



Comprehensive Annual Financial Report

City of Lauderhill, FL

A photograph of a street lined with palm trees under a blue sky with white clouds. The street is paved and has a grassy area in the foreground. A utility pole is visible in the lower right corner.

For Year Ended September 30, 2017

Comprehensive Annual Financial Report

City of Lauderdale, Florida



For the Fiscal Year Ended September 30, 2017

Prepared by

City of Lauderdale Finance Department

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CITY OF LAUDERHILL, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2017

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March 27, 2018

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

The Comprehensive Annual Financial Report (CAFR) of the City of Lauderhill, Florida (the City), for the fiscal year ended September 30, 2017, is hereby submitted as mandated by both local ordinances and state statutes. The financial statements included in this report conform to generally accepted accounting principles (GAAP) and are audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States by a firm of licensed certified public accountants.

Management Responsibility

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the data, as presented, is accurate in all material respects; that is, the presentation fairly shows the financial position and results of the City's operations as measured by the financial activity of its various funds; and that the included disclosures will provide the reader with an understanding of the City's financial affairs.

Internal Control

Management of the City of Lauderhill, Florida is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of the financial statements in conformity with generally accepted accounting principles in the United States (GAAP). In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal control. Internal controls are designed to provide reasonable but not absolute assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition and (2) reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes: (1) the cost of control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgment by management. All internal control evaluations

occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

Audit

The City's financial statements have been audited by S. Davis & Associates, PA. The goal of the independent auditor was to provide reasonable assurance that the financial statements for fiscal year ended September 30, 2017 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors, based on their audit, rendered unmodified opinions that the financial statements for the fiscal year ended September 30, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

In addition to the standard independent audit of the City's financial statements, this audit was performed as part of a broader, federally mandated "Single Audit", which is designed to meet the special needs of the federal grantor agencies. The standards governing single audit engagements require the independent auditors to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued single audit report.

Financial Reporting Format

The City has prepared its CAFR using the financial reporting requirements as prescribed by Government Accounting Standards Board (GASB) *Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments (GASB 34)*. This GASB Statement requires that Management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Lauderhill was incorporated in 1959 and is governed by an elected mayor and four-member City Commission. The Mayor and Commissioners are elected city-wide and serve four-year terms. The City is administered under a commission-manager form of government whereby the Mayor and Commission hire a City Manager for administrative duties. The Commission is responsible for passing resolutions, which generally confirm or direct specific actions; and ordinances, which generally amend the City's permanent Code of Ordinances, for approving the annual budget and setting tax and assessment rates, for

approving capital expenditures and all debt issued by the City, for appointing citizen boards that assist and advise the Commission, and other related legislative duties. The City Manager is responsible for enacting the policies and actions approved by the Commission, for overseeing the daily operations of the City, and for appointing Department Directors and approving their staffing selections.

The City provides a full range of municipal services, including police and fire protection, parks and recreational programs such as swimming, youth sports, and tennis, cultural events and art instruction, a senior citizen community center and sponsored trips, water distribution and sewer and storm water collection, street and bridge repair, maintenance and lighting, public records maintenance, building inspection, business licensing, zoning regulation, code enforcement and grant programs for housing purchase and repairs.

The annual budget is the cornerstone of the City's financial planning and control. The Commission holds public hearings between February and April of each year to gather resident input for new projects and initiatives for the upcoming budget. Given general direction from the Commission following these meetings, Department Directors submit proposed departmental budgets to the City Manager in May. The City Manager reviews each proposal with the Directors and assembles a proposed budget that is delivered to the Commission by July 1.

The Commission holds public workshops in July to discuss and amend the City Manager's proposed budget. The final version of the proposed budget, including the proposed millage rate, is voted on in two public Commission meetings in September. The budget goes into effect October 1 and covers the fiscal year, which ends the following September 30th. During the fiscal year, the City Manager may approve transfers of funds among line items within a department, with the exception of reductions in capital outlay line items, which requires Commission approval. The Commission must also approve transfers between departments or supplemental appropriations that increase expenditures and revenues.

Economic Conditions and Outlook

Lauderhill is a mature community of approximately 66,887 year-round residents. That number increases to over 70,000 in the winter season, from December through March, as "snowbirds," primarily retirees from the northeastern United States and Canada, flock to their second homes in Lauderhill. Lauderhill's year-round residents include approximately 14,000 retirees, who are located throughout the City.

Working residents hold a range of jobs typical of those in the South Florida economy. These include positions in retail sales and other services, especially in the medical and tourism sectors, communications, municipal and county government, construction, and financial services. The broad base of Lauderhill's economy is representative of western Broward County, which is less dependent on tourism than the beach areas to the east.

Lauderhill's property tax base is primarily residential. The City has an industrial park with many small businesses operating in warehouses under 10,000 square feet but no large

firms that comprise a significant portion of the tax base. Lauderhill's residential tax base is rather evenly divided between single-family homes and multi-family condominiums and apartments. As shown in the Statistical Section of this CAFR, the majority of largest property taxpayers in Lauderhill are apartment complexes.

The City's assessed valuation is showing an upward trend resulting in a modest increase in property taxes, which is clearly a positive trend. The number of vacant homes and apartments in Lauderhill continues to decline during the past year, thus resulting in the stabilization of utility taxes and franchise fees for electricity, water, and telecommunication collections in the current year and in our projections for 2018. In addition, our investment in our community through improvements funded by the General Obligation Bonds, the implementation of four Safe Neighborhood Districts, and the use of grant funding have resulted in the increase of property values throughout the Community.

Major Initiatives and Capital Projects

The City continued its commitment to the residents by improving roadways, water and sewer lines, providing landscaping and acquiring capital assets to assist with the development of the overall community during Fiscal Year 2017. The Lauderhill Performing Arts Center opened to the public in fiscal year 2016. The 47,585 square foot facility houses a performing arts theater, meeting and class rooms, banquet and reception facilities and Broward County Public Library. The Center accommodates events for music, theatre, dance, cinema, comedy, visual arts, education, conferences, workshop and other social gatherings. The Lauderhill Performing Arts Center has a 1200 seat theatre equipped with Proscenium stage and state-of-the-art sound and lighting equipment. In Fiscal Year 2017, the City issued General Obligation Bond in the amount of \$35,260,000. The new capital funding from the Bond allows Lauderhill to fund new projects including road improvements, parks and playground improvements, police body cameras, park lighting, security cameras and City's facilities improvements.

The City's main offices are located at 5581 W Oakland Park Boulevard or on the NE corner of W. Oakland Park and Inverrary Boulevard. Our City Hall facility is a four-story facility with approximately 40,000 square feet of office and meeting space, and it features "green" or energy efficient components and is Leed Certified. As we progress the renaissance of Lauderhill, the City has made an ongoing commitment to improve the quality of life of its residents. The Central Broward Regional Park, a 110-acre multipurpose facility features sporting events such as football, soccer, basketball and netball games, as well as cricket matches. Additional park amenities include a water park, a public-art feature, and location for the Lauderhill Performing Arts Center and Broward County Library.

The Community Redevelopment Agency contribution is set by the relative tax bases of the Eastern and State Road 7 areas compared to their base year of 2005. For the Central area, the tax base has decreased below zero; as a result, no funding is allocated other than the rental income received from the commercial tenants at Renaissance Plaza. These funds are sufficient to maintain the plaza and make minimal interest payment on debt used

to purchase the plaza. The majority of East area revenue will be utilized to offset operating costs.

The City received additional funding for the State Housing Initiative Program (SHIP). These funds will provide opportunities for low and moderate income participants to receive down payment assistance so they may achieve the goal of home ownership. Additionally, the SHIP grant will allow residents to make critical repairs to their homes in the areas of health and safety weatherization. The program was designed to provide very low, low and moderate income families with assistance to purchase or repair homes. The Community Development Block Grant (CDBG) will utilize funding for new and existing programs including funding for economic development through the Community Redevelopment Agency commercial façade renovation program. Additionally, the City has committed to the betterment of our youths by providing funding for afterschool programs, which includes arts and cultural activities, sports programming and educational tutoring. Properties that were purchased by City through the Neighborhood Stabilization Program (NSP) were transferred to the Lauderhill Housing Authority. Although new funding will not be available for the Neighborhood Stabilization Program (NSP), any remaining funds and/or program income available at the end of the year will be re-appropriated to fiscal year 2018.

Long-term Financial Planning

Management constantly examine the strategic goals and objectives of the City of Lauderhill and implements policies that will assist in taking advantage of the opportunities that will lead the City to it's mission. The City's mission is to make the City a secure, clean, and desirable place to live, work, and visit by providing for a continually improving wide range of services; to encourage a community that retains and promotes employment opportunities, economic growth and improved quality of life, where people of diverse cultural backgrounds and incomes peacefully interrelate. The City utilizes long-term financial planning to identify future financial challenges and opportunities through financial forecasting and analysis, then, devise strategies based on the information to achieve financial sustainability. The goal of the annual budget and the five-year plan is to outline an operating and financing plan, which will provide for sound fiscal management through the allocation of limited resources. The capital improvement fund is dedicated to the management of capital project expenditures such as equipment, renovations and vehicle purchases. Construction costs are effectively monitored to achieve saving opportunities and outstanding qualities.

