>1,335,501</u>
Total Primary Government	<u>\$13,765,155</u>	<u>\$ 549,727</u>	<u>\$ 2,261,815</u>	<u>\$12,053,067</u>	<u>\$ 1,894,973</u>

The City's compensated absences and Net OPEB obligation are generally liquidated by the general fund.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

9. PROPERTY TAXES

Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1.

Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws for the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The millage rate assessed by the City for the year ended September 30, 2014 was 6.2166 mills.

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

All property is reassessed according to its fair market value as of January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All real and tangible personal property taxes are due and payable on November 1 each year. Broward County mails to each property owner on the assessment roll a notice of the taxes due and Broward County also collects the taxes for the City.

Taxes may be paid upon receipt of such notice from Broward County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1 of the year following the year in which taxes were assessed. Procedures for the collection of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2014; therefore an allowance for uncollectible taxes has not been recorded.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

10. PENSION TRUST

a. Description

The City of Wilton Manors has two defined benefit plans: The Pension Plan for General Employees and Police Officers (the Plan) and the Volunteer Firefighters Retirement System (the System). Both the Plan and the System are single-employer defined benefit plans which are now closed to new members. Amounts in this plan were reported in prior years in both plans (General/Police Plan and Firefighters System). Before it was closed, the Plan previously required that all full-time employees (excluding elected officials, persons appointed to fulfill elected positions, and retained professionals and consultants for the City) and police officers shall become participants in the Plan on their start of service. The Plan provides retirement, death and disability benefits in addition to a health stipend. The benefit provisions are established and may be amended under the authority of City ordinance. The Plan does not currently provide for post-retirement benefit increases except for a 3.0% per year cost of living adjustment (COLA) for certain Police Benevolent Association Members (PBA). The City no longer has a volunteer fire department. Most but not all members of the former volunteer fire department are members of the System.

The Plan and the System adopted GASB Statement No. 67, Financial Reporting for Pension Plans in their separately issued financial statements.

Effective August 1, 2007, the Plan elected to participate in the Florida Retirement System (FRS) and closed the Plan to new members hired on or after August 1, 2007.

On October 1, 2013, Plan membership consisted of:

	General Employees and Police	Volunteer Firefighters
Retirees and beneficiaries receiving benefits	74	8
Active plan members	<u>10</u>	<u>2</u>
Total	<u>84</u>	<u>10</u>

b. Funding Requirements and Contributions

Actuarially Determined Contributions

The Plan contributions required from the City of Wilton Manors for fiscal year ended September 30, 2014 were actuarially determined, using valuation date of October 1, 2013 to be \$1,645,738 and \$1,606,783 for General Employees and Police Pension Plan and Volunteer Firefighters Retirement System, respectively.

The required contributions cover the following:

	General Employees and Police	Volunteer Firefighters
Normal cost	\$ 329,200	\$ 43,707
Amortization of the unfunded actuarial accrued liability	<u>1,316,538</u>	<u>35,410</u>
Total	<u>\$ 1,645,738</u>	<u>\$ 79,117</u>

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

10. PENSION TRUST (CONTINUED)

b. Funding Requirements and Contributions (Continued)

Actual Contributions

	General Employees <u>and Police</u>	Volunteer <u>Firefighters</u>
Employer contribution	\$ 1,645,738	79,117
Covered payroll	564,797	N/A
% of actual covered annual payroll	291.39%	N/A

General Employees and Police Pension Plan members' contributions are equal to 10% of basic compensation for police officers and 11% of basic compensation for general employees. Any members terminating membership in the Plan with less than one year of credited services shall receive a return of contributions with no interest. A member who has completed more than one, but less than five years of credit service, shall receive a return of contributions plus 3.0% of the gross amount. After completion of five years of credited service, the terminated member will be entitled to a deferred vested benefit commencing on his or her normal retirement date, if living at such time. For the year ended September 30, 2014, employee contributions for General Employees and Police Pension Plan was \$59,289.

Volunteer Firefighters Retirement System members are not required to contribute to the system and benefits are not compensation related.

c. Funding Policy and Funded Status

Contribution requirements of the Plan members and the City are established and may be amended by City ordinance. System members are not required to make contributions and benefits are not compensation related. The City is required to fund any annual unfunded amount as actuarially determined. Plan benefits and refunds of the defined benefit pension plan are recognized when due and payable in accordance with the Plan's terms.

The funded status of the plans as of October 1, 2013, the date of the most recent actuarial valuation is as follows:

Pension Plan	Actuarial Value of Assets (a)	Accrued Liability (b)	Unfunded Liability (b-a)	Funded Ratio (a)/(b)	Covered Payroll (c)	UAAL as a % of Covered Payroll (b-a)/(c)
GEPP	\$ 21,420,030	\$ 34,464,173	\$ 13,044,143	62.15%	\$ 564,797	2,309.53%
VFRS	841,280	1,251,158	409,878	67.24%	N/A	N/A

Details of the funding progress are presented as Required Supplemental Information (RSI) following immediately after the Notes to Financial Statements and presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for benefits.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

10. PENSION TRUST (CONTINUED)

d. Actuarial Method and Assumptions

The actuarial assumptions presented below were determined as part of the actuarial valuation at the dates indicated:

	<u>General Employees and Police</u>	<u>Volunteer Firefighters</u>
Valuation date	10/1/13	10/1/13
Contribution rates:		
Employer (and State)	291.39%	N/A
Plan members	10.71%	N/A
Actuarial cost method	Entry age, normal cost	Entry age, normal actuarial cost method
Amortization method	Level dollar amount, closed	Level dollar amount, closed
Equivalent single amortization period		25 years
General members	17 years	
Police members	17 years	
Asset valuation method	5-years smoothed market	5-years smoothed market
Actuarial assumptions:		
Investment rate of return*	7.50%	8.00%
Projected salary increases*	5.50%	N/A
Cost of living adjustments	3.00%	N/A
* Includes inflation and other general increases at	3.50%	3.50%

General Employees and Police Pension Fund

Administrative costs of the Plan and the System are financed through current or prior investment earnings. The contribution requirements for the Plan for the covered payroll and actual contributions made for the fiscal year ended September 30, 2014 and the two preceding years were as follows:

	<u>FY 2014</u>	<u>FY 2013</u>	<u>FY 2012</u>
Contribution Requirements	\$ 1,645,738	\$ 1,606,783	\$ 1,518,314
Contributions Made (100%)	1,645,738	1,606,783	1,518,314
Total Covered Payroll	564,797	578,000	684,000
% of actual covered annual payroll	291.39%	277.99%	191.90%
Net Pension Obligation	None	None	None

Volunteer Firefighters Pension System

The contribution requirements made for the System for the fiscal year ended September 30, 2014 and the preceding two years are as follows:

	<u>FY 2014</u>	<u>FY 2013</u>	<u>FY 2012</u>
Contribution Requirements	\$ 79,117	\$ 138,483	\$ 146,649
Contributions Made (100%)	79,117	138,483	146,649
Net Pension Obligation	None	None	None

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

10. PENSION TRUST (CONTINUED)

e. *Annual Pension Cost and Net Pension Obligation*

The System's investments are commingled with those of the Plan. The System's investment policy, monitoring, authorization, and allocation are the same as the Plan. During the year ended September 30, 2014, the State of Florida contributed \$162,399 to this Plan. This amount is recognized as income and expenditures in the financial statements.

f. *DROP Plan*

The Plan previously established a deferred retirement option provision (DROP). Members with twenty or more years are eligible to participate. Upon electing this option, a member makes no more contributions and a separate account is established. As of September 30, 2014, \$705,990 is held for DROP participants.

g. *Prior period adjustment*

The adoption of GASB Statement No. 67, Financial Reporting for Pension Plans, required a restatement of prior year's liabilities. As of September 30, 2013, the total net position increased by \$1,353,230 from \$23,057,908 to \$24,411,138.

h. *Financial report*

The City has issued stand-alone financial statements for the Plan and the System, which may be obtained from the City of Wilton Manors, Finance Department at 2020 Wilton Drive, Wilton Manors, Florida, 33305.

11. FLORIDA RETIREMENT SYSTEM

Effective August 1, 2007, all new hire full time or part-time employees working in a regularly established position for the City are automatically enrolled in the statewide Florida Retirement System (FRS), a multiple-employer, cost-sharing defined benefit plan. The City previously made an irrevocable election to participate in the FRS, a state-administered retirement system. All rates, benefits and amendments are established by the State of Florida through its legislative body.

The system provides for vesting of benefits, regardless of membership class, after six years of creditable service for members who are enrolled on or after July 1, 2001 through June 30, 2011 and eight years of creditable service for members who are enrolled on or after July 1, 2011.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

11. FLORIDA RETIREMENT SYSTEM (CONTINUED)

The FRS has various classes of memberships. City employees fall under four of the classes, which are as follows:

- Special Risk Class – All certified law enforcement officers, certified firefighters/paramedics and certified firefighters/EMTs of the City are covered by this class
- Senior Management Service Class – The City Manager and certain senior management employees (department heads) are included in this class.
- Regular Class – This class covers all City employees who do not qualify for membership in the special risk or the senior management service classes.
- Elected Officers' Class – City Commissioners are covered under this class.

Normal retirement age in the regular, senior management service and elected officers' classes is 62 for members enrolled before July 1, 2011 and 65 for members enrolled on or after July 1, 2011. In the special risk service class, normal retirement age is 55 for members enrolled before July 1, 2011 and 60 for members enrolled on or after July 1, 2011. If a member is vested but has not reached normal retirement age, early retirement can be taken. The amount of the retirement benefit will be reduced 5% for each year prior to normal retirement. Benefits are computed on the basis of age and/or years of service, average final compensation and service credit. The system also provides of death and disability benefits.

State law provides for all eligible FRS members to elect to participate in the Deferred Retirement Option Program (DROP). The DROP allows an employee to retire and defer their monthly retirement benefit to an interest-bearing account, for up to a maximum of sixty months, and to continue employment with the City. When the DROP period ends, the employee must terminate employment. At that time, the employee will receive payment of the accumulated DROP benefits, and direct receipt, thereafter, of the FRS monthly retirement benefit.