The City issued bonds, including five Sales Tax Revenue Bonds, three Utility Tax Revenue Bonds, three Water and Sewer Revenue Bonds, three Stormwater Revenue Bonds, two General Obligation Bonds and three Notes Payable to continually improve capital assets and to better serve the residents of our City. The City is financially stable and strives to maintain and gradually improve its credit rating from at least two major Municipal bond credit ratings services, Moody's Investors Services and Standard and Poor's Global ratings. The most recent ratings for the City's credit obligations are as follows: A1 (Moody's) for 2013 Capital Improvement Revenue Bonds, AA (Standard & Poor's) A1 (Moody's) for 2016 Water and Sewer Bond, A (Standard & Poor's) A2 (Moody's) for Certificates of Participation (COPs),and an A1 (Moody's) Half-Cent Sales Tax Revenue Bonds. Staff continues to

closely monitor the bond covenants, level of expenditures and underlying revenue streams to ensure that the City maintains its rating and its ability to issue additional debt for capital improvements. The total outstanding principals as of September 30, 2017 are \$12,610 thousand for the Sales Tax Bonds, \$6,562 thousand for Water Utility Tax Bond, \$11,795 thousand for Electric Utility Revenue Bond, \$16,535 thousand for the Water and Sewer Revenue Bonds, \$8,550 thousand for the Stormwater Bonds, \$56,325 thousand for the General Obligation Bonds and \$15,258 thousand for Notes Payable. Revenue bonds have been issued between 2005 and 2016 to pay for capital projects or to refund earlier bond issues in an effort to take advantage of reduced interest rates. The outstanding debt is further detailed in the Notes to the Financial Statements.

In the Water and Sewer fund, capital funds are available for projects such as line rehabilitation, sewer lining, culvert cleaning and well replacement, lift station rehabilitations, automated meters for large buildings. Funding is also provided for a water line valve replacement program, maintaining water tanks, replacing various filters, and upgrading computer and security systems at the water treatment plant.

Relevant financial policies

The City implemented an investment policy to provide framework for the management of investments and guidelines for prudent investment of the City's funds. The goals of the City's investment policy and investment management function are to enhance the economic status of the City and protect its funds.

The City established a fund balance/net position policy to insure against unanticipated events that would adversely affect the financial condition of the City and jeopardize the continuation of necessary public service. This policy ensures that the City provides adequate cash flow for daily financial needs, secures and maintains investment grade bond ratings, offsets significant economic downturns and revenue shortfalls, and provides funds for unforeseen expenditures related to emergencies.

Awards and Acknowledgements

The Government Finance Officers' Association (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lauderhill for its Comprehensive Annual Financial Report (CAFR) for fiscal year ended September 30, 2016. This is the twenty-ninth consecutive year (fiscal year ended September 30, 1988-2016) that the City has achieved this prestigious national award. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized Comprehensive Annual Financial Report. These reports satisfied both generally accepted accounting principles in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and the City is submitting it to GFOA to determine its eligibility for another Certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of Karen Pottinger, Assistant Finance Director, Sean Henderson, Deputy Finance Director, Qi Pan, Assistant Comptroller and C Borders-Byrd, CPA, Contracted Internal Auditor, as well as the entire staff of the Finance and Support Services Department. Karen Pottinger has the primary responsibility for maintaining the integrity of the accounting records during the year and overseeing the preparation of this CAFR. The Finance staff also recognizes the City Commission and the City Manager for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'Kennie Hobbs, Jr.', with a long horizontal flourish extending to the right.

Kennie Hobbs, Jr.
Assistant City Manager/Finance & Support Services Director



Government Finance Officers Association

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

Presented to

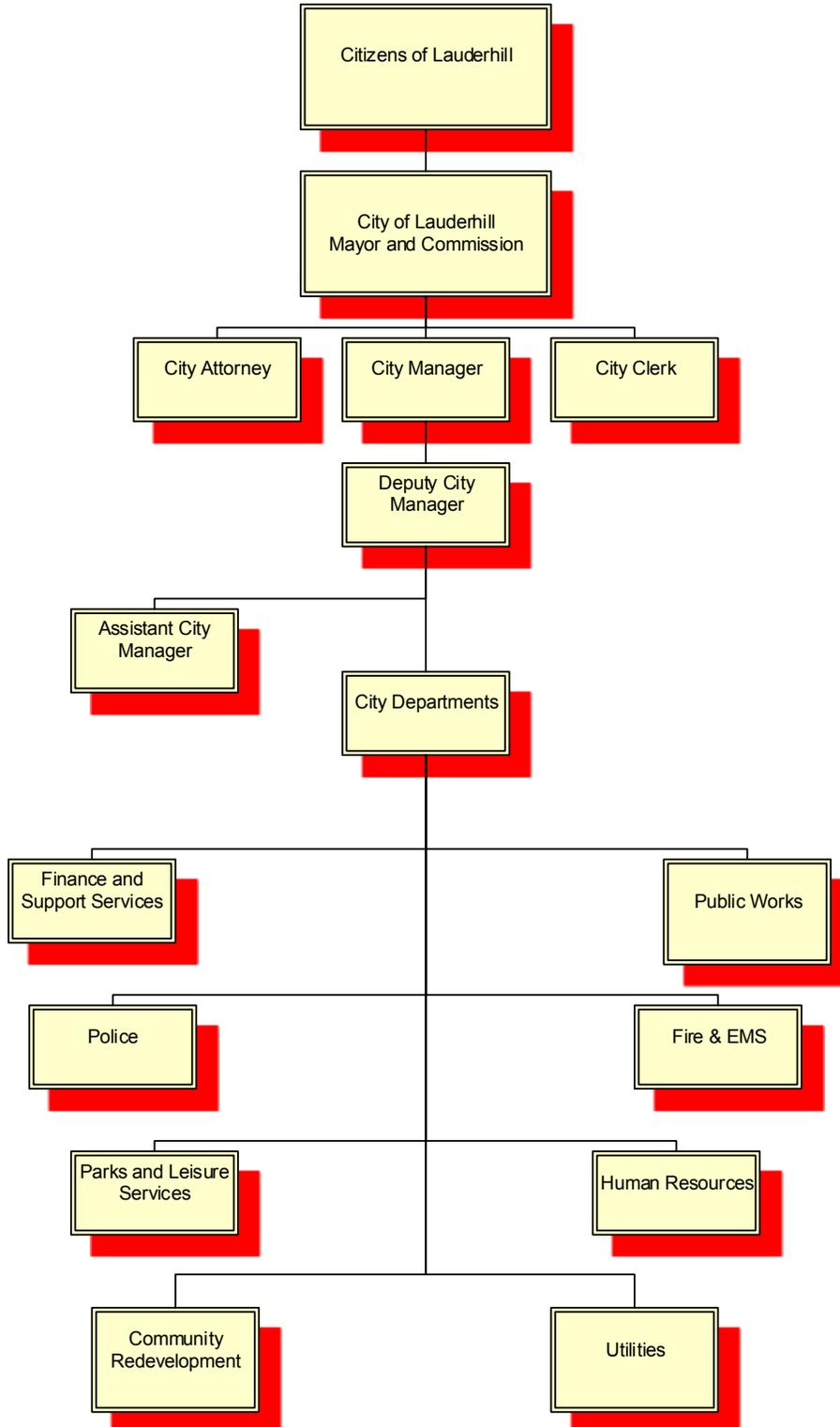
**City of Lauderhill
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morill
Executive Director/CEO

City of Lauderhill, Florida



City of Lauderdale, Florida

Commission/Manager Form of Government



Mayor
Richard J. Kaplan

Vice Mayor – Howard Berger
Commissioner – M. Margaret Bates
Commissioner – Hayward J. Benson, Jr.
Commissioner – Ken Thurston

City of Lauderdale, Florida Appointed City Officials

City Manager	<i>Charles Faranda</i>
Deputy City Manager	<i>Desorae Giles-Smith</i>
Assistant City Manager/ Finance & Support Services Director	<i>Kennie Hobbs, Jr.</i>
City Attorney	<i>W. Earl Hall</i>
City Clerk	<i>Andrea Anderson</i>
Community Redevelopment Director	<i>Sean Henderson</i>
Public Works Director	<i>Juan Martin Cala</i>
Fire Chief	<i>Marc Celetti</i>
Human Resources Director	<i>Reylon Fennel</i>
Parks & Leisure Services Director	<i>Irvin Kiffin</i>
Police Chief	<i>Constance Stanley</i>
Utilities Director	<i>Herbert Johnson</i>

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lauderhill, Florida ("the City") as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pension Trust Funds, which represents 98.9%, 99.6% and 93.8%, respectively, of the assets, net position/fund balance, and revenues/additions of the aggregate remaining fund information. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule, schedule of net pension liability, schedule of contributions by employer and schedule of investment returns on pages 15-25 and pages 85-93 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, statistical section, schedule of expenditures of federal awards, as required by Title 2 U.S Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, 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, budgetary comparison schedules and the schedule of expenditures of federal awards 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining and individual nonmajor fund financial statements, budgetary comparison schedules and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 27, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is positioned above a light blue horizontal line.

Hollywood, Florida
March 27, 2018

CITY OF LAUDERHILL, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED SEPTEMBER 30, 2017

We, the management of the City of Lauderhill (the "City"), offer readers of the City's financial statement a narrative representation of the City's financial performance for fiscal year ended September 30, 2017. This discussion and analysis will provide an overview of the City's financial activities when read in conjunction with the transmittal letter on pages 1 through 7 and the City's financial statements, which begin on page 26.