Contributions to the FRS are made by the City as a percentage of covered payrolls. Effective July 1, 2012, state law instituted a requirement that employees in all classes make a contribution to the FRS of 3.00% of their covered payroll, in addition to the employer's contribution. The required contribution rate in effect at year end for the City were 7.37% for regular class employees, 21.14% for senior management service class employees, 19.82% for special risk class employees, and 43.24% for elected officers' class. Additionally, the City is required to contribute 12.28% for all DROP participants. At September 30, 2014, the City had 120 employees participating in the FRS, 3 of which were participating in the DROP.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

11. FLORIDA RETIREMENT SYSTEM (CONTINUED)

The contribution requirements of covered payroll and actual contributions made for fiscal year 2014 and the two preceding years were as follows:

	FY 2014	FY 2013	FY 2012
Contributions requirements	\$ 750,242	\$ 559,397	\$ 447,806
Contributions made	750,242	559,397	447,806
Percent of contributions made to requirements	100%	100%	100%
Total covered payroll	5,473,387	5,524,689	5,272,305
Percent of contributions to total covered payroll	13.71%	10.12%	8.49%

The FRS issues an annual report including a statement of financial condition, historical and statistical information and an actuarial report. A copy can be obtained from the State of Florida, Division of Retirement, Research, Education Section, 1317 Winewood Blvd., Tallahassee, Florida 32399-1560.

12. OTHER POST EMPLOYMENT BENEFITS (OPEB)

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

a. Funding Policy and Funded Status

The City is financing the post-employment benefits on a pay-as-you-go basis. For fiscal year ended September 30, 2014, ten (10) retirees and their spouses received the benefits. The annual required contributions amounted to \$33,500 for the current fiscal year, toward which the City made an actual contribution of \$34,800. At September 30, 2014, the City had a net OPEB obligation of \$70,800.

The funded status of this benefit as of September 30, 2014, the date of the most recent actuarial valuation date is as follows (dollar amounts in thousands):

Plan Assets (a)	Accrued Liability (b)	Unfunded Liability (b-a)	Normal Cost (c)	Funded Ratio (a)/(b)	Covered Payroll (d)	Unfunded % of Payroll ((b- a)/d)
\$ -	\$388,900	\$388,900	\$18,600	0.00%	\$5,155,300	7.54%

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

12. OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

a. Funding Policy and Funded Status (continued)

The projection of future benefits 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. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents the current year information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

b. Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year to amortize any unfunded actuarial liabilities over a period of thirty years, the amount actually contributed to the plan and changes in the City's net OPEB obligation to the retirees as of September 30, 2014:

Annual required contribution	\$ 33,500
Interest on net OPEB obligation	2,900
Adjustment to annual required contribution	<u>(2,700)</u>
Annual OPEB cost	33,700
Employer contribution	(34,800)
Interest on employer contribution	<u>-</u>
Decrease in net OPEB obligation	(1,100)
Net OPEB obligation, beginning of year	<u>71,900</u>
Net OPEB obligation, end of year	<u>\$ 70,800</u>

The annual OPEB cost, the percentage of annual OPEB cost contributed and the net OPEB obligation for 2014 was:

	<u>FY 2014</u>	<u>FY 2013</u>	<u>FY 2012</u>
Annual OPEB cost	33,700	\$ 39,500	\$ 39,500
Percentage of OPEB cost contributed	103%	97%	97%
Net OPEB obligation	\$70,800	\$ 71,900	\$ 70,900

c. Actuarial Methods and Assumptions

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

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

12. OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

c. Actuarial Methods and Assumptions (Continued)

The actuarial valuation on September 30, 2014 used the entry age normal cost method to determine the Plan's liabilities and costs. Under this cost method, the actuarial present value of projected benefits of every active participant as if the Plan's provisions on the valuation date had always been in effect, is determined as a level percentage of expected annual earnings for each future year of expected service. A normal cost for each year from the assumed entry date is determined by applying this level percentage of pay to the assumed earnings for that year (or if benefits are not pay related, the level amount for each year). Under this method, inactive participants have no normal cost, and their actuarial liability is the present value of the plan benefits to which they and their beneficiaries are entitled. The Plan's total annual normal cost and actuarial liability are the sum of the individual participant amounts. An experience gain or loss is a decrease or increase in the unfunded actuarial liability attributable to actual experience that differed from that expected by the actuarial assumptions. Such gains or losses are explicitly recognized under this method. Summary of assumptions are as follows:

Valuation date	9/30/2014
Actuarial cost method	Entry Age Normal cost
Actuarial assumptions	30 years
Amortization method	Level percentage of payroll, open
Investment rate of return*	4%
Medical trend rate	8.50% for 2014 declining by .5%/yr. until ultimate rate of 5.0% is reached
	<i>* assumed inflation rate at 3% annual increase</i>

13. DEFERRED COMPENSATION PLAN

The City adopted the provisions of IRS Section 457 deferred compensation plan. Employees have the option to join the plan and have the personal contributions to their individual accounts withheld from their paychecks. The City's involvement is limited to making the plan available to employees and remitting employee contributions directly to the third-party plan administrators who hold the funds in trust. The City does not make any matching contributions to the employees' accounts. The City makes no investment decisions and has no fiduciary responsibilities regarding the plan, therefore, the assets and liabilities of the plan are not included in the City's financial statements at September 30, 2014.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

14. RISK MANAGEMENT

The City is exposed to various risks of loss related to tort; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. In order to limit its exposure to these risks, the City is a participant in the Florida League of Cities (a not-for-profit corporation) self-insurance program for workers' compensation, general and auto liability, and property insurance. This self-insurance program purchases excess and specific coverage from third party insurance carriers. Participants in the program are billed annually for their portion of the cost of the program adjusted for actual experience during the period of coverage. Participants are not assessed for unanticipated losses incurred by the program. Premiums paid by the City during the year totaled \$400,338. There has been no reduction in insurance coverage from the previous year and the amount of settlement did not exceed insurance coverage in each of the past three years.

15. COMMITMENTS AND CONTINGENCIES

Grants

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

Interlocal Agreement – EMS and Fire Protection Services

On October 1, 2010, the City renewed its Interlocal agreement with the City of Fort Lauderdale to provide Emergency Medical and Fire Protection Services. The agreement is effective through September 30, 2015. The service fee for the year ended September 30, 2014 was \$1,848,745. Future service fees are as follows:

Year Ending September 30,	
2015	\$ 2,115,594

The Interlocal agreement also provided that the City will contribute a monthly payment of \$4,600 to the Ft. Lauderdale Vehicle Replacement Account for the replacement of one fire engine. The accumulated amounts contributed to the replacement account earns interest at the monthly rate of 1/12 of the annual rate for U.S. Government Securities, Treasury Constant Maturities, 5-year Maturity, as published monthly in the U.S. Federal Reserve Statistical Release H.15 or its successor. The accumulated funds collected and earned under this agreement will be reviewed on an annual basis and will be adjusted accordingly to ensure sufficiency of funds towards meeting the goal of replacing one fire engine by March 31, 2015. In the event of termination of the agreement, the City of Ft. Lauderdale will return all the monies held, including interest earned, to the City of Wilton Manors. As of September 30, 2014, the City has \$569,456 in funds held by City of Ft. Lauderdale under the provisions of this agreement.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Interlocal Agreement – Water and Wastewater Services

The City has entered into an agreement with the City of Fort Lauderdale to provide the City with water and wastewater services. The expenditure by the City for the year ended September 30, 2014 relating to this agreement totaled \$1,936,392 and \$1,086,559 for water and wastewater, respectively.

The Broward County Wastewater Plan requires the City to use the City of Fort Lauderdale wastewater facilities through the year 2021.

Parking Management Services

In 2010, the City entered into an agreement with Lanier Parking System of Florida (the “Company”) to provide parking management and enforcement services for approximately 350 on and off street parking spaces. The agreement is for a period of five (5) years beginning April 1, 2010 and may be extended for an additional two (2) years at the option of City’s absolute discretion. The City will reimburse the Company of its operating costs based on budget approved by the City. The Company will also receive a management fee in exchange for the services provided in the amount of 4.95% of all gross revenue. Total parking revenues generated and parking management services and operating fees paid during the fiscal year 2014 amounted to \$645,009 and \$349,648, respectively.

Contingencies

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

16. DEFICIT IN FUND BALANCE

At September 30, 2014, the Miscellaneous Grants fund had a deficit fund balance of \$159,899. The City expects to seek and obtain additional grant funding to reduce certain expenditures and any remaining deficiencies will be funded by the General fund.

17. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the fiscal year ended September 30, 2014, the City did not spend \$500,000 or more in federal awards or state financial assistance, and therefore, is not subject to a federal or state single audit.

**CITY OF WILTON MANORS, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

18. SUBSEQUENT EVENT

On March 10, 2015, the City Commission adopted Resolution No. 2015-0022 authorizing a loan in the amount of \$744,200 to finance the design and construction of renovations to Mickel Park. The loan bears interest at 3.43 per annum with principal and interest payments on each June 1 and December 1 until June 1, 2025. Revenues from the tax on communication services are pledge to secure the repayment of the loan.

Management Review

The City's management has evaluated subsequent events through March 18, 2015, the date, which the financial statements were available for issue.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WILTON MANORS, FLORIDA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes:				
Ad Valorem	\$ 5,667,662	\$ 5,667,662	\$ 5,573,038	\$ (94,624)
Ad Valorem taxes for debt service	643,454	643,454	641,146	(2,308)
Utility Taxes	2,085,900	2,085,900	2,110,460	24,560
Franchise Fee	751,660	751,660	830,630	78,970
Licenses and Permits	592,750	592,750	591,592	(1,158)
Intergovernmental	1,232,391	1,255,175	1,272,396	17,221
Charges for Services	396,000	396,000	435,870	39,870
Impact Fees	16,500	16,500	21,885	5,385
Fines and Forfeitures	164,500	164,500	226,896	62,396
Investment Earnings	25,000	25,000	7,018	(17,982)
Miscellaneous	119,800	119,800	328,483	208,683
Total Revenues	<u>11,695,617</u>	<u>11,718,401</u>	<u>12,039,414</u>	<u>321,013</u>
EXPENDITURES:				
Current:				
General Government:				
City Commission	159,408	159,408	146,028	13,380
City Management	557,375	567,375	536,412	30,963
City Clerk	256,758	256,758	259,134	(2,376)
Finance	558,869	558,869	533,918	24,951
Human Resources	512,073	530,073	478,890	51,183
City Attorney	243,881	243,881	237,230	6,651
Community Development	885,092	887,132	770,571	116,561
Non-Departmental	775,596	777,596	659,617	117,979
Total General Government	<u>3,949,052</u>	<u>3,981,092</u>	<u>3,621,800</u>	<u>359,292</u>
Public Safety:				
Police Department	5,982,302	6,047,346	5,908,699	138,647
Emergency Management	806,053	806,053	771,939	34,114
Total Public Safety	<u>6,788,355</u>	<u>6,853,399</u>	<u>6,680,638</u>	<u>172,761</u>
Transportation:				
	265,040	265,040	251,037	14,003
Culture and Recreation:				
Library	580,164	580,164	566,287	13,877
Parks and Recreation	2,698,177	3,224,677	2,983,049	241,628
Total Culture and Recreation	<u>3,278,341</u>	<u>3,804,841</u>	<u>3,549,336</u>	<u>255,505</u>
Total Expenditures	<u>14,280,788</u>	<u>14,904,372</u>	<u>14,102,811</u>	<u>801,561</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,585,171)</u>	<u>(3,185,971)</u>	<u>(2,063,397)</u>	<u>1,122,574</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	1,660,213	1,760,213	1,760,213	-
Total Other Financing Sources	<u>1,660,213</u>	<u>1,760,213</u>	<u>1,760,213</u>	<u>-</u>
Net Change in Fund Balances	(924,958)	(1,425,758)	(303,184)	1,122,574
Fund Balances, Beginning	<u>5,116,640</u>	<u>5,116,640</u>	<u>5,116,640</u>	<u>-</u>
Fund Balances Ending	<u>\$ 4,191,682</u>	<u>\$ 3,690,882</u>	<u>\$ 4,813,456</u>	<u>\$ 1,122,574</u>