FINANCIAL HIGHLIGHTS (in thousands)

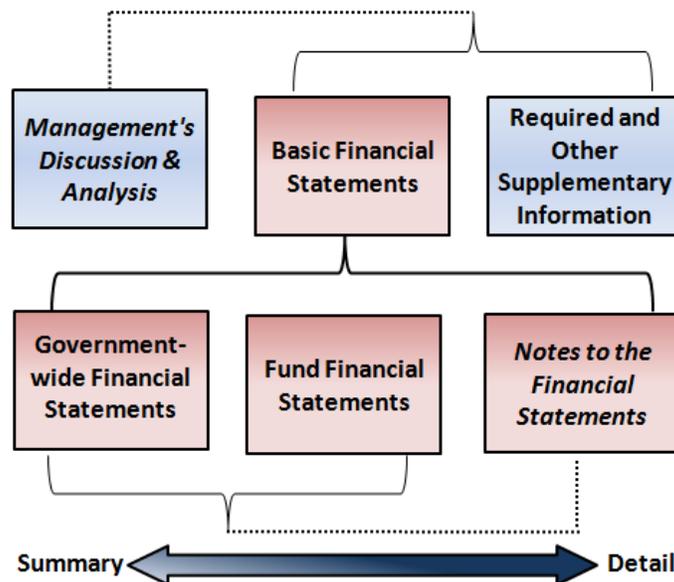
- The assets of the City of Lauderhill exceeded its liabilities at the close of the most recent fiscal year by \$43,235 (net position). Governmental activities unrestricted is (\$41,067) and business-type activities is \$30,426 totaling (\$10,642). Positive unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.
- During fiscal year 2017, the government's total net position increased by \$1,316 to \$43,235. Governmental net position decreased by \$4,134 (17.08 percent), while business-type activity net position increased by \$5,450 (8.24 percent). Increase to governmental and business-type positions is primarily due to an upward trend of deferred outflows of resources and depreciation expense.
- During fiscal year 2017, revenues of all Governmental Funds totaled \$75,382 while expenditures (before other financing sources and uses) totaled \$81,092. As a result, Governmental revenues were \$5,711 less than Governmental Fund Expenditures. Also, the City realized an increase in total Governmental Funds Fund Balance (net of other financing sources and uses) of \$30,466 during fiscal year 2017 due to proceeds from General Obligation Bonds issued in 2017.
- Business-type activities yielded a net operating income of \$4,932 and non-operating revenue of \$518. During fiscal year 2017, operating revenues increased by \$1,436 from fiscal year 2016, totaled \$28,511 compared to \$27,075 during 2016. The increase is primarily due to utilities rate changes and service charges. Funding will be used to improve capital assets and offset operating costs. The City continues to demonstrate strong revenues and earnings potential, which should allow for the issuance of additional debt to maintain and improve the current utility system while still maintaining sufficient funds for continued operations.
- The total operating expenditure for governmental funds and Proprietary funds amounted to \$104,671 or \$8,728 (9.10 percent) more than fiscal year 2016. The General Government costs increased by more than \$7,741 and Proprietary costs increase by \$987 during fiscal year 2017. Increase in expenditure attributed to Hurricane Irma expenditures and contractual agreements.

- As of the close of the current fiscal year, the General Fund reported revenues in excess of expenditures of \$4,944 before other financing sources (uses) of (\$6,790).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: (1) government-wide financial statements (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Required Components of The City of Lauderhill's Comprehensive Annual Financial Report



Government-wide Financial Statements The government-wide financial statements are designed to provide information about the activities of the City as a whole, in a manner similar to a private-sector business. Both long-term and short-term information regarding the City's finances are presented.

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

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of

the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal period (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (business activities). The governmental activities of the City include general government, public safety, public works, culture and recreation, and economic and community development. The business-type activities of the City include Water and Sewer, Stormwater and Performing Arts operations.

The government-wide financial statements can be found on pages 26-27 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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

The City maintains Thirteen (13) 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, community redevelopment agency fund, capital projects fund, fire protection fund and debt service fund, which are considered to be major funds. Data from the other eight (8) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 28-31 of this report.

Proprietary funds. The City maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses Enterprise Funds to account for its Water and Sewer, Stormwater, and Performing Arts operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the Water and Sewer, Stormwater and Performing Arts operations, which are considered to be major funds of the City.

The basic proprietary fund financial statements can be found on pages 32-34 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's operations. However, the unfunded pension liabilities are reported on the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 35-36 of this report.

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 beginning on page 37 of this report.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules.

Required supplementary information can be found on pages 85-93 of this report.

The combining financial statements referred to previously in connection with nonmajor governmental funds, are presented immediately following the required supplementary information. Combining fund statements and schedules can be found beginning on page 94 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (in thousands)

Our analysis of the financial statements of the City begins below. The Statement of Net Position and the Statement of Activities report information about the City's activities that will help answer questions about the financial position and result of operations of the City. Information for both fiscal years ended 2016 and 2017 are presented for comparison purposes.

Statement of Net Position

As noted previously, net position, over time, serve as a useful indicator of a government's financial position. The schedule below summarizes the City of Lauderhill's net position for fiscal years ended 2017 and 2016:

	Governmental Activities		Business-type Activities		Total Government	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$55,398	\$22,748	\$35,946	\$30,836	\$91,344	\$53,584
Capital assets	78,035	79,282	71,319	72,909	149,354	152,191
Total assets	<u>133,433</u>	<u>102,030</u>	<u>107,265</u>	<u>103,745</u>	<u>240,698</u>	<u>205,775</u>
Deferred outflows of resources	10,335	12,154	814	1,223	11,149	13,377
Long-term debt outstanding	105,723	76,650	29,972	31,464	135,695	108,114
Net pension liability	40,416	47,989	3,825	5,293	44,241	53,282
Other liabilities	10,835	7,550	1,721	1,306	12,556	8,856
Total liabilities	<u>156,974</u>	<u>132,189</u>	<u>35,518</u>	<u>38,063</u>	<u>192,492</u>	<u>170,252</u>
Deferred inflows of resources	15,135	6,202	985	779	16,120	6,981
Net position (deficit)	<u>(\$28,341)</u>	<u>(\$24,207)</u>	<u>\$71,576</u>	<u>\$66,126</u>	<u>\$43,235</u>	<u>\$41,919</u>
Net investment in capital assets	\$10,393	\$13,443	\$40,950	\$41,446	\$51,343	\$54,889
Restricted	2,333	3,080	200	-	2,533	3,080
Unrestricted	(41,067)	(40,730)	30,426	24,680	(10,641)	(16,050)
Total net position (deficit)	<u>(\$28,341)</u>	<u>(\$24,207)</u>	<u>\$71,576</u>	<u>\$66,126</u>	<u>\$43,235</u>	<u>\$41,919</u>

The City's combined net position was \$43,235 at the 2017 fiscal year end: (\$28,341) for governmental activities and \$71,576 for business-type activities. This represents a decrease of \$1,316 from fiscal year 2016 net position. Pension related costs contributed to the decrease in total government net position. The governmental activities total net position deficit is primarily due to pension liability reported on the government-wide statement as per GASB 68. For governmental activities, capital assets were decreased by \$1,247, restricted net position decreased by \$547 and current and other assets increased by \$32,650 from fiscal year 2016. Significant increase in governmental assets is due to General Obligation Bond proceeds received in 2017. Decrease in capital assets primarily due to depreciation expense and decrease in capital assets spending.

The use of a portion of net position is restricted and cannot be used to meet the ongoing obligations of the City. For fiscal year 2017, restricted net position equaled \$2,333 for governmental activities. Unrestricted net position of governmental activities represent (\$41,067) while business-type activities unrestricted net position are \$30,426 or 42.51 percent of total net position; positive net position can be used to meet the City's ongoing obligations to citizens and creditors.

Investment in capital assets (such as land, buildings, and equipment) is a significant portion of the restricted assets. The City uses these capital assets to provide services

to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Long-term debt outstanding has increased in the governmental activities and decreased in the enterprise activities. This is a result of the City paying down long term obligations and new debt was issued. At the end of the current fiscal year, the City is able to report positive balances of net position as it relates to the governmental and business-type activities as a whole.