See Notes to Budgetary Comparison Schedule

CITY OF WILTON MANORS, FLORIDA
BUDGETARY COMPARISON SCHEDULE - FIRE SPECIAL ASSESSMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for Services	\$ 100,000	\$ 100,000	\$ 103,085	\$ 3,085
Special Assessments	1,617,764	1,617,764	1,500,803	(116,961)
Miscellaneous	<u>2,500</u>	<u>2,500</u>	<u>6,405</u>	<u>3,905</u>
Total Revenues	<u>1,720,264</u>	<u>1,720,264</u>	<u>1,610,293</u>	<u>(109,971)</u>
EXPENDITURES:				
Public Safety:				
Fire Operations and Prevention	<u>1,401,560</u>	<u>1,401,560</u>	<u>1,350,114</u>	<u>51,446</u>
Total Expenditures	<u>1,401,560</u>	<u>1,401,560</u>	<u>1,350,114</u>	<u>51,446</u>
Excess of Revenues Over Expenditures	<u>318,704</u>	<u>318,704</u>	<u>260,179</u>	<u>(58,525)</u>
OTHER FINANCING (USES):				
Transfers Out	<u>(206,197)</u>	<u>(206,197)</u>	<u>(206,197)</u>	<u>-</u>
Total Other Financing (Uses)	<u>(206,197)</u>	<u>(206,197)</u>	<u>(206,197)</u>	<u>-</u>
Net Change in Fund Balances	112,507	112,507	53,982	(58,525)
Fund Balances, Beginning	<u>727,986</u>	<u>727,986</u>	<u>727,986</u>	<u>-</u>
Fund Balances Ending	<u>\$ 840,493</u>	<u>\$ 840,493</u>	<u>\$ 781,968</u>	<u>\$ (58,525)</u>

See Notes to Budgetary Comparison Schedule

**CITY OF WILTON MANORS, FLORIDA
 NOTES TO BUDGETARY COMPARISON SCHEDULE
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014**

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

Budgetary Information

Annual appropriated budgets are adopted for the general fund, recycling fund, fire assessment fund, Jenada Assessment fund and the Road Improvement fund on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for encumbrances, which are reported as expenditures for budgetary purposes. A reconciliation of GAAP to the budgetary basis is shown below.

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

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

The final budget included budget transfers, supplemental appropriations and reductions, which modified the original adopted budget. The general fund net upward adjustment to expenditure appropriations amounted to \$623,584 for the fiscal year ended September 30, 2014. The main components were:

- a. \$404,500 increase in the Parks and Recreation Department to cover the cost of land purchase to expand the City's parks system.
- b. \$116,800 in the Parks and Recreation Department as initial funding for the repurposing of Mickel Park.
- c. \$60,100 increase in the Police Department to cover costs of a Regional Records Management System and a School Resource Officer.
- d. \$18,000 increase in the Human Resources Department to cover the cost of an employee compensation and classification study.

Excess of Expenditure over Appropriations

Expenditures exceeded the budget in the General fund for the fiscal year ended September 30, 2014 at the following department level, which is legally controlled level of appropriations:

Department	Budget	Actual	Amount in Excess Final Budget
City Clerk	\$256,758	\$259,134	\$(2,376)

Budget/GAAP Reconciliation

There are no reconciling items between GAAP and Budget.

CITY OF WILTON MANORS, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
PENSION TRUST FUNDS
SEPTEMBER 30, 2014
(UNAUDITED)

CITY OF WILTON MANORS GENERAL EMPLOYEES AND POLICE PENSION PLAN (in \$'000)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio (a)/(b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/(c)
	(a)	(b)	(b)-(a)			
10/1//2013	\$ 21,420	\$ 34,464	\$ 13,044	62.1%	\$ 565	2309.5%
10/1/2012	20,937	34,039	13,101	61.5%	622	2105.7%
10/1/2011	22,003	33,897	11,894	64.9%	849	1400.9%
10/1/2010	22,793	33,732	10,939	67.6%	919	1189.7%
10/1/2009	23,491	32,155	8,664	73.1%	1,121	772.9%
10/1/2008	23,978	31,698	7,720	75.6%	1,571	491.4%

CITY OF WILTON MANORS VOLUNTARY FIREFIGHTERS' RETIREMENT SYSTEM

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio (a)/(b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/(c)
	(a)	(b)	(b)-(a)			
10/1/2013	\$ 841,280	\$ 1,251,158	\$ 409,878	67.2%	N/A	N/A
10/1/2012	744,775	1,202,603	457,828	61.9%	N/A	N/A
10/1/2011	699,202	1,154,457	455,255	60.6%	N/A	N/A
10/1/2010	679,750	1,108,974	429,224	61.3%	N/A	N/A
10/1/2009	666,307	1,067,712	401,405	62.4%	N/A	N/A
10/1/2008	646,453	1,025,746	379,293	63.0%	N/A	N/A

CITY OF WILTON MANORS OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio (a)/(b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/(c)
	(a)	(b)	(b)-(a)			
9/30/2014	\$ -	\$ 388,900	\$ 388,900	0.0%	\$ 5,155,300	7.54%
9/30/2011	-	523,600	523,600	0.0%	5,047,100	10.37%
9/30/2009	-	687,700	687,700	0.0%	6,077,100	11.32%

CITY OF WILTON MANORS, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS AND OTHER CONTRIBUTING ENTITIES
PENSION TRUST FUNDS
SEPTEMBER 30, 2014
(UNAUDITED)

CITY OF WILTON MANORS GENERAL EMPLOYEES AND POLICE PENSION PLAN

Year Ended September 30,	Annual Required Contribution	Percentage Contributed
2014	\$ 1,645,738	100%
2013	1,606,783	100%
2012	1,518,314	100%
2011	1,550,528	100%
2010	1,338,012	100%
2009	1,211,419	100%

CITY OF WILTON MANORS VOLUNTARY FIREFIGHTERS' RETIREMENT SYSTEM

Year Ended September 30,	Annual Required Contribution *	Percentage Contributed
2014	\$ 79,117	100%
2013	138,483	100%
2012	146,649	100%
2011	114,679	100%
2010	111,648	100%
2009	77,739	100%

* Contributions made by the State pursuant to Florida Statutes, Chapter 175.

CITY OF WILTON MANORS OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Year Ended September 30,	Annual Required Contribution	Percentage Contributed
2014	\$ 33,500	103.0%
2011	37,000	88.1%
2009	66,800	58.7%

COMBINING FUND STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Recycling Fund - account for the revenues and expenditures associated with solid waste disposal and recycling.

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

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

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

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

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

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

NONMAJOR PROPRIETARY FUNDS

BUSINESS-TYPE FUNDS

Drainage Fund – account fees collected to maintain the City's drainage system.

CITY OF WILTON MANORS, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

SPECIAL REVENUE FUNDS

	Recycling Fund	Miscellaneous Grants Fund	Federal Police Fund	Police Training and Education Fund	Road Improvement Fund	State Police Forfeiture Fund	Jenada Assessment Fund	Total
ASSETS								
Equity in pooled cash and cash equivalents	\$ 291,390	\$ -	\$ 125,110	\$ -	\$ 140,062	\$ 105,328	\$ 37,781	\$ 699,671
Accounts receivable	205,794	-	-	-	-	-	-	205,794
Due from other governments	-	92,727	-	-	17,830	-	-	110,557
Inventories	-	-	-	-	10,816	-	-	10,816
Prepayments	-	-	-	4,884	-	-	-	4,884
Total assets	\$ 497,184	\$ 92,727	\$ 125,110	\$ 4,884	\$ 168,708	\$ 105,328	\$ 37,781	\$ 1,031,722
LIABILITIES								
Accounts payable	\$ 338,276	\$ 16,089	\$ -	\$ -	\$ 20,163	\$ -	\$ 1,797	\$ 376,325
Accrued expenses	1,077	564	-	-	-	-	-	1,641
Due to other funds	-	235,905	-	3,808	-	-	-	239,713
Unearned revenues	-	68	-	-	-	64,308	-	64,376
Total liabilities	339,353	252,626	-	3,808	20,163	64,308	1,797	682,055
FUND BALANCES (DEFICIT)								
Non spendable:								
Inventories and prepayments	-	-	-	4,884	10,816	-	-	15,700
Restricted:								
Community development	-	-	-	-	-	-	35,984	35,984
Physical environment	157,831	-	-	-	-	-	-	157,831
Public safety	-	-	125,110	1,075	-	41,020	-	167,205
Transportation	-	-	-	-	137,729	-	-	137,729
Unassigned	-	(159,899)	-	(4,883)	-	-	-	(164,782)
Total fund balances	157,831	(159,899)	125,110	1,076	148,545	41,020	35,984	349,667
Total liabilities and Fund balances	\$ 497,184	\$ 92,727	\$ 125,110	\$ 4,884	\$ 168,708	\$ 105,328	\$ 37,781	\$ 1,031,722

CITY OF WILTON MANORS, FLORIDA
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