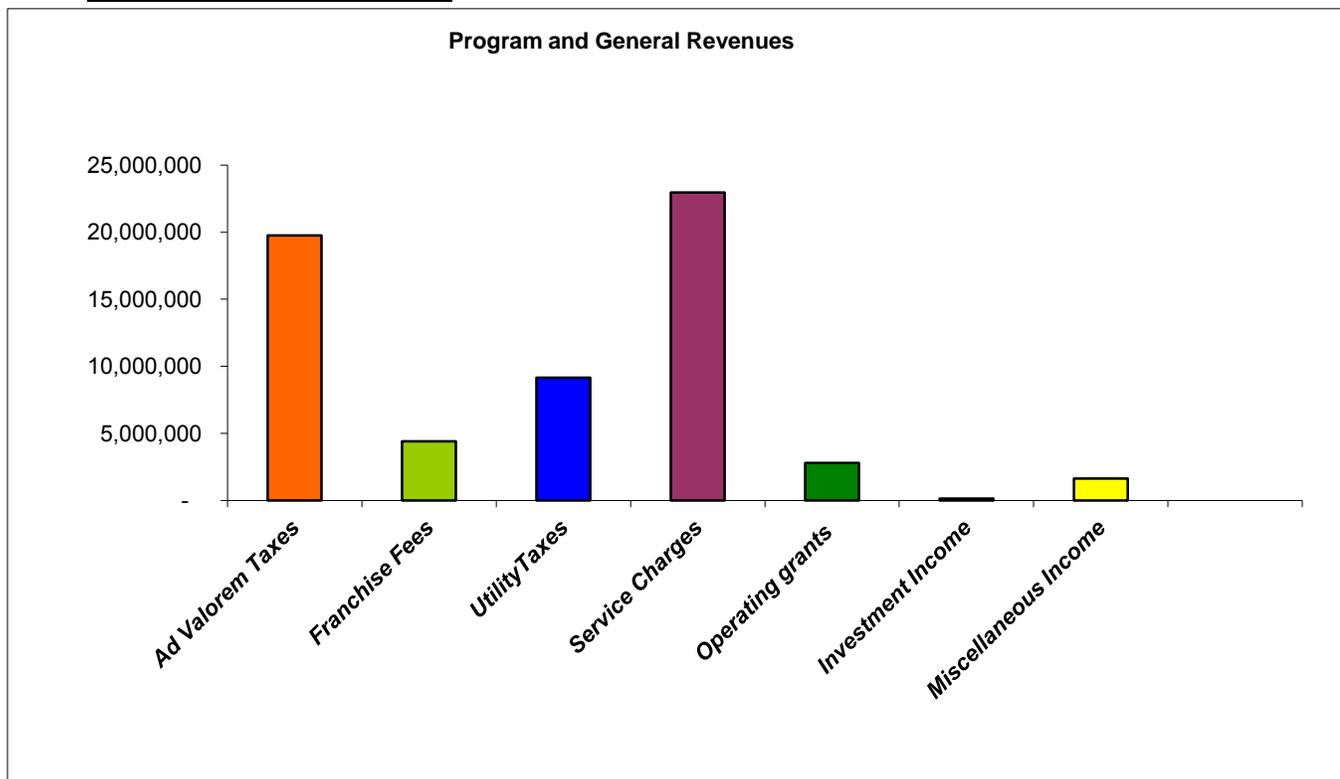
Statement of Activities

Governmental activities for the current fiscal year decreased net position by \$4,134, primarily due to increase in depreciation expense and pension cost. Key elements of the changes in net position are presented in the schedule below and described in the following section:

City of Lauderdale, Florida
Change in Net Position
(In Thousands)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u> <u>Government</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenues:						
Program revenues:						
Charges for services	\$22,404	\$21,455	\$28,556	\$27,075	\$50,960	\$48,530
Operating grants	2,802	2,197	-	-	2,802	2,197
Capital grants and contributions	-	-	-	8	-	8
General revenues:						
Property taxes	19,744	18,155	-	-	19,744	18,155
Other taxes	13,552	13,456	-	-	13,552	13,456
Other	16,449	17,369	44	12	16,493	17,381
Total revenues	<u>74,951</u>	<u>72,632</u>	<u>28,600</u>	<u>27,095</u>	<u>103,551</u>	<u>99,727</u>
Expenses:						
General government	15,789	12,199	-	-	15,789	12,199
Public safety	43,297	37,688	-	-	43,297	37,688
Physical environment	3,263	3,321	-	-	3,263	3,321
Transportation	2,691	2,302	-	-	2,691	2,302
Recreation and social services	10,826	9,138	-	-	10,826	9,138
Interest on long-term debt	2,719	2,492	-	-	2,719	2,492
Water and sewer	-	-	17,534	17,722	17,534	17,722
Stormwater	-	-	4,823	3,201	4,823	3,201
Performing Arts	-	-	1,293	1,050	1,293	1,050
Total expenses	<u>78,585</u>	<u>67,140</u>	<u>23,650</u>	<u>21,973</u>	<u>102,235</u>	<u>89,113</u>
Increase (decrease) in net position before transfers	<u>(3,634)</u>	<u>5,492</u>	<u>4,950</u>	<u>5,122</u>	<u>1,316</u>	<u>10,614</u>
Transfers	<u>(500)</u>	<u>(911)</u>	<u>500</u>	<u>911</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>(4,134)</u>	<u>4,581</u>	<u>5,450</u>	<u>6,033</u>	<u>1,316</u>	<u>10,614</u>
Net position (deficit), October 1,	<u>(24,207)</u>	<u>(28,788)</u>	<u>66,126</u>	<u>60,093</u>	<u>41,919</u>	<u>31,305</u>
Net position (deficit), September 30	<u>(\$28,341)</u>	<u>(\$24,207)</u>	<u>\$71,576</u>	<u>\$66,126</u>	<u>\$43,235</u>	<u>\$41,919</u>

Governmental Activities

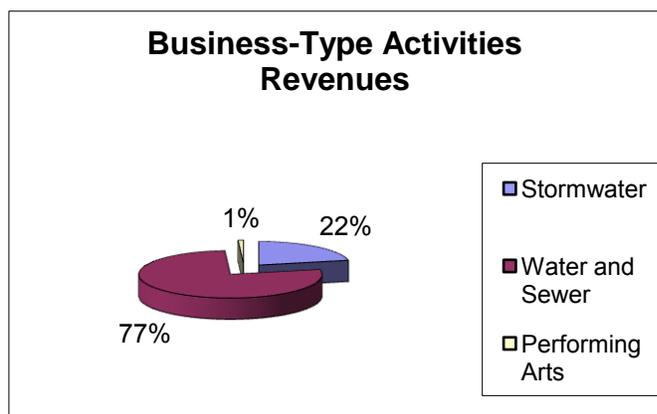


- Property taxes revenue increased in the governmental activities by \$1,589 (8.75 percent) during fiscal year 2017 compared to fiscal year 2016. The millage rate was the same 7.5898 in 2017 compare with 2016's; however, property value increased resulting in an increase in revenue.

Business-type Activities

Business-type activities for the year resulted in an increase in net position of \$5,450. Key elements of this change are as follows:

- The Stormwater Utility revenues exceeded total expenses by \$1,480.
- The Water and Sewer Utility increased net position by \$4,691
- The Performing Arts change in net position was a decrease of (\$721).



FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

The City of Lauderdale uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The table below summarizes the significant changes in the fund balances of the City's governmental funds:

	Governmental Funds					
	(In Thousands)					
	<u>General</u>	<u>Agency</u>	<u>Projects</u>	<u>Protection</u>	<u>Funds</u>	<u>Governmental</u>
	Community Redevelopment	Capital	Fire	Other	Total	
Fund balance (deficit), September 30, 2016	\$17,976	(\$1,246)	(\$813)	(\$8,581)	\$3,760	\$11,095
Revenues	54,931	411	2,301	15,254	2,485	75,382
Expenditures	(49,987)	(535)	(3,165)	(15,253)	(12,153)	(81,093)
Other financing sources (uses)	(6,790)	215	35,507	50	7,194	36,177
Fund balance (deficit), September 30, 2017	<u>\$16,130</u>	<u>(\$1,155)</u>	<u>\$33,830</u>	<u>(\$8,530)</u>	<u>\$1,286</u>	<u>\$41,561</u>

Governmental Funds

As discussed previously, the purpose of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources relative to the City's funding requirements. Unassigned fund balances serve as the most useful measure of the City's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds reported a combined fund balance of \$41,561 with general fund representing \$16,130, down by \$1,846 compared with fiscal year 2016, primarily due to the increase of public safety expenditures. General fund balance of \$16,130 comprised of assigned fund balance of \$5,662, and \$6,024 unassigned fund balance at year-end.

The capital projects fund had a balance of \$33,830 at year-end, up by \$34,644 in fiscal year 2017. The primary reason for the increase is the recognition of debt proceeds from General Obligation Bond. Funding from the General Obligation Bond will be utilized to finance various capital projects throughout the City.

The majority of the Debt service fund deficit of (\$1,011) is a result of unrecognizing accounts receivable recorded within the fund in prior year.

The Natural Disaster fund deficit of (\$1,151) reported in other funds is the result of cost incurred due to Hurricane Irma. The majority of the total costs are reimbursable from Federal Emergency Management Agency and the State of Florida. In addition, the City reserved \$1,319 in the general fund to offset unreimbursable costs.

General Fund Budgetary Highlights

The City Commission approves the original budget (Adopted Budget) in September prior to the beginning of the fiscal year. The final budget (Amended Budget) reflects divisional changes made administratively and approved by the City Manager and departmental changes and supplemental appropriations approved by the City Commission during the year.

Actual General Fund revenues for fiscal year 2017 were below final budget by \$2,652. Actual expenditures for the year were approximately \$1,995 less than the final budget. The major expenditure variances between the final budget and actual in the general fund are reflected in general government, transportation and recreation and social services, which is due to an overall decrease in spending.

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities as of September 30, 2017, amounts to \$149,354 (net of accumulated depreciation). This investment in capital assets includes land, buildings, water distribution and sewer collection, storm drainage systems, park improvements, equipment, and street improvements, which are detailed (net of accumulated depreciation) as follows:

City of Lauderdale, Florida						
Capital Assets (net of						
(In Thousands)						
	Governmental Activities		Business-type Activities		Total Government	
	2017	2016	2017	2016	2017	2016
Land	\$ 28,344	\$28,344	\$ 349	\$ 349	\$ 28,693	\$ 28,693
Building	16,232	16,873	32,666	33,723	48,898	50,596
Machinery and equipment	2,401	3,082	1,376	1,319	3,777	4,401
Improvements(other than buildings	26,148	27,269	21,709	21,327	47,857	48,596
Infrastructure	3,476	3,714	15,219	15,847	18,695	19,561
Construction-in-progress	1,434	-	-	344	1,434	344
	<u>\$ 78,035</u>	<u>\$79,282</u>	<u>\$ 71,319</u>	<u>\$ 72,909</u>	<u>\$ 149,354</u>	<u>\$ 152,191</u>

The City has developed various capital improvement programs to improve the quality of life of its residents. Additional information on the City’s capital assets can be found in the notes to the financial statements on pages 61-63 of this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the City has total long-term debt outstanding of

\$133,351. Total governmental activities debt increased net by \$30,200 as a result of General Obligation Bond issued. Total business activities debt decreased net by \$1,491 as a result of scheduled payments.