SPECIAL REVENUE FUNDS

	Police							State		Total
	Recycling Fund	Miscellaneous Grants Fund	Federal Police Fund	Training and Education Fund	Road Improvement Fund	Police Forfeiture Fund	Jenada Assessment Fund	Fund	Fund	
REVENUES:										
Charges for services	\$ 2,343	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	2,343
Franchise fees	473,168	-	-	-	-	-	-	-	-	473,168
Fines and forfeitures	-	-	76,648	3,636	-	56,496	-	-	-	136,780
Special assessments	-	-	-	-	-	-	8,596	-	-	8,596
Intergovernmental	-	303,569	-	-	207,388	-	-	-	-	510,957
Interest income	57	-	145	17	227	233	-	62	-	741
Miscellaneous	40,811	-	-	-	26,998	-	-	-	-	67,809
Total revenues	<u>516,379</u>	<u>303,569</u>	<u>76,793</u>	<u>3,653</u>	<u>234,613</u>	<u>56,729</u>	<u>8,658</u>	<u>-</u>	<u>-</u>	<u>1,200,394</u>
EXPENDITURES:										
Current:										
Transportation	-	-	-	-	59,872	-	-	-	-	59,872
Physical environment	302,061	-	-	-	-	-	6,539	-	-	308,600
Public safety	-	48,185	14,611	19,595	-	23,678	-	-	-	106,069
Culture and recreation	1,442	16,594	-	-	38,018	-	-	-	-	56,054
Capital Outlay	34,229	241,121	33,743	-	157,360	21,856	-	-	-	488,309
Total expenditures	<u>337,732</u>	<u>305,900</u>	<u>48,354</u>	<u>19,595</u>	<u>255,250</u>	<u>45,534</u>	<u>6,539</u>	<u>-</u>	<u>-</u>	<u>1,018,904</u>
Excess (deficiency) of revenues over (under) expenditures	<u>178,647</u>	<u>(2,331)</u>	<u>28,439</u>	<u>(15,942)</u>	<u>(20,637)</u>	<u>11,195</u>	<u>2,119</u>	<u>-</u>	<u>-</u>	<u>181,490</u>
OTHER FINANCING (USES):										
Transfers out	(209,583)	-	-	-	-	-	-	-	-	(209,583)
Total other financing sources (uses)	<u>(209,583)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(209,583)</u>
Net change in fund balances	<u>(30,936)</u>	<u>(2,331)</u>	<u>28,439</u>	<u>(15,942)</u>	<u>(20,637)</u>	<u>11,195</u>	<u>2,119</u>	<u>-</u>	<u>-</u>	<u>(28,093)</u>
Fund balances (deficit) - beginning	<u>188,767</u>	<u>(157,568)</u>	<u>96,671</u>	<u>17,018</u>	<u>169,182</u>	<u>29,825</u>	<u>33,865</u>	<u>-</u>	<u>-</u>	<u>377,760</u>
Fund balances (deficit) - ending	<u>\$ 157,831</u>	<u>\$ (159,899)</u>	<u>\$ 125,110</u>	<u>\$ 1,076</u>	<u>\$ 148,545</u>	<u>\$ 41,020</u>	<u>\$ 35,984</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 349,667</u>

CITY OF WILTON MANORS, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
RECYCLING FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Franchise Fees	\$ 510,036	\$ 510,036	\$ 473,168	\$ (36,868)
Charges for Services	38,775	38,775	2,343	(36,432)
Intergovernmental	-	-	-	-
Miscellaneous	<u>100</u>	<u>100</u>	<u>40,868</u>	<u>40,768</u>
Total Revenues	<u>548,911</u>	<u>548,911</u>	<u>516,379</u>	<u>(32,532)</u>
EXPENDITURES:				
Physical Environment:				
Public Services	329,718	342,196	328,794	13,402
Culture and Recreation:				
Leisure Services	<u>9,610</u>	<u>9,610</u>	<u>8,938</u>	<u>672</u>
Total Expenditures	<u>339,328</u>	<u>351,806</u>	<u>337,732</u>	<u>14,074</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>209,583</u>	<u>197,105</u>	<u>178,647</u>	<u>(18,458)</u>
OTHER FINANCING (USES):				
Transfers Out	<u>(209,583)</u>	<u>(209,583)</u>	<u>(209,583)</u>	<u>-</u>
Total Other Financing (Uses)	<u>(209,583)</u>	<u>(209,583)</u>	<u>(209,583)</u>	<u>-</u>
Net Change in Fund Balances	-	(12,478)	(30,936)	(18,458)
Fund Balances, Beginning	<u>188,767</u>	<u>188,767</u>	<u>188,767</u>	<u>-</u>
Fund Balances Ending	<u>\$ 188,767</u>	<u>\$ 176,289</u>	<u>\$ 157,831</u>	<u>\$ (18,458)</u>

CITY OF WILTON MANORS, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
ROAD IMPROVEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 203,000	\$ 203,000	\$ 207,388	\$ 4,388
Charges for Services	-	-	-	-
Miscellaneous	<u>27,454</u>	<u>27,454</u>	<u>27,225</u>	<u>(229)</u>
Total Revenues	<u>230,454</u>	<u>230,454</u>	<u>234,613</u>	<u>4,159</u>
EXPENDITURES:				
Transportation:				
Public Services	212,216	342,161	217,232	124,929
Leisure Services	<u>42,438</u>	<u>42,438</u>	<u>38,018</u>	<u>4,420</u>
Total Expenditures	<u>254,654</u>	<u>384,599</u>	<u>255,250</u>	<u>129,349</u>
Excess of Revenues Over Expenditures	<u>(24,200)</u>	<u>(154,145)</u>	<u>(20,637)</u>	<u>133,508</u>
Net Change in Fund Balances	(24,200)	(154,145)	(20,637)	133,508
Fund Balances, Beginning	<u>169,182</u>	<u>169,182</u>	<u>169,182</u>	<u>-</u>
Fund Balances Ending	<u>\$ 144,982</u>	<u>\$ 15,037</u>	<u>\$ 148,545</u>	<u>\$ 133,508</u>

CITY OF WILTON MANORS, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
JENADA ASSESSMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Special Assessments	\$ 8,920	\$ 8,920	\$ 8,596	\$ (324)
Miscellaneous	<u>75</u>	<u>75</u>	<u>62</u>	<u>(13)</u>
Total Revenues	<u>8,995</u>	<u>8,995</u>	<u>8,658</u>	<u>(337)</u>
EXPENDITURES:				
General Government:				
Jenada Operations	<u>18,920</u>	<u>18,920</u>	<u>6,539</u>	<u>12,381</u>
Total Expenditures	<u>18,920</u>	<u>18,920</u>	<u>6,539</u>	<u>12,381</u>
Excess of Revenues Over Expenditures	<u>(9,925)</u>	<u>(9,925)</u>	<u>2,119</u>	<u>12,044</u>
Net Change in Fund Balances	(9,925)	(9,925)	2,119	12,044
Fund Balances, Beginning	<u>33,865</u>	<u>33,865</u>	<u>33,865</u>	<u>-</u>
Fund Balances Ending	<u>\$ 23,940</u>	<u>\$ 23,940</u>	<u>\$ 35,984</u>	<u>\$ 12,044</u>

FIDUCIARY FUND TYPE FUNDS

PENSION TRUST FUNDS

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

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

CITY OF WILTON MANORS, FLORIDA
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2014

	<u>General Employee and Police Pension</u>	<u>Volunteer Firefighter Retirement System</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 1,035,841	\$ 56,343	\$ 1,092,184
Receivables:			
City contributions	2,846	-	2,846
Due from Florida State Division of Retirement	-	57,830	57,830
Receivable from securities sold	52,411	2,851	55,262
Receivable deferred retirement option payable (DROP)	10,000	-	10,000
Interest and dividends receivable	60,015	3,264	63,279
Total receivables	<u>125,272</u>	<u>63,945</u>	<u>189,217</u>
Investments, at fair value:			
U.S. Government and agency securities	5,311,555	288,912	5,600,467
Corporate bonds and notes	778,397	42,339	820,736
Domestic equity funds	3,079,544	167,506	3,247,050
Common stocks	14,927,039	811,927	15,738,966
International equity commingled fund	535,331	29,118	564,449
Total investments	<u>24,631,866</u>	<u>1,339,802</u>	<u>25,971,668</u>
Total assets	<u>25,792,979</u>	<u>1,460,090</u>	<u>27,253,069</u>
<u>LIABILITIES</u>			
Accounts payable and accrued expenses	50,383	-	50,383
Due for securities purchased	94,269	5,128	99,397
Total liabilities	<u>144,652</u>	<u>5,128</u>	<u>149,780</u>
<u>NET POSITION</u>			
Net position restricted for DROP benefits	705,990	-	705,990
Net position restricted for defined benefits	24,942,337	1,454,962	26,397,299
Net position restricted for pensions	<u>\$ 25,648,327</u>	<u>\$ 1,454,962</u>	<u>\$ 27,103,289</u>

CITY OF WILTON MANORS, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>General Employee and Police Pension</u>	<u>Volunteer Firefighter Retirement System</u>	<u>Total</u>
Additions:			
Contributions:			
Plan members	\$ 59,289	\$ -	\$ 59,289
State	-	162,399	162,399
City	<u>1,645,738</u>	<u>-</u>	<u>1,645,738</u>
Total contributions	<u>1,705,027</u>	<u>162,399</u>	<u>1,867,426</u>
Investment income:			
Net appreciation in fair value of investments	2,360,732	124,957	2,485,689
Interests and dividends	<u>610,268</u>	<u>32,303</u>	<u>642,571</u>
Total	2,971,000	157,260	3,128,260
Less:			
Investment expenses	<u>134,695</u>	<u>-</u>	<u>134,695</u>
Net investment income	2,836,305	157,260	2,993,565
Miscellaneous income	<u>2,154</u>	<u>-</u>	<u>2,154</u>
Total Additions	<u>4,543,486</u>	<u>319,659</u>	<u>4,863,145</u>
Deductions:			
Pension benefits paid	3,224,482	73,671	3,298,153
Administrative expenses	<u>81,815</u>	<u>27,489</u>	<u>109,304</u>
Total deductions	<u>3,306,297</u>	<u>101,160</u>	<u>3,407,457</u>
Change in net position	1,237,189	218,499	1,455,688
Net position, beginning, as restated	<u>24,411,138</u>	<u>1,236,463</u>	<u>25,647,601</u>
Net position, ending	<u>\$ 25,648,327</u>	<u>\$ 1,454,962</u>	<u>\$ 27,103,289</u>



STATISTICAL SECTION

STATISTICAL SECTION

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

Content

	Page
Financial Trends	74-78
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	
Revenue Capacity	79-82
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	
Debt Capacity	83-87
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	
Demographic and Economical Information	88-90
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	
Operating Information	91-93
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

CITY OF WILTON MANORS, FLORIDA
NET POSITION BY COMPONENT - Table 1
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
Governmental Activities										
Net Investment in Capital										
Assets	\$ 13,957,754	\$ 14,546,968	\$ 17,858,934	\$ 17,321,290	\$ 23,749,894	\$ 24,737,103	\$ 23,737,572	\$ 23,166,508	\$ 22,487,584	\$ 22,612,953
Restricted	-	-	-	-	-	341,974	665,651	1,875,075	1,239,952	1,341,629
Unrestricted	3,539,170	4,376,109	4,256,624	10,317,638	4,470,047	3,140,990	3,240,732	2,681,067	4,385,843	3,890,093
	<u>17,496,924</u>	<u>18,923,077</u>	<u>22,115,558</u>	<u>27,638,928</u>	<u>28,219,941</u>	<u>28,220,067</u>	<u>27,643,955</u>	<u>27,722,650</u>	<u>28,113,379</u>	<u>27,844,675</u>
Business-type Activities										
Net Investment in Capital										
Assets	5,631,174	4,613,924	4,970,463	8,161,532	9,214,788	8,405,247	8,939,594	9,667,371	10,947,091	11,643,985
Restricted	1,559,205	1,559,205	1,413,439	1,113,439	1,103,696	885,741	926,868	1,630,062	1,570,317	1,444,317
Unrestricted	1,263,417	1,689,644	2,444,750	(360,576)	(1,363,483)	221,258	945,146	1,266,815	2,086,121	2,720,126
	<u>8,453,796</u>	<u>7,862,773</u>	<u>8,828,652</u>	<u>8,914,395</u>	<u>8,955,001</u>	<u>9,512,246</u>	<u>10,811,608</u>	<u>12,564,248</u>	<u>14,603,529</u>	<u>15,808,428</u>
Primary Government										
Net Investment in Capital										
Assets	19,588,928	19,160,892	22,829,397	25,482,822	32,964,682	33,142,350	32,677,166	32,833,879	33,434,675	34,256,938
Restricted	1,559,205	1,559,205	1,413,439	1,113,439	1,103,696	1,227,715	1,592,519	3,505,137	2,810,269	2,785,946
Unrestricted	4,802,587	6,065,753	6,701,374	9,957,062	3,106,564	3,362,248	4,185,878	3,947,882	6,471,964	6,610,219
	<u>\$ 25,950,720</u>	<u>\$ 26,785,850</u>	<u>\$ 30,944,210</u>	<u>\$ 36,553,323</u>	<u>\$ 37,174,942</u>	<u>\$ 37,732,313</u>	<u>\$ 38,455,563</u>	<u>\$ 40,286,898</u>	<u>\$ 42,716,908</u>	<u>\$ 43,653,103</u>

CITY OF WILTON MANORS, FLORIDA
CHANGES IN NET POSITION - Table 2
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
EXPENSES										
Governmental Activities										
General Government	\$ 1,680,856	\$ 2,136,708	\$ 2,060,947	\$ 2,568,351	\$ 2,205,488	\$ 2,054,770	\$ 1,970,679	\$ 1,986,280	\$ 2,233,108	\$ 3,915,658 (3)
Public Safety	6,708,570	6,787,831	7,398,549	8,160,017	8,443,552	8,869,912	8,299,498	8,133,602	8,786,550	8,200,140
Culture and Recreation	2,593,071	2,596,851	3,063,009	3,439,236	3,713,402	3,731,279	3,559,499	3,460,822	3,155,275	3,463,104
Physical Environment	911,806	2,779,972 (1)	1,077,506	869,291	1,090,237	1,433,612	1,065,381	567,036	353,822	327,906
Transportation	-	-	-	-	-	-	421,435	818,896	926,883	322,893
Interest on Long-term Debt	118,680	168,411	200,780	217,741	471,098	468,124	355,356	233,405	190,362	233,537
Total Governmental Activities Expenses	12,012,983	14,469,773	13,800,791	15,254,636	15,923,777	16,557,697	15,671,848	15,200,041	15,646,000	16,463,238
Business-type Activities										
Water and Wastewater	3,561,575	3,726,449	4,185,052	4,920,272	4,635,430	4,824,835	4,822,600	4,740,281	4,853,802	5,204,989
Parking	-	-	-	-	-	-	-	-	485,397	490,689 (2)
Drainage	267,584	224,846	274,547	354,413	427,806	351,897	323,867	323,817	287,328	254,113
Total Business-type Activities Expenses	3,829,159	3,951,295	4,459,599	5,274,685	5,063,236	5,176,732	5,146,467	5,064,098	5,626,527	5,949,791
Total Primary Government Expenses	\$ 15,842,142	\$ 18,421,068	\$ 18,260,390	\$ 20,529,321	\$ 20,987,013	\$ 21,734,429	\$ 20,818,315	\$ 20,264,139	\$ 21,272,527	\$ 22,413,029
PROGRAM REVENUES										
Governmental Activities										
Charges for Services										
General Government	\$ 2,011,535	\$ -	\$ 996,436	\$ -	\$ -	\$ 274,852	\$ 36,166	\$ 46,297	\$ 48,885	\$ 567,966
Public Safety	2,616,628	2,189,823	1,342,834	1,421,529	1,465,932	1,629,667	2,618,414	2,338,079	3,075,931	1,962,598
Culture and Recreation	244,850	540,290	244,081	255,340	269,017	269,886	289,984	323,177	302,767	417,043
Physical Environment	565,710	1,893,082 *	507,437	417,071	264,175	596,099	54,179	61,964	66,770	8,596
Transportation	-	-	-	-	-	-	309,521	479,499	490	-
Operating Grants/Contributions	-	-	1,368,685	852,169	1,510,700	69,875	107,958	343,135	121,534	161,330
Capital Grants/Contributions	-	-	-	-	-	1,136,272	318,981	354,340	366,744	231,025
Total Governmental Activities	5,438,723	4,623,195	4,459,473	2,946,109	3,509,824	3,976,651	3,735,203	3,946,491	3,983,121	3,348,558
Business-type Activities										
Charges for Services										
Water and Wastewater	4,561,813	4,774,159	5,469,707	5,190,185	5,024,936	6,263,494	6,794,707	7,135,703	7,507,695	7,446,700
Parking	-	-	-	-	-	-	-	-	606,800	645,009 (2)
Drainage	292,031	326,823	328,559	399,648	319,559	320,851	334,388	334,785	358,129	388,822
Total Business-type Activities Program	4,853,844	5,100,982	5,798,266	5,589,833	5,344,495	6,584,345	7,129,095	7,470,488	8,472,624	8,480,531
Total Primary Government Revenues	\$ 10,292,567	\$ 9,724,177	\$ 10,257,739	\$ 8,535,942	\$ 8,854,319	\$ 10,560,996	\$ 10,864,298	\$ 11,416,979	\$ 12,455,745	\$ 11,829,089
NET (EXPENSE) REVENUE										
Governmental Activities	\$ (6,574,260)	\$ (9,846,578) *	\$ (9,341,318)	\$ (12,308,527)	\$ (12,413,953)	\$ (12,581,046)	\$ (11,936,645)	\$ (11,253,550)	\$ (11,662,879)	\$ (13,114,680)
Business-type Activities	1,024,685	1,149,687	1,338,667	315,148	281,259	1,407,613	1,982,628	2,406,390	2,846,097	2,530,740
Total Primary Government Net Expense	\$ (5,549,575)	\$ (8,696,891)	\$ (8,002,651)	\$ (11,993,379)	\$ (12,132,694)	\$ (11,173,433)	\$ (9,954,017)	\$ (8,847,160)	\$ (8,816,782)	\$ (10,583,940)

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CITY OF WILTON MANORS, FLORIDA
CHANGES IN NET POSITION
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
GENERAL REVENUES AND TRANSFERS										
Governmental Activities										
Property Taxes	\$ 4,753,466	\$ 5,724,191	\$ 6,677,263	\$ 6,538,632	\$ 6,986,812	\$ 6,479,427	\$ 5,804,736	\$ 5,734,204	\$ 5,854,126	\$ 6,214,184
Other Taxes	2,589,539	2,907,770	2,535,611	3,506,362	3,152,734	3,229,077	3,455,869	3,333,873	3,429,338	3,536,255
Investment Earnings	82,583	244,358	351,841	221,132	30,547	163,920	65,047	89,069	58,042	14,136
Intergovernmental, not restricted	-	1,516,913	1,429,212	1,437,096	1,536,474	1,406,945	1,136,362	1,278,119	1,327,199	1,423,396
Other	329,149	232,589	1,142,003	1,619,564	535,849	407,009	213,584	234,859	536,314	313,572
Transfers	528,234	646,910	751,742	643,642	752,550	852,724	684,933	662,122	848,589	1,344,433
Total Governmental Activities Revenues	8,282,971	11,272,731	12,887,672	13,966,428	12,994,966	12,539,102	11,360,531	11,332,246	12,053,608	12,845,976
Business-type Activities										
Investment Earnings	70,967	127,319	293,945	143,182	9,135	2,356	1,667	8,372	8,485	5,393
Unrestricted Grants	-	211,107	-	-	-	-	-	-	-	-
Other	61,735	48,531	85,009	271,056	202,762	-	-	-	33,288	13,199
Transfers	(528,234)	(646,910)	(751,742)	(643,642)	(752,550)	(852,724)	(684,933)	(662,122)	(848,589)	(1,344,433)
Total Business-type Activities Revenues	(395,532)	(259,953)	(372,788)	(229,404)	(540,653)	(850,368)	(683,266)	(653,750)	(806,816)	(1,325,841)
Total Primary Government Revenues	\$ 7,887,439	\$ 11,012,778	\$ 12,514,884	\$ 13,737,024	\$ 12,454,313	\$ 11,688,734	\$ 10,677,265	\$ 10,678,496	\$ 11,246,792	\$ 11,520,135
CHANGES IN NET POSITION										
Governmental Activities	\$ 1,708,711	\$ 1,426,153	\$ 3,546,354	\$ 1,657,901	\$ 581,013	\$ (41,944)	\$ (576,114)	\$ 78,696	\$ 390,729	\$ (268,704)
Business-type Activities	629,153	889,734	965,879	85,744	(259,394)	557,245	1,299,362	1,752,640	2,039,281	1,204,899
Total Primary Government	\$ 2,337,864	\$ 2,315,887	\$ 4,512,233	\$ 1,743,645	\$ 321,619	\$ 515,301	\$ 723,248	\$ 1,831,336	\$ 2,430,010	\$ 936,195

- (1) In Fiscal Year 2005-06, the increase in physical environment expenditures and related operating grants was due to the recovery costs from Hurricanes Katrina and Wilma, and the related reimbursements from federal and state sources.
 (2) In Fiscal Year 2012-13, the City started accounting for its parking program's transactions as a separate fund.
 (3) In Fiscal Year 2013-2014, the Community Development Services Department was presented as part of General Government function. This department was reported under the Public Safety function in prior years.