City of Lauderdale, Florida Outstanding Debt (In Thousands)						
	Governmental Activities		Business-type Activities		Total Government	
	2017	2016	2017	2016	2017	2016
General Obligation Bonds	\$ 56,325	\$ 22,225	\$ -	\$ -	\$ 56,325	\$ 22,225
Revenue Bonds	30,967	33,332	25,085	26,050	56,052	59,382
State Revolving Fund	-	-	4,887	5,413	4,887	5,413
Capital Leases	823	1,208	-	-	823	1,208
Insurance Claim Payable	6	10	-	-	6	10
Notes Payable	15,258	16,404	-	-	15,258	16,404
	<u>\$ 103,379</u>	<u>\$ 73,179</u>	<u>\$ 29,972</u>	<u>\$ 31,463</u>	<u>\$ 133,351</u>	<u>\$ 104,642</u>

Additional information on the City's long-term debt can be found in the notes to the financial statements on pages 65-69.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

In the fiscal year 2018 budget, General fund revenues and expenditures are budgeted to increase by \$2,767 equally, or 4.98% when compared to fiscal year 2017. General fund property taxes make up approximately 30% of general fund budgeted revenues and are projected to increase by \$1,249 or 7.45% from fiscal year 2017.

For the Water and Sewer fund, revenues and expenditures are budgeted to increase by \$2,166, or 10.82% when compared to fiscal year 2017. For the Stormwater fund, revenues and expenditures are budgeted to increase by \$413, or 5.94% when compared to fiscal year 2017.

Performing Art Center Fund is budgeted to increase by \$150, or 23.08% when compared to fiscal year 2017. The increase in budget is to recognize additional revenues from scheduled events and the costs related to those performances.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Lauderdale's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Lauderdale, Finance Department, 5581 W. Oakland Park Boulevard, Suite 241 Lauderdale, Florida, 33313. Information may also be found at our website at www.lauderhill-fl.gov.

CITY OF LAUDERHILL, FLORIDA
STATEMENT OF NET POSITION
September 30, 2017

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash and equity in pooled cash and investments	\$ 44,758,799	\$ 8,534,700	\$ 53,293,499
Accounts receivable - net	7,448,332	6,655,123	14,103,455
Notes receivable	5,939,972	8,611,039	14,551,011
Due from other governments	2,478,967	344,374	2,823,341
Internal balances	(11,170,797)	11,170,797	-
Inventories	274,328	97,958	372,286
Prepaid expenses	27,934	2,705	30,639
Restricted assets:			
Equity in pooled cash and investments	608,425	529,714	1,138,139
Real estate held for investment	2,099,137	-	2,099,137
Other assets	2,933,119	-	2,933,119
Non-depreciable assets-			
Land	28,344,587	349,010	28,693,597
Construction in progress	1,434,396	-	1,434,396
Depreciable assets-net	<u>48,256,278</u>	<u>70,969,964</u>	<u>119,226,242</u>
Total assets	<u>133,433,477</u>	<u>107,265,384</u>	<u>240,698,861</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	<u>10,335,414</u>	<u>813,802</u>	<u>11,149,216</u>
Total Deferred Outflows of Resources	<u>10,335,414</u>	<u>813,802</u>	<u>11,149,216</u>
LIABILITIES			
Accounts payable and accrued expenses	1,912,532	1,131,460	3,043,992
Accrued interest payable	859,760	395,852	1,255,612
Accrued payroll	1,700,909	193,599	1,894,508
Customer deposits	34,210	-	34,210
Unearned revenue	4,768,590	-	4,768,590
Noncurrent liabilities:			
Net OPEB obligation	1,559,000	-	1,559,000
Net pension liabilities	40,416,282	3,825,323	44,241,605
The amount due within one year	6,391,780	2,783,392	9,175,172
The amount due in more than one year	<u>99,331,586</u>	<u>27,188,514</u>	<u>126,520,100</u>
Total Liabilities	<u>156,974,649</u>	<u>35,518,140</u>	<u>192,492,789</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	12,266,594	587,995	12,854,589
Deferred charge-bonds refunding	<u>2,868,694</u>	<u>396,666</u>	<u>3,265,360</u>
Total Deferred Inflows of Resources	<u>15,135,288</u>	<u>984,661</u>	<u>16,119,949</u>
NET POSITION			
Net Investment in capital assets	10,392,854	40,950,402	51,343,256
Restricted for:			
Renewal and replacement	-	200,000	200,000
Social services	451,788	-	451,788
Debt service	1,881,804	-	1,881,804
Unrestricted	<u>(41,067,492)</u>	<u>30,425,983</u>	<u>(10,641,509)</u>
Total Net Position	<u>\$ (28,341,046)</u>	<u>\$ 71,576,385</u>	<u>\$ 43,235,339</u>

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

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

Functions/programs	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	Expenses	Charges for services	Operating grants and contributions	Capital grants and contributions	Governmental activities	Business-type activities	Total
Primary Government:							
Governmental activities:							
General government	\$ 15,788,780	\$ 3,610,845	\$ 443,336	\$ -	\$ (11,734,599)	\$ -	\$ (11,734,599)
Public safety	43,297,109	18,572,395	582,715	-	(24,141,999)	-	(24,141,999)
Physical environment	3,262,637	-	-	-	(3,262,637)	-	(3,262,637)
Transportation	2,691,309	7,320	291,863	-	(2,392,126)	-	(2,392,126)
Recreation and social services	10,826,015	213,453	1,484,276	-	(9,128,286)	-	(9,128,286)
Interest on long-term debt	2,719,475	-	-	-	(2,719,475)	-	(2,719,475)
Total governmental activities	78,585,325	22,404,013	2,802,190	-	(53,379,122)	-	(53,379,122)
Business-type activities:							
Water & Sewer	17,533,535	22,038,700	-	-	-	4,505,165	4,505,165
Stormwater	4,823,304	6,199,549	-	-	-	1,376,245	1,376,245
Performing Arts	1,292,690	317,737	-	-	-	(974,953)	(974,953)
Total business-type activities	23,649,529	28,555,986	-	-	-	4,906,457	4,906,457
Total primary government	\$ 102,234,854	\$ 50,959,999	\$ 2,802,190	\$ -	(53,379,122)	4,906,457	(48,472,665)
General revenues:							
Property taxes, levied for general purpose					19,744,092	-	19,744,092
Franchise taxes					4,394,459	-	4,394,459
Public service taxes					9,157,222	-	9,157,222
Unrestricted intergovernmental					15,658,186	-	15,658,186
Investment Income					136,148	43,767	179,915
Miscellaneous					654,624	-	654,624
Transfers					(500,000)	500,000	-
Total general revenues and transfers					49,244,731	543,767	49,788,498
Change in net position					(4,134,391)	5,450,224	1,315,833
Net position (deficit), October 1,					(24,206,655)	66,126,161	41,919,506
Net position (deficit), September 30,					\$ (28,341,046)	\$ 71,576,385	\$ 43,235,339

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

CITY OF LAUDERHILL, FLORIDA
 Balance Sheet
 Governmental Funds
 September 30, 2017