CITY OF WILTON MANORS, FLORIDA
FUND BALANCES - GOVERNMENTAL FUNDS - Table 3
 Last Ten Fiscal Years
 (Modified Accrual Form of Accounting)

	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
General Fund										
Reserved	\$ 2,214,428	\$ 1,779,541	\$ 1,847,108	\$ 3,034,738	\$ 4,277,450	\$ 1,921,877	\$ -	\$ -	\$ -	\$ -
Unreserved	1,350,519	2,941,943	3,302,658	3,483,990	1,874,398	2,226,475	-	-	-	-
Nonspendable	-	-	-	-	-	-	130,156	171,348	55,986	148,853
Restricted	-	-	-	-	-	-	270,338	426,334	334,587	356,472
Committed	-	-	-	-	-	-	654,692	621,358	369,431	47,499
Assigned	-	-	-	-	-	-	-	-	1,407,233	1,367,463
Unassigned	-	-	-	-	-	-	2,878,929	3,201,898	2,949,403	2,893,169
Total General Fund	\$ 3,564,947	\$ 4,721,484	\$ 5,149,766	\$ 6,518,728	\$ 6,151,848	\$ 4,148,352	\$ 3,934,115	\$ 4,420,938	\$ 5,116,640	\$ 4,813,456
All Other Governmental Funds										
Reserved	\$ 170,884	\$ 200,006	\$ 343,887	\$ 555,290	\$ 1,523,763	\$ 492,495	\$ -	\$ -	\$ -	\$ -
Unreserved, Reported In										
Special Revenue	319,273	(249,098)	(897,179)	3,937,764	(422,918)	(408,782)	-	-	-	-
Nonspendable	-	-	-	-	-	-	15,715	15,207	12,323	15,700
Restricted	-	-	-	-	-	-	395,313	1,448,741	1,250,991	1,280,717
Committed	-	-	-	-	-	-	100,994	9,143	-	-
Assigned	-	-	-	-	-	-	557,897	102,855	-	-
Unassigned	-	-	-	-	-	-	(264,034)	(154,465)	(157,568)	(164,782)
Total All Other Governmental Fund:	\$ 490,157	\$ (49,092)	\$ (553,292)	\$ 4,493,054	\$ 1,100,845	\$ 83,713	\$ 805,885	\$ 1,421,481	\$ 1,105,746	\$ 1,131,635

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

CITY OF WILTON MANORS, FLORIDA
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - Table 4
LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)

	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
REVENUES										
Ad Valorem Taxes - Operating	\$ 4,464,191	\$ 5,375,753	\$ 6,446,700	\$ 6,307,226	\$ 6,331,548	\$ 5,830,640	\$ 5,158,607	\$ 5,084,961	\$ 5,220,263	\$ 5,573,038
Ad Valorem Taxes - Debt Service	289,275	348,438	230,564	231,406	655,264	648,787	646,129	649,243	633,863	641,146
Franchise Taxes	946,635	1,120,519	793,113	1,451,514	1,276,489	1,235,472	1,229,866	1,257,503	1,258,631	1,303,798
Utility Service Taxes	1,642,904	1,674,382	1,742,498	1,825,721	1,876,245	1,993,605	1,978,897	1,975,494	2,077,615	2,110,460
Licenses and Permits	1,237,688	1,012,557	996,436	939,314	456,386	462,889	552,339	659,797	639,649	591,592
Intergovernmental	2,011,536	2,751,543	2,458,351	1,437,097	3,047,174	2,576,703	1,788,527	1,928,346	1,815,476	1,783,353
Charges for Services	612,658	613,275	702,081	716,284	587,823	795,517	822,895	889,859	515,908	541,288
Fines and Forfeitures	310,487	173,702	274,895	237,677	273,882	265,813	512,666	586,660	1,026,213 (2)	363,676
Impact Fees	225,654	112,869	89,992	229,128	23,977	18,978	21,880	4,101	23,784	21,885
Special Assessments	1,040,703	993,537	1,027,384	1,139,982	1,137,419	1,227,306	1,420,360	1,281,432	1,406,168	1,509,399
Donations	94,569	316,707	1,090	100	2,400	2,000	-	-	-	-
Other	317,160	449,752	496,318	1,753,450	83,632	605,318	278,631	299,219	571,347	410,456
Total Revenues	13,193,460	14,943,034	15,259,422	16,268,899	15,752,239	15,663,028	14,410,802	14,616,615	15,188,917	14,850,101
EXPENDITURES										
Current										
General Government	1,447,971	1,613,291	1,772,521	1,866,577	2,010,513	2,001,787	1,603,626	1,656,255	1,933,165	2,990,784
Public Safety	6,448,340	6,457,864	7,008,181	8,084,855	7,849,531	7,961,871	8,005,903	7,921,223	8,519,198	7,848,658
Physical Environment	826,076	2,696,942 (1)	984,544	525,533	453,766	743,740	616,455	331,363	306,282	308,600
Culture and Recreation	2,161,440	2,483,280	2,766,439	3,068,679	3,067,543	2,940,422	2,610,015	2,549,042	2,520,254	2,791,604
Nondepartmental	85,646	200,010	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	412,467	748,556	365,425	255,378
Capital Outlay	1,302,455	1,974,435	3,176,110	2,591,459	6,081,455	5,299,689	499,511	1,240,945	862,253	1,503,402
Debt Service	-	-	-	-	-	-	-	-	-	-
Principal Retirement	135,380	398,967	233,209	239,583	408,033	483,184	524,843	551,347	540,426	554,183
Interest and Fiscal Charges	120,656	147,867	146,077	84,925	393,037	329,522	314,980	323,337	238,143	219,220
Total Expenditures	12,527,964	15,972,656	16,087,081	16,461,611	20,263,878	19,760,215	14,587,800	15,322,068	15,285,146	16,471,829
Excess of Revenues Over (Under) Expenditures	665,496	(1,029,622)	(827,659)	(192,712)	(4,511,639)	(4,097,187)	(176,998)	(705,453)	(96,229)	(1,621,728)
OTHER FINANCING SOURCES (USES)										
Debt Issuance	-	1,000,000	-	5,964,378	-	223,835	-	1,115,250	-	-
Refunding debt issued	-	-	-	-	-	-	-	1,477,298	-	-
Transfers In	1,010,562	1,072,511	1,300,048	1,226,202	1,220,580	3,495,723	1,169,406	1,166,450	1,922,909	1,760,213
Payment to refunded debt escrow agent	-	-	-	-	-	-	-	(1,446,799)	-	-
Transfers Out	(482,328)	(425,601)	(548,306)	(582,560)	(468,030)	(2,642,999)	(484,473)	(504,328)	(1,446,713)	(415,780)
Total Other Financing Sources (Uses)	528,234	1,646,910	751,742	6,608,020	752,550	1,076,559	684,933	1,807,872	476,196	1,344,433
Net Change in Fund Balances	\$ 1,193,730	\$ 617,288	\$ (75,917)	\$ 6,415,308	\$ (3,759,089)	\$ (3,020,628)	\$ 507,935	\$ 1,102,419	\$ 379,967	\$ (277,295)
Debt Service as a Percentage of Non-capital Expenditures	2.28%	3.91%	2.94%	2.34%	5.65%	5.62%	5.96%	6.21%	5.40%	5.17%

(1) In Fiscal Year 2005-06, the increase of physical environment expenditures was due to the recovery costs from Hurricanes Katrina and Wilma.
 (2) In FY2012-13, the City settled and collected fines on a long outstanding code enforcement fines.

CITY OF WILTON MANORS, FLORIDA
Net Assessed Value and Estimated Actual Value of Taxable Property - Table 5
Last Ten Fiscal Years

Tax Roll Year	City's Fiscal Year	Residential				Commercial		Industrial		Other Real Property		Personal Property	Less: Tax Exemptions	Total Taxable Assessed Value		% Change in Total Taxable Assessed Value		City Direct Tax Rate	Estimated Actual Market Value	Total Assessed Value as a Percent of Market Value	Number of Real Property
		2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14			2004-05	2005-06	2006-07	2007-08				
2004	2004-05	927,688,900	107,883,220	13,942,590	53,502,810	37,456,449	407,687,055	732,786,914	14%	6.7935	1,140,473,969	64.3%	4,750								
2005	2005-06	1,159,381,329	125,894,820	15,843,920	57,354,070	32,678,198	518,340,027	872,812,310	19%	6.6036	1,391,152,337	62.7%	4,908								
2006	2006-07	1,474,405,863	139,468,500	19,252,370	64,057,100	31,520,831	660,236,987	1,068,467,677	22%	6.5000	1,728,704,664	61.8%	5,351								
2007	2007-08	1,637,247,290	157,941,260	19,992,110	92,995,180	33,967,108	675,846,884	1,266,296,064	19%	5.3219	1,942,142,948	65.2%	5,451								
2008	2008-09	1,533,847,906	163,043,710	20,766,010	102,965,090	34,066,245	617,341,732	1,237,347,229	-2.3%	5.8652	1,854,688,961	66.7%	5,529								
2009	2009-10	1,177,603,980	183,947,830	20,806,600	106,832,571	30,070,546	479,840,011	1,039,421,516	-16.0%	6.4527	1,519,261,527	68.4%	5,504								
2010	2010-11	919,795,599	172,623,160	13,832,980	114,187,900	25,488,738	357,807,819	888,120,558	-14.6%	6.8483	1,245,928,377	71.3%	5,497								
2011	2011-12	910,487,440	158,535,020	14,687,580	108,185,404	33,977,791	372,428,788	853,444,447	-3.9%	6.9994	1,225,873,235	69.6%	5,495								
2012	2012-13	943,837,310	163,394,570	12,841,870	105,385,600	27,497,377	375,779,102	877,177,625	2.8%	6.9605	1,252,956,727	70.0%	5,502								
2013	2013-14	1,074,634,550	161,950,250	12,526,660	107,501,341	30,930,117	455,581,400	931,961,518	6.2%	6.9319	1,387,542,918	67.2%	5,502								

Sources: Broward County Property Appraiser, and Florida Department of Revenue: Property Valuations and Tax Data Book.

**CITY OF WILTON MANORS, FLORIDA
PROPERTY TAX MILLAGE RATES*
DIRECT AND OVERLAPPING GOVERNMENTS - Table 6
LAST TEN FISCAL YEARS**

Tax Roll Year	Fiscal Year	City of Wilton Manors			Overlapping Rates**							Total Millage Rate
		Operating Service	Debt Service	Total City	Broward County	Broward County Schools	South Florida Water Management District	Florida Inland Navigation District	Broward Children's Services Council	North Broward Hospital District		
2004	2004-05	6.3800	0.4135	6.7935	7.0230	8.2695	0.6970	0.0385	0.3920	2.4803	25.6938	
2005	2005-06	6.3800	0.2236	6.6036	6.7830	8.0623	0.6970	0.0385	0.4231	2.1746	24.7821	
2006	2006-07	6.2764	0.2236	6.5000	6.0661	7.8687	0.6970	0.0385	0.4073	1.8317	23.4093	
2007	2007-08	5.1340	0.1879	5.3219	5.2868	7.6484	0.6240	0.0345	0.3572	1.6255	20.8983	
2008	2008-09	5.3122	0.5530	5.8652	5.3145	7.4170	0.6240	0.0345	0.3754	1.7059	21.3365	
2009	2009-10	5.8000	0.6527	6.4527	5.3889	7.4310	0.6240	0.0345	0.4243	1.7059	22.0613	
2010	2010-11	6.0855	0.7628	6.8483	5.5530	7.6310	0.6240	0.0345	0.4696	1.8750	23.0354	
2011	2011-12	6.2068	0.7926	6.9994	5.5530	7.4180	0.4363	0.0345	0.4789	1.8750	22.7951	
2012	2012-13	6.2068	0.7537	6.9605	5.5530	7.4560	0.4289	0.0345	0.4902	1.8564	22.7795	
2013	2013-14	6.2166	0.7153	6.9319	5.7230	7.4800	0.4110	0.0345	0.4882	1.7554	22.8240	

Millage rates are used to calculate property taxes on each \$1,000 of taxable property. For example, the tax on property with a taxable value of \$100,000 taxed at 2.0000 mills would be \$200.00.