	MAJOR FUNDS						TOTAL GOVERNMENTAL FUNDS
	General	Community Redevelopment Agency	Capital Projects	Fire Protection	Debt Service	Other Nonmajor Governmental Funds	
ASSETS							
Cash and equity in pooled cash and investments	\$ 8,505,666	\$ 1,677	\$ 34,848,263	\$ 2,567	\$ -	\$ 1,400,626	\$ 44,758,799
Accounts receivable - net	7,104,473	44,570	-	132,223	167,066	-	7,448,332
Notes receivable	-	-	-	-	-	524,792	524,792
Due from other funds	2,587,768	187,428	-	-	-	-	2,775,196
Due from other governments	1,566,789	-	-	638,906	-	273,272	2,478,967
Inventories	274,328	-	-	-	-	-	274,328
Prepays	27,934	-	-	-	-	-	27,934
Restricted assets:							
Equity in pooled cash and investments	-	-	-	-	608,425	-	608,425
Real estate held for investment	-	2,099,137	-	-	-	-	2,099,137
Other assets	2,534,350	-	-	398,769	-	-	2,933,119
Total assets	<u>\$ 22,601,308</u>	<u>\$ 2,332,812</u>	<u>\$ 34,848,263</u>	<u>\$ 1,172,465</u>	<u>\$ 775,491</u>	<u>\$ 2,198,690</u>	<u>\$ 63,929,029</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued expenses	\$ 917,463	\$ -	\$ 362,699	\$ 7,125	\$ -	\$ 625,245	\$ 1,912,532
Accrued payroll	1,330,259	-	-	366,337	-	4,313	1,700,909
Advances from other funds	-	3,421,130	-	-	-	-	3,421,130
Due to other funds	-	66,709	655,173	8,744,307	187,428	871,246	10,524,863
Customer deposits	34,210	-	-	-	-	-	34,210
Unearned revenue	4,183,976	-	-	584,614	-	-	4,768,590
Insurance claims payable	5,780	-	-	-	-	-	5,780
Total liabilities	<u>6,471,688</u>	<u>3,487,839</u>	<u>1,017,872</u>	<u>9,702,383</u>	<u>187,428</u>	<u>1,500,804</u>	<u>22,368,014</u>
Fund balances:							
Nonspendable:							
Inventories	274,328	-	-	-	-	-	274,328
Prepays	27,934	-	-	-	-	-	27,934
Advances	2,587,768	-	-	-	-	-	2,587,768
Real estate held for investment	-	2,099,137	-	-	-	-	2,099,137
Long term receivable	1,437,378	-	-	-	-	-	1,437,378
Restricted for:							
Social services-community development	116,223	335,565	-	-	-	-	451,788
Assigned:							
Capital projects	-	-	33,830,391	-	-	-	33,830,391
Natural disaster	1,318,849	-	-	-	-	-	1,318,849
Debt reserve	1,293,741	-	-	-	588,063	-	1,881,804
Social services:							
Safe neighborhood	-	-	-	-	-	431,493	431,493
Housing	-	-	-	-	-	1,204,101	1,204,101
Public safety-law enforcement	-	-	-	-	-	364,666	364,666
Employee pension	1,059,099	-	-	-	-	-	1,059,099
Other post retirement benefit	1,559,000	-	-	-	-	-	1,559,000
Contingencies	431,087	-	-	-	-	-	431,087
Unassigned:							
General fund	6,024,213	-	-	-	-	-	6,024,213
Community redevelopment agency	-	(3,589,729)	-	-	-	-	(3,589,729)
Social services-housing	-	-	-	-	-	(151,042)	(151,042)
Public safety-fire	-	-	-	(8,529,918)	-	-	(8,529,918)
Public safety-natural disaster	-	-	-	-	-	(1,151,332)	(1,151,332)
Total fund balances (deficit)	<u>16,129,620</u>	<u>(1,155,027)</u>	<u>33,830,391</u>	<u>(8,529,918)</u>	<u>588,063</u>	<u>697,886</u>	<u>41,561,015</u>
Total liabilities and fund balances	<u>\$ 22,601,308</u>	<u>\$ 2,332,812</u>	<u>\$ 34,848,263</u>	<u>\$ 1,172,465</u>	<u>\$ 775,491</u>	<u>\$ 2,198,690</u>	<u>\$ 63,929,029</u>

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

CITY OF LAUDERHILL, FLORIDA
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
September 30, 2017

Fund balances - total government funds \$ 41,561,015

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets, net 78,035,261

Notes receivable 5,415,180
Dererred outflows of resources 10,335,414
Deferred inflows of resources (15,135,288)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.

2015 Sales Tax Bonds	(2,975,000)	
2005 Sales Tax Bonds	(455,000)	
2010 Sales Tax Bonds	(5,750,000)	
2011-A Sales BB&T	(840,000)	
2011-B Sales BB&T	(2,590,000)	
Water Utility Tax Bonds	(6,561,500)	
2005 General Obligation Bonds	(21,065,000)	
2017 General Obligation Bonds	(35,260,000)	
Electric Utility Revenue Bond	(11,795,000)	
Notes payable	(15,257,570)	
Net OPEB obligation	(1,559,000)	
Net Pension Liability	(40,416,282)	
Capital Lease	(822,720)	
Accrued interest	(859,760)	
Compensated absences	(2,345,796)	
	(148,552,628)	(148,552,628)

Net position of governmental activities \$ (28,341,046)

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

CITY OF LAUDERHILL, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2017

	MAJOR FUNDS						TOTAL GOVERNMENTAL FUNDS
	General	Community Redevelopment Agency	Capital Projects	Fire Protection	Debt Service	Other Nonmajor Governmental Funds	
REVENUES							
Taxes:							
Property taxes	\$ 16,636,902	\$ -	\$ 2,255,798	\$ 74,870	\$ -	\$ 776,522	\$ 19,744,092
Franchise taxes	4,394,459	-	-	-	-	-	4,394,459
Public service taxes	9,157,222	-	-	-	-	-	9,157,222
Charges for services	2,785,675	-	-	15,110,952	-	-	17,896,627
Administrative charges	7,961,360	-	-	-	-	-	7,961,360
Intergovernmental	8,381,425	335,000	-	-	-	1,484,277	10,200,702
Licenses and permits	3,386,296	-	-	8,391	-	-	3,394,687
Fines and forfeitures	1,304,523	-	-	-	-	106,492	1,411,015
Investment income	63,945	294	43,819	-	326	27,764	136,148
Rental income	341,575	73,921	-	-	-	-	415,496
Miscellaneous	516,845	1,696	1,809	59,414	-	90,023	669,787
Total revenues	<u>54,930,227</u>	<u>410,911</u>	<u>2,301,426</u>	<u>15,253,627</u>	<u>326</u>	<u>2,485,078</u>	<u>75,381,595</u>
EXPENDITURES							
Current:							
General government	13,602,048	534,972	506,728	-	834,653	-	15,478,401
Public safety	24,681,984	-	-	14,685,904	-	1,208,378	40,576,266
Physical environment	3,013,909	-	-	-	-	-	3,013,909
Transportation	2,125,648	-	-	-	-	-	2,125,648
Recreation and social services	6,563,113	-	-	-	-	2,574,347	9,137,460
Debt service:							
Principal retirement	-	-	-	280,343	4,776,015	-	5,056,358
Interest and issuance cost	-	-	-	26,358	2,630,602	-	2,656,960
Bond issuance costs	-	-	304,630	-	-	-	304,630
Capital Outlay:							
Improvements	-	-	2,051,250	175,215	-	61,138	2,287,603
Machinery & equipment	-	-	302,644	84,663	-	67,701	455,008
Total Expenditures	<u>49,986,702</u>	<u>534,972</u>	<u>3,165,252</u>	<u>15,252,483</u>	<u>8,241,270</u>	<u>3,911,564</u>	<u>81,092,243</u>
Excess (deficiency) of revenues over (under) expenditures	4,943,525	(124,061)	(863,826)	1,144	(8,240,944)	(1,426,486)	(5,710,648)
OTHER FINANCING SOURCES (USES)							
Transfers in	369,012	622,915	1,067,913	165,579	7,229,890	-	9,455,309
Transfers out	(7,158,996)	(407,478)	(2,237,160)	(115,353)	-	(36,322)	(9,955,309)
Proceeds on bonds issued	-	-	35,260,000	-	-	-	35,260,000
Premium on bonds issued	-	-	1,416,925	-	-	-	1,416,925
Total Other Financing Sources (Uses)	<u>(6,789,984)</u>	<u>215,437</u>	<u>35,507,678</u>	<u>50,226</u>	<u>7,229,890</u>	<u>(36,322)</u>	<u>36,176,925</u>
Net change in fund balances	(1,846,459)	91,376	34,643,852	51,370	(1,011,054)	(1,462,808)	30,466,277
Fund balances (deficit) - beginning	17,976,079	(1,246,403)	(813,461)	(8,581,288)	1,599,117	2,160,694	11,094,738
Fund balances (deficit) - ending	<u>\$ 16,129,620</u>	<u>\$ (1,155,027)</u>	<u>\$ 33,830,391</u>	<u>\$ (8,529,918)</u>	<u>\$ 588,063</u>	<u>\$ 697,886</u>	<u>\$ 41,561,015</u>

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

CITY OF LAUDERHILL, 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, 2017

Changes in fund balances - total government funds \$ 30,466,277

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

Net change in fund balances

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital outlays	2,742,611	
Less current year depreciation	<u>(3,989,574)</u>	(1,246,963)

The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds on bonds issued	(35,260,000)	
Premium on bonds issued	(1,416,925)	
Principal repayments	<u>5,056,358</u>	(31,620,567)

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. (1,733,138)

Change in net position of governmental activities \$ (4,134,391)

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

CITY OF LAUDERHILL, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2017

ASSETS	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
	Water & Sewer	Stormwater	Performing Arts	Total
Current assets:				
Cash and equity in pooled cash and investments	\$ 4,047,524	\$ 3,402,995	\$ 1,084,181	\$ 8,534,700
Accounts receivable - net	6,598,678	56,445	-	6,655,123
Advances to other funds	3,421,130	-	-	3,421,130
Notes Receivable	8,611,039	-	-	8,611,039
Due from other government	-	-	344,374	344,374
Due from other funds	3,612,266	3,837,401	300,000	7,749,667
Inventories	82,309	-	15,649	97,958
Prepaid	2,705	-	-	2,705
Total current assets	26,375,651	7,296,841	1,744,204	35,416,696
Non-current assets:				
Restricted Assets:				
Equity in pooled cash and investments	416,588	113,126	-	529,714
Capital assets:				
Land	349,010	-	-	349,010
Buildings	30,446,303	2,081,643	17,615,467	50,143,413
Improvements other than building	11,867,586	25,248,609	-	37,116,195
Machinery and equipment	4,815,503	1,200,633	153,963	6,170,099
Infrastructure	15,431,652	10,301,969	-	25,733,621
Less accumulated depreciation	(32,672,612)	(15,036,423)	(484,329)	(48,193,364)
Total capital assets (net of accumulated depreciation)	30,237,442	23,796,431	17,285,101	71,318,974
Total non-current assets	30,654,030	23,909,557	17,285,101	71,848,688
Total Assets	57,029,681	31,206,398	19,029,305	107,265,384
DEFERRED OUTFLOWS OF RESOURCES				
Pension	451,045	316,880	45,877	813,802
Total Deferred outflows of Resources	451,045	316,880	45,877	813,802
LIABILITIES				
Current Liabilities:				
Accounts payable and accrued expenses	1,117,098	-	14,362	1,131,460
Accrued payroll	105,979	78,003	9,617	193,599
Accrued interest payable	243,734	152,118	-	395,852
Bonds payable - current portion	1,490,000	685,000	-	2,175,000
Loans payable-current portion	15,669	592,723	-	608,392
Total current liabilities	2,972,480	1,507,844	23,979	4,504,303
Non-current liabilities:				
Net pension liabilities	2,120,162	1,489,511	215,650	3,825,323
Bonds payable - noncurrent	15,045,000	7,865,000	-	22,910,000
Loans payable-noncurrent	237,664	4,040,850	-	4,278,514
Total noncurrent liabilities	17,402,826	13,395,361	215,650	31,013,837
Total Liabilities	20,375,306	14,903,205	239,629	35,518,140
DEFERRED INFLOWS OF RESOURCES				
Pension	325,893	228,954	33,148	587,995
Deferred charge-bonds refunding	396,666	-	-	396,666
Total Deferred inflows of Resources	722,559	228,954	33,148	984,661
NET POSITION				
Net investment in capital assets	13,052,443	10,612,858	17,285,101	40,950,402
Restricted for:				
Renewal and replacement	200,000	-	-	200,000
Unrestricted	23,130,418	5,778,261	1,517,304	30,425,983
Total Net Position	\$ 36,382,861	\$ 16,391,119	\$ 18,802,405	\$ 71,576,385

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

CITY OF LAUDERHILL, FLORIDA
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2017

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
	<u>Water & Sewer</u>	<u>Stormwater</u>	<u>Performing Arts</u>	<u>Total</u>
OPERATING REVENUES				
Charges for services	\$ 22,018,464	\$ 6,199,549	\$ 158,883	\$ 28,376,896
Connection fees	20,236	-	-	20,236
Rental income	-	-	114,117	114,117
Total Operating Revenues	<u>22,038,700</u>	<u>6,199,549</u>	<u>273,000</u>	<u>28,511,249</u>
OPERATING EXPENSES				
Personal services	4,062,085	1,532,182	377,446	5,971,713
Administrative expenses	4,800,753	1,033,699	39,906	5,874,358
Contractual services	5,092,458	654,847	231,063	5,978,368
Utilities	392,547	56,923	150,141	599,611
Repairs and maintenance	357,882	76,201	52,530	486,613
Materials and supplies	646,052	187,455	19,445	852,952
Depreciation and amortization	<u>2,172,469</u>	<u>1,174,509</u>	<u>468,630</u>	<u>3,815,608</u>
Total Operating Expenses	<u>17,524,246</u>	<u>4,715,816</u>	<u>1,339,161</u>	<u>23,579,223</u>
Operating income (loss)	<u>4,514,454</u>	<u>1,483,733</u>	<u>(1,066,161)</u>	<u>4,932,026</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income	23,321	16,610	3,836	43,767
Other income	619,008	408,233	44,737	1,071,978
Interest expense and fees	(466,163)	(428,463)	-	(894,626)
Other expense	-	-	(202,921)	(202,921)
Transfer in	-	-	500,000	500,000
Total Nonoperating Revenues (Expenses)	<u>176,166</u>	<u>(3,620)</u>	<u>345,652</u>	<u>518,198</u>
Change in net position	4,690,620	1,480,113	(720,509)	5,450,224
NET POSITION, OCTOBER 1, RESTATED	<u>31,692,241</u>	<u>14,911,006</u>	<u>19,522,914</u>	<u>66,126,161</u>
NET POSITION, SEPTEMBER 30	<u>\$ 36,382,861</u>	<u>\$ 16,391,119</u>	<u>\$ 18,802,405</u>	<u>\$ 71,576,385</u>

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

CITY OF LAUDERHILL, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2017

	BUSINESS TYPE ACTIVITIES ENTERPRISE FUNDS			
	<u>Water & Sewer</u>	<u>Stormwater</u>	<u>Performing Arts</u>	<u>TOTAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers, other government and users	\$ 21,539,798	\$ 6,175,210	\$ 273,000	\$ 27,988,008
Payments for interfund activities	(4,800,753)	(1,033,699)	(39,906)	(5,874,358)
Cash paid to suppliers	(6,202,308)	(975,426)	(454,466)	(7,632,200)
Cash paid to employees	(4,091,780)	(1,538,033)	(370,309)	(6,000,122)
Net Cash Provided by Operating Activities	<u>6,444,957</u>	<u>2,628,052</u>	<u>(591,681)</u>	<u>8,481,328</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	-	167,618	-	167,618
Transfer to other funds	(3,550,370)	-	1,167,237	(2,383,133)
Other receipts	-	-	44,737	44,737
Net Cash Provided by noncapital and related financing activities	<u>(3,550,370)</u>	<u>167,618</u>	<u>1,211,974</u>	<u>(2,170,778)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	(1,694,299)	(450,927)	(80,014)	(2,225,240)
Principal retirements of long-term debt	(310,265)	(1,180,593)	-	(1,490,858)
Interest paid on long-term debt	(313,344)	(440,697)	-	(754,041)
Net Cash Provided (used) by Capital and Related Financing Activities	<u>(2,317,908)</u>	<u>(2,072,217)</u>	<u>(80,014)</u>	<u>(4,470,139)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on investments	23,321	16,610	3,836	43,767
Net Cash Provided by Investing Activities	<u>23,321</u>	<u>16,610</u>	<u>3,836</u>	<u>43,767</u>
NET INCREASE (DECREASE) IN POOLED CASH AND CASH EQUIVALENTS	600,000	740,063	544,115	1,884,178
POOLED CASH AND CASH EQUIVALENTS, OCTOBER 1	<u>3,864,112</u>	<u>2,776,058</u>	<u>540,066</u>	<u>7,180,236</u>
POOLED CASH AND CASH EQUIVALENTS, SEPTEMBER 30	<u>\$ 4,464,112</u>	<u>\$ 3,516,121</u>	<u>\$ 1,084,181</u>	<u>\$ 9,064,414</u>
POOLED CASH AND CASH EQUIVALENTS PER STATEMENT OF NET POSITION				
Unrestricted	\$ 4,047,524	\$ 3,402,995	\$ 1,084,181	\$ 8,534,700
Restricted	416,588	113,126	-	529,714
TOTAL, SEPTEMBER 30	<u>\$ 4,464,112</u>	<u>\$ 3,516,121</u>	<u>\$ 1,084,181</u>	<u>\$ 9,064,414</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income	\$ 4,514,454	\$ 1,483,733	\$ (1,066,161)	\$ 4,932,026
Adjustments to reconcile operating income to net cash provided by Operating Activities:				
depreciation and amortization	2,172,469	1,174,509	468,630	3,815,608
Change in Assets and Liabilities:				
(Increase) decrease in accounts receivable-net	(446,914)	(24,339)	-	(471,253)
(Increase) decrease due from other governments	-	-	-	-
(Increase) decrease in inventories	(21,285)	-	(15,649)	(36,934)
(Increase) decrease in prepaids	(2,705)	-	-	(2,705)
Increase (decrease) in customer deposit	(51,988)	-	-	(51,988)
Increase (decrease) in accounts payable and accrued expenses	307,916	-	14,362	322,278
Increase (decrease) in accrued payroll	(26,990)	(5,851)	7,137	(25,704)
Total adjustments	<u>1,930,503</u>	<u>1,144,319</u>	<u>474,480</u>	<u>3,549,302</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 6,444,957</u>	<u>\$ 2,628,052</u>	<u>\$ (591,681)</u>	<u>\$ 8,481,328</u>
Schedule of non-cash capital and related financing activities				
Capital contribution-grant	\$ -	\$ -	\$ 344,374	\$ 344,374

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

CITY OF LAUDERHILL, FLORIDA
Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2017

ASSETS	Pension Trust Funds
Cash and short-term investments	\$ 4,584,260
Receivables:	
Interest and dividends	229,599
Receivable for securities sold	287,496
Lauderhill Housing Authority	80,937
Contributions	398,503
Total Receivables	996,535
Investments, at fair value	
Fixed income mutual funds	19,639,440
Debt securities	13,041,267
Income opportunity mutual funds	1,100,410
Absolute return equity funds	21,169,082
Domestic equity funds	80,178,627
International equity funds	28,558,368
Notes receivable	3,400,000
Real estate funds	23,487,405
Investments, at fair value	190,574,599
Total Assets	196,155,394
LIABILITIES	
Accounts payable and accrued expenses	175,485
Payable for securities purchased	405,665
Prepaid City contributions	4,527
Total Liabilities	585,677
NET POSITION RESTRICTED FOR PENSIONS	
Net position restricted for Deferred Retirement Option Plan Benefits	248,297
Net position restricted for Defined Benefits	195,321,420
Total Net Position Restricted for Pensions	\$ 195,569,717

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

CITY OF LAUDERHILL, FLORIDA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2017

	Pension Trust Funds
ADDITIONS	
Contributions:	
City	\$ 9,888,738
Plan members	3,502,626
State revenue	803,290
Total contributions	14,194,654
Investment income:	
Net appreciation in fair value of investments	19,843,753
Interest and dividend income	4,116,438
Total investment income	23,960,191
Less: Investment expenses	712,240
Net investment income (loss)	23,247,951
Other income	54
Total additions	37,442,659
DEDUCTIONS	
Benefits paid	10,452,386
Administrative expenses	698,861
Refunds of contributions	362,196
Total deductions	11,513,443
Net increase (decrease)	25,929,216
NET POSITION RESTRICTED FOR PENSIONS	
Net position restricted for pensions, October 1	169,640,501
Net position restricted for pensions, September 30	\$ 195,569,717

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

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

NOTE 1 –SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

A. Financial reporting entity

The City of Lauderhill, Florida (the “City”) is located in Broward County, Florida and is a municipal corporation that was incorporated in 1959 pursuant to the Laws of Florida 59-1487. The City is governed by a five-member commission with an elected Mayor. The City Commission is responsible for the appointment of the City Manager, who is charged with overseeing the operations of the City. The City provides the following services pursuant to the City Charter: general government, public safety, public works, parks and recreation, social services, and community development.