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

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

Source: Broward County Property Appraiser.

**CITY OF WILTON MANORS, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS - Table 7
Current Year and Nine Years Ago**

Taxpayer	Type of Business	Fiscal Year 2013-14		
		Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value
LG Wilton Park LLC	Residential and Commercial Rentals	\$ 20,729,940	1	2.2%
Marrinson Group	Retirement Home - Nursing Home	15,424,440	2	1.7%
High Acres TIC LLC	Shopping Center	12,548,800	3	1.3%
RKOF Wilton Tower LLC	Rental Apartments	11,592,380	4	1.2%
CAR Five Corners Plaza	Shopping Center	6,858,390	5	0.7%
Carol Williams Trust	Shopping Center	6,276,510	6	0.7%
2675 N. Andrews Ave LLC	Nursing Home	4,958,400	7	0.5%
Moss Office Building LLC	Office Building	4,673,920	8	0.5%
2626 Palm Gardens LLC	Rental Apartments	4,308,480	9	0.5%
Dedicated N Andrews FL	Rental Apartments	4,192,170	10	0.4%
		<u>\$ 91,563,430</u>		<u>9.8%</u>
Total City Taxable Assessed Value		\$ 931,961,518		

Taxpayer	Type of Business	Fiscal Year 2004-05		
		Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value
Marrinson Group	Retirement Facilities	\$ 16,466,440	1	2.2%
USAT Corp	Apartment Rentals	6,873,520	2	0.9%
Wilton Tower, Inc.	Apartment Rentals	5,663,210	3	0.8%
Impsat USA, Inc.	Communications	2,870,790	4	0.4%
New Urban Belle Isle, LLC	Mixed Use / Condominiums	2,669,180	5	0.4%
Carrat 7, Inc.	Apartment Rentals	2,552,860	6	0.3%
Manor North & South	Apartment Rentals	2,363,390	7	0.3%
Highland Properties of Wilton Manors	Apartment Rentals	2,317,240	8	0.3%
Fort Lauderdale Properties, Incl.	Apartment Rentals	2,275,290	9	0.3%
Anthony A. Deriggi Trust	Restaurants and Nightclubs	2,149,570	10	0.3%
		<u>\$ 46,201,490</u>		<u>6.3%</u>
Total City Taxable Assessed Value		\$ 732,786,914		

Source: Broward County Property Appraiser.

**CITY OF WILTON MANORS, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS - Table 8
Last Ten Fiscal Years**

Fiscal Year	Property Tax Levy	Collected within the Fiscal Year of the Levy		Collections/ Adjustments in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004-05	4,933,050	4,747,254	96.2%	6,212	4,753,466	96.4%
2005-06	5,923,289	5,700,801	96.2%	23,390	5,724,191	96.6%
2006-07	6,436,678	5,901,326	91.7%	527,971	6,429,298	99.9%
2007-08	6,263,166	5,251,623	83.8%	527,632	5,779,255	92.3%
2008-09	6,337,369	5,789,424	91.4%	74,748	5,864,172	92.5%
2009-10	5,857,825	5,755,892	98.3%	18,050	5,773,942	98.6%
2010-11	5,257,852	5,139,150	97.7%	4,170	5,143,320	97.8%
2011-12	5,159,709	5,091,549	98.7%	(18,381)	5,073,168	98.3%
2012-13	5,469,796	5,225,737	95.5%	(7,257)	5,218,480	95.4%
2013-14	5,807,541	5,579,577	96.1%	-	5,579,577	96.1%

CITY OF WILTON MANORS, FLORIDA
OUTSTANDING DEBT BY TYPE - Table 9
Last Ten Fiscal Years

Fiscal Year	Governmental Activities										Business-Type Activities					Total Primary Government	Percentage of Personal Income(1)	Per Capita(1)		
	2008 General Obligation Bank Loan	1999 Parks General Obligation Bonds	2011 Parks General Obligation Refunding Note	Note Payable	Capital Lease	Water & Sewer Revenue Bonds	2007 Water & Sewer Refunding Bonds	2011 Utility and Parking Bank Loan	Capital Lease	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09				2007-08	2006-07
2004-05	\$ -	\$ 2,376,778	\$ -	\$ -	\$ -	\$ 7,091,152	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,467,930	0.014%	\$ 771
2005-06	-	2,250,177	-	1,000,000	-	6,333,933	-	-	-	-	-	-	-	-	-	-	-	9,584,110	0.013%	764
2006-07	-	2,117,972	-	900,000	-	5,210,513	-	-	-	-	-	-	-	-	-	-	-	8,228,485	0.011%	640
2007-08	6,000,000	1,979,916	-	800,000	-	-	-	-	-	-	-	-	-	-	-	-	-	17,779,890	0.024%	1,375
2008-09	5,837,500	1,835,750	-	700,000	-	-	-	-	-	-	-	-	-	-	-	-	-	16,842,656	0.024%	1,303
2009-10	5,620,700	1,685,203	-	600,000	-	-	-	-	-	-	-	-	-	-	-	-	-	15,641,908	0.022%	1,213
2010-11	5,395,840	1,527,993	-	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	14,149,012	0.019%	1,216
2011-12	5,162,610	-	1,385,946	400,000	52,789	-	-	-	-	-	-	-	-	-	-	-	-	14,843,907	0.019%	1,264
2012-13	4,920,710	-	1,200,313	300,000	40,634	-	-	-	-	-	-	-	-	-	-	-	-	13,112,529	0.016%	1,104
2013-14	4,669,810	-	1,010,705	200,000	5,564	-	-	-	-	-	-	-	-	-	-	-	-	11,321,721	(2)	938

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

(1) See Table 14 for personal income and population data. Personal Income data is not available for Wilton Manors. The data used is for Broward County.

(2) Personal Income not available for 2014

CITY OF WILTON MANORS, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING - Table 10
Last Ten Fiscal Years

Fiscal Year	Estimated Actual Taxable Value	General Obligation Bonded Debt	Percentage of Actual Taxable Value of Property	Population	Per Capita
2004-05	\$ 732,786,914	\$ 2,376,778	0.32%	12,282	\$ 194
2005-06	872,812,310	2,250,177	0.26%	12,546	179
2006-07	1,068,467,677	2,117,972	0.20%	12,848	165
2007-08	1,266,296,064	7,979,916	0.63%	12,929	617
2008-09	1,237,347,229	7,673,250	0.62%	12,929	593
2009-10	1,039,421,516	8,205,903	0.79%	12,895	636
2010-11	888,120,558	6,923,833	0.78%	11,632	595
2011-12	853,444,447	6,548,556	0.77%	11,743	558
2012-13	877,177,625	6,121,023	0.70%	11,878	515
2013-14	931,961,518	5,680,515	0.61%	12,071	471

**CITY OF WILTON MANORS, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES NET DEBT - Table 11
SEPTEMBER 30, 2014**

	Net Debt Outstanding(1)	Estimated Percent Applicable(2)	Estimated Share of Overlapping Net Debt
Direct Debt	<u>\$ 5,886,079</u>	100%	<u>\$ 5,886,079</u>
Overlapping Debt			
Debt Repaid with Property Taxes:			
Broward County			
General Obligation Bonds	279,630,000		
School Board of Broward County			
Certificates of Participation	1,700,010,000		
Special Obligation Bonds	33,185,000		
Other Debt:			
Broward County			
Special Obligation Bonds	342,790,000		
Loans	<u>13,860,000</u>		
Total Overlapping Debt	<u>\$ 2,369,475,000</u>	0.71%	<u>\$ 16,739,135</u>
Total Direct And Overlapping Debt (2)	<u>\$ 2,375,361,079</u>		<u>\$ 22,625,214</u>

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

(1) Includes all governmental activities debt.

(2) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of Broward County's taxable assessed value that is within the City of Wilton Manors' boundaries and dividing it by Broward County's total taxable assessed value.

**CITY OF WILTON MANORS, FLORIDA
LEGAL DEBT MARGIN - Table 12**

There is no legal debt margin established either by City Charter or by Florida Statutes.

CITY OF WILTON MANORS, FLORIDA
PLEDGED REVENUE* COVERAGE - Table 13
Last Ten Fiscal Years

Fiscal Year	Utility Service Charges	Less: Operating Expenses**	Net Available Revenue	Principal	Interest	Coverage
2004-05	\$ 4,986,546	\$ 3,017,397	\$ 1,969,149	\$ 745,874	\$ 377,882	1.75
2005-06	5,487,939	3,131,685	2,356,254	782,390	361,662	2.06
2006-07	6,287,400	4,606,152	1,681,247	806,438	484,331	1.30
2007-08	5,461,241	3,754,669	1,706,572	848,056	390,813	1.38
2008-09	5,024,936	3,707,670	1,317,266	807,932	346,766	1.32
2009-10	6,081,733	3,869,683	2,212,050	941,387	287,748	1.80
2010-11	6,671,550	3,864,803	2,806,747	977,371	261,370	2.27
2011-12	7,087,433	3,837,977	3,249,456	1,014,729	231,629	2.61
2012-13	7,368,825	3,946,201	3,422,624	1,053,406	191,526	2.75
2013-14	7,381,474	4,338,565	3,042,909	1,058,413	151,165	2.52

* Pledged revenues consist of essentially all revenues of the Water and Sewer Enterprise Fund.

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

CITY OF WILTON MANORS, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS - Table 14
Last Ten Fiscal Years
And the Four Preceding Decennial Census Years

Fiscal Year	Wilton Manors Population(1)	Broward County Population(1)	Broward County Total Personal Income(1) (in Thousands)	County Per Capita Personal Income	County Unemployment Rate(2)
2004-05	12,282	1,746,896	\$ 67,945,619	\$ 38,895	3.5%
2005-06	12,546	1,739,348	71,941,404	41,361	3.2%
2006-07	12,848	1,720,825	74,547,657	43,321	3.8%
2007-08	12,929	1,723,633	75,222,774	43,642	6.1%
2008-09	12,929	1,733,310	69,442,515	40,064	9.8%
2009-10	12,895	1,752,122	72,731,461	41,511	9.8%
2010-11	11,632	1,780,172	76,133,577	42,768	9.0%
2011-12	11,743	1,771,099	78,687,882	43,351	7.3%
2012-13	11,878	1,784,715	80,525,783	45,120	5.9%
2013-14	12,071	1,803,903	(3)	(3)	5.2%

Sources:

- (1) Bureau of Economic and Business Research, University of Florida
- (2) Bureau of Labor Statistics, U.S. Department of Labor
- (3) Information unavailable for 2014

**CITY OF WILTON MANORS, FLORIDA
PRINCIPAL EMPLOYERS - Table 15**

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

City of Wilton Manors
Kids in Distress
Marrinson Group
Pace Center for Girls
Publix Supermarkets
School Board of Broward County
Somerset Charter School
Wilton Manors Rehabilitation Center/Palm Court
Moss Construction
CSL Plasma

**CITY OF WILTON MANORS, FLORIDA
MISCELLANEOUS STATISTICS - Table 16**

Date of Incorporation: September, 1947

Date of Adoption of City Charter: June 4, 1953

Form of City Government: City Commission/Manager

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

Area:

Square Miles	2.67
Miles of streets	47
Miles of waterways	13.7
Miles of sidewalks	7.1

Police Department:

Stations	1
Uniformed officers	33
Nonuniformed officers	14

Water & Sewer Utilities:

Active accounts - Water	4,201
Active accounts - Sewer	4,075

Recreation & open space (approximately 66.01 acres):

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

Sources: Various City Departments.

CITY OF WILTON MANORS, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION - Table 17
 Last Ten Fiscal Years

FUNCTION:	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
General Government										
Mayor and Commission	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Finance and Administrative	13.4	14.3	13.76	14.13	14.13	14.13	14.13	14.42	14.42	13.13
Community Services	10.8	8.8	8.25	8.25	6.75	6.42	6.7	4.55	4.55	5.85
Public Safety										
Police and Fire	43.5	43.5	41.95	43.95	43.95	43.95	45.45	47.22	47.22	50.93
Physical Environment										
Public Works	11	13	13	13	12	12	12	11.75	11.75	13.95
Culture and Recreation										
Leisure Services	43.7	43.8	41.84	41.13	39.93	36.42	36.23	36.23	36.23	40.12
Total	124.9	125.9	121.3	122.96	119.26	115.42	117.01	116.67	116.67	126.48

Source: FY2013-14 Adopted Budget

CITY OF WILTON MANORS, FLORIDA
OPERATING INDICATORS BY FUNCTION - Table 18
 Last Ten Fiscal Years

FUNCTION:	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
General Government										
Local Business Tax Licenses Issued (Occupational Licenses)	1,200	1,195	998	998	534	915	898	877	924	1,044
Building Permits Issued	1,423	1,983	1,477	1,008	1,090	978	1,213	1,232	1,425	1,645
Public Safety										
Physical Arrests	371	293	362	472	575	571	371	555	726	695
Traffic Violations	7,440	3,092	3,910	4,716	5,491	6,266	5,155	4,730	3,875	4,033
Parking Violations	87	71	695	877	1,004	2,696	10,504	9,184	8,033	6,960
Fire/EMS Emergency Responses	1,946	1,979	3,123	3,210	2,454	2,264	2,352	2,333	2,322	2,322
Fire Inspections	2,193	3,401	3,755	2,311	2,506	2,059	1,832	2,124	1,638	1,517
Physical Environment										
New Water Connections	46	97	29	11	25	10	3	5	5	6
Water Main Breaks	11	4	5	5	11	8	9	5	4	8
Average Daily Water Consumption *	1,656	1,655	1,511	1,450	1,496	1,447	1,361	1,371	1,358	1,392
Average Daily Sewage Treatment *	1,957	1,649	1,862	2,315	1,845	1,675	1,509	1,447	1,680	1,957
Culture and Recreation										
Athletic Programs	10	10	4	3	5	5	4	-	-	-
Volumes in Library Collection	24,575	29,132	32,581	27,212	35,435	37,741	38,648	40,041	39,739	41,167
Total Volumes Borrowed	41,641	54,012	36,362	35,918	48,469	48,018	51,230	54,591	56,622	53,939

* Thousands of Gallons

Sources: Various City Departments.

CITY OF WILTON MANORS, FLORIDA
CAPITAL ASSETS STATISTICS BY FUNCTION - Table 19
 Last Ten Fiscal Years

FUNCTION:	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Patrol Units	39	35	22	25	33	23	23	25	26	27
Fire Stations	1	1	1	1	1	1	1	1	1	1
Fire Hydrants	248	249	261	249	266	268	268	268	268	268
Physical Environment										
Miles of Sanitary Sewers	34	34	35.7	35.7	35.7	35.7	35.7	35.7	35.7	35.7
Miles of Storm Sewers	2.5	2.5	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.8
Wastewater Lift Stations	12	12	12	12	12	12	12	12	12	12
Acres of Lakes and Canals	14	14	14	14	14	14	14	29.7	29.7	29.7
Culture and Recreation										
Parks Acreage	66	66	66	66	66	66	66.26	66.01	66.01	66.01
Parks/Schools	8	8	8	8	14	14	16	15	15	15
Playgrounds	5	5	5	4	5	5	5	4	4	4
Baseball/Softball Diamonds	3	3	3	3	3	3	3	3	3	2
Soccer/Football Fields	2	2	2	3	4	4	4	0	0	0
Basketball Courts	6	6	6	5	2	2	2	3	3	3
Volleyball Courts	2	2	2	2	2	2	2	2	2	2
Roller Hockey/Multipurpose Court	1	1	1	0	0	0	0	0	0	0
Multi-Use Fields				7	3	3	3	2	2	2
Tennis Courts	6	6	6	6	6	6	6	6	6	6
Boat Ramps	1	1	1	1	2	2	2	2	2	2
Canoe Launch Sites	3	3	3	3	3	3	3	3	3	3
Shelters/Pavilions	8	8	8	8	10	10	10	12	12	12
Fitness Center	0	0	1	1	1	1	1	1	1	1
Community Multipurpose Centers	2	2	2	2	3	3	4	4	4	4
Libraries	1	1	1	1	1	1	1	1	1	1

Sources: Various City Departments.

COMPLIANCE SECTION





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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Wilton Manors, Florida (the "City") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 18, 2015. Our report includes a reference to other auditors who audited the financial statements of the City's Pension Trust Funds, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

GLSC & Company, PLLC

Miami, Florida
March 18, 2015



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MANAGEMENT LETTER PURSUANT TO THE RULES OF THE AUDITOR GENERAL FOR THE STATE OF FLORIDA

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

Report on the Financial Statements

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Wilton Manors, Florida (the "City"), as of and for the year ended September 30, 2014, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 18, 2015. We did not audit the financial statements of the Pension Trust Funds, which represent 100% of the assets, revenues and deduction of the fiduciary fund totals. Those financial statements were audited by other independent auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds are based solely on the reports of the other independent auditors.

Auditors' Responsibility

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

Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, Section 601, regarding compliance requirements in a accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 18, 2015, should be considered in conjunction with this management letter.

Purpose of this Letter

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

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

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The purpose of this letter is to comment on those matters described in Rule 10.554(1)(i) as required by the Rules of the Auditor General for the State of Florida. Accordingly, in connection with our audit of the basic financial statements of the City of Wilton Manors, Florida, as described in the first paragraph, we report the following:

- I. Current year findings and recommendations.**
- II. Status of prior year findings and recommendations.**
- III. Compliance with the Provisions of the Auditor General of the State of Florida.**

We wish to thank the City and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements and the courtesies extended to us.

GLSC & Company, PLLC

Miami, Florida
March 18, 2015

LETTER TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

NONE

II. STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS

NONE

III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

1. Unless otherwise required to be reported in the auditors' report on internal control over financial reporting and compliance and other matters or schedule of finding and questioned costs, the management letter shall include, but not be limited to a statement as to whether or not corrective actions have been taken to address significant findings and recommendations in the preceding annual financial audit report pursuant to Section 10.554(1)(i)1, Rules of the Auditor General. There were no recommendations made in the preceding annual financial audit.
2. The City complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. There were no significant findings and recommendations to improve the City's financial management, accounting procedures, and internal control for the fiscal year ended September 30, 2014.
4. There were no violations of provisions of contracts or grant agreements, or abuse that have occurred, or were likely to have occurred, that have an effect on the financial statement that is less than material but which warrants the attention of those charged with governance.
5. The City was established as authorized by Chapter 30962, Laws of Florida, Acts of 1955. The City operates under a Commission / City Manager form of government. The City is financially independent as evidenced by the authority to make and approve its own budget, the power to tax, the authority to buy and sell property, and the authority to incur debt. The City has one potential component unit that was not included in the financial statements due to the insignificance to primary government.
6. The City has not met one or more of the conditions described in Section 218.503(1), Florida Statutes.
7. The annual financial report filed with the Florida Department of Financial Services pursuant to Section 218.32(1) (a), Florida Statutes agrees with the September 30, 2014 financial audit report.
8. We applied financial condition assessment procedures pursuant to Section 10.554(1)(i)5.c and Rule 10.556 and no deteriorating financial conditions were noted. 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 the same.



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INDEPENDENT ACCOUNTANTS' REPORT

Honorable Mayor, City Commission and City Manager
City of Wilton Manors, Florida

We have examined the City of Wilton Manors' (the "City") compliance with the requirements of Section 218.415, Florida Statutes, Local Government Investment Policies, during the year ended September 30, 2014. 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, 2014.

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

GLSC & Company, PLLC

Miami, Florida
March 18, 2015

"We Do!"

Same-sex marriage became legal in Florida on January 6, 2015. The City of Wilton Manors commemorated this milestone with a wedding ceremony legally recognizing the unions of 37 same-sex couples, several of whom had been in committed relationships for decades.



The City Commission Chamber in City Hall was the venue for the "We Do!" event on February 14, 2015.



Four separate marriage ceremonies were held, followed by a reception in the Hagen Park Community Center adjacent to City Hall. All members of the City Commission participated, serving as officiant, witnesses, and to offer their general support to the newlyweds. City and County staff, together with volunteers from the community, planned and executed the event. There was also a generous outpouring of support for the event from the local business community through sponsorships and donations.

The City of Wilton Manors has embraced its reputation as a both a home and a tourist destination for the gay, lesbian, bisexual and transgender community. With a large percentage of the population identifying as gay, lesbian, bisexual or transgender, Wilton Manors has been a progressive place to live, work and play for many years. The City of Wilton Manors is a place where diversity is not just tolerated, but is embraced. For more information, see www.wiltonmanors.com > Residents > LGBT Life in Wilton Manors.

The "We Do!" event was co-sponsored by Broward 100 in honor of Broward County's centennial year.

All photographs by Michael Murphy.