The financial statements of the City have been prepared in accordance with accounting principles generally accepted accounting principles in the United States of America (“GAAP”) applicable to state and local governments. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The significant accounting and reporting policies and practices used by the City are described below.

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’s financial statements to be misleading or incomplete.

The City is financially accountable for a component unit if it appoints a voting majority of the organization’s 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, or impose specific financial burdens on the City. Blended component units, although legally separate entities, are, in substance, part of the government’s operations.

City of Lauderhill, Florida
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As of September 30, 2017, the City had two entities, Community Redevelopment Agency and Windermere/Tree Gardens Safe Neighborhood Improvement District, which met these requirements.

Blended component units

Lauderhill Community Redevelopment Agency – In 2005, the Lauderhill Community Redevelopment Agency (CRA) was created for the purpose of revitalizing and enhancing the City of Lauderhill, through infrastructure improvements and targeted acquisition and rehabilitation of deteriorated properties. The Mayor and City Commissioners are all members of the CRA Board and responsible for approving the budget. Therefore, the City is financially accountable for the CRA. The financial activities of the CRA are reported in the City's financial statements as a *Special Revenue Fund*. CRA fund was specifically evaluated relative to Florida Statutes Chapter 163.387.

Habitat II, Isle of Inverrary and Manor of Inverrary Safe Neighborhood Improvement Districts - In 2011. *Windermere/Tree Gardens Safe Neighborhood Improvement District* - In 2009. These Safe Neighborhood Improvement Special Districts were created to promote the health, safety and general welfare of its residents, visitors, property owners and workers. The Mayor and City Commissioners are members of the board of directors and responsible for overseeing the Special Districts. Therefore, the City is financially accountable for the Safe Neighborhood Improvement District. The financial statements of all four Safe Neighborhood Improvement Districts have been included within the City's reporting entity as the Safe Neighborhoods Special Revenue Fund.

B. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the City as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information. *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 City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are normally supported by taxes and

City of Lauderdale, Florida
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For the Fiscal Year Ended September 30, 2017

intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and, grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. *General revenues* consist of taxes and other items, not included among program 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.

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*. The proprietary fund and fiduciary fund financial statements are reported in the same manner. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash-flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the funding agency have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers receivables collected within 60 days after year-end to be available and recognizes them as revenues of the current year. 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, claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual, and therefore, have been recognized as revenues of the current fiscal period. All other revenue items

City of Lauderdale, Florida
Notes to the Financial Statements
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are considered to be measurable and are available only when the City receives cash.

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Community Redevelopment Agency (CRA)*, which is reported as a Special Revenue Fund, is a component unit blended in the City financial statements. It accounts for the resources accumulated for infrastructure improvement and rehabilitation of deteriorated properties within the City's boundary. The Agency is funded by Tax Increment Financing (TIF) since base year 2005 and property rental income.

The *Capital Projects Fund* accounts for the resources accumulated for the completion of the five-year capital budget.

The *Fire Protection Fund* accounts for all financial resources and is the operating fund for the Fire Department.

The *Debt Service Fund* reserves resources to honor short and long-term debt obligation payments.

The City reports the following major proprietary funds:

The *Water and Sewer Fund* accounts for the provision of potable water to residents and the corresponding sewage disposal, which is processed by Broward County. The City operates the water treatment facility, water distribution system, sewage transportation pipelines, and sewage pumping stations.

The *Stormwater Fund* accounts for the infrastructure and operations of stormwater transportation, which is funded through user charges.

The *Performing Arts Center Fund* accounts for revenues and expenses of the cultural center, which provides a wide variety of entertainment, including visual arts and enrichment events, for which a significant portion will be financed through user charges. The City of Lauderdale operates and budgets for the Performing Arts Center and Broward County is fiscally responsible for the Library which is adjacent to the Performing Arts Center.

City of Lauderdale, Florida
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Additionally, the City reports the *Pension Trust Funds* account for the activities of the General Employee Retirement System, the Firefighter Retirement System, the Police Retirement System, and the Confidential and Managerial Retirement System. These funds accumulate resources for pension benefit payments to qualified employees. The Pension Trust Funds are classified as Fiduciary Funds in the City's Financial Statements.

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including 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 of the Water and Sewer fund, of the Stormwater fund, and of the Performing Arts Center fund are charges to customers for sales and services.

The Water and Sewer fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Accountability and compliance

The City of Lauderdale utilized fund balance as a source of funds for the General Fund budget for the year ended September 30, 2017. The City budgeted and utilized the following amounts:

City of Lauderdale, Florida
Notes to the Financial Statements
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	<u>Original Budget</u>	<u>Additional Appropriations</u>	<u>Final Budget</u>
General government	\$ 15,414,218	\$ (782,444)	\$ 14,631,774
Public safety	22,884,474	176,087	23,060,561
Physical environment	3,203,150	(29,200)	3,173,950
Transportation	899,628	1,325,948	2,225,576
Recreation and social services	6,669,336	324,099	6,993,435
Total	<u>\$ 49,070,806</u>	<u>\$ 1,014,490</u>	<u>\$ 50,085,296</u>

On September 25, 2017 The City Commission passed a resolution approving a supplemental appropriation of additional revenues and expenditures to balance the fiscal year 2017 budget.

The Community Redevelopment Agency fund, Fire Protection fund, Natural Disaster fund and Home Grant fund had deficit fund balances of \$1,155,027, \$8,529,918, \$1,151,332 and \$151,042, respectively as of September 30, 2017. The funds increased expenditures to acquire real property for sale or redevelopment and other operating expenditures. The City plans to use the proceeds of tax revenue and service charges to eliminate the deficits.

The City adopted the provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which is effective for financial statements for periods beginning after June 15, 2010. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The City passed resolution No. 11R-06-99 to authorize the assignment of fund balance.

The definition of each classification is as follows:

Non-spendable - Amounts not in spendable form or legally or contractually required to be maintained intact. This includes inventories, long term loans and notes receivables, property acquired for sales and prepaid amounts.

Restricted - Amounts restricted for specific purposes by external parties such as creditors, laws or regulator of other governments or by law through constitutional provisions or enabling legislation.

Committed – Amounts can be used for specific purposes pursuant to constraints imposed by the City’s code of Ordinances which can only be established, modified or rescind through the passage of ordinances by the City Commission, the City’s highest level of decision making authority.

City of Lauderdale, Florida
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Assigned – Amounts that are neither restricted nor committed; however, funds are constrained for specific purposes. Either the City Manager or his designee has the authority to assign amounts to specific purpose. Assigned funds cannot cause a deficit in unassigned fund balance.

Unassigned - Fund balance that are not restricted, committed or assigned to specific purposes. All funds in this category provide the resources necessary to meet unexpected expenditures and revenue shortfall. The General fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance are available, it is the City's policy to use restricted amounts first. Additionally, the City would first use committed funds, then assigned funds and finally unassigned funds when an expenditure is incurred for which committed, assigned or unassigned fund balance available.

E. New Pronouncements

Implemented

The City adopted GASB Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other than Pension Plans." The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement is effective for financial statements for fiscal years beginning after June 15, 2016. The adoption of statement No. 74 decreased City's net position on government-wide financial statements.

The City adopted GASB Statement No.77, "Tax Abatement Disclosures." This Statement requires governments that enter into tax abatement agreements to disclose the following information about the agreements: Brief descriptive

City of Lauderdale, Florida
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information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients. The gross dollar amount of taxes abated during the period. Commitments made by a government, other than to abate taxes, as part of a tax abatement agreement. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2015. The adoption of statement No. 77 did not have a material impact on the financial position or results of operation of the City.

The City adopted GASB Statement No. 79, "Certain External Investment Pools and Pool Participants". The objective of this Statement is to address for certain external investment pools and their participants the accounting and financial reporting implications that result from changes in the regulatory provisions referenced by previous accounting and financial reporting standards. This requirement of this Statement are effective for reporting periods beginning after June 15, 2015, except for certain provisions on portfolio quality, custodial credit risk, and shadow pricing which are effective for reporting periods beginning after December 15, 2015. The adoption of statement No. 79 did not have a material impact on the financial position or results of operation of the City.

The City adopted GASB Statement No. 80, "Blending Requirement for Component Units - an amendment of GASB Statement No. 14." The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. The adoption of statement No. 80 did not have a material impact on the financial position or results of operation of the City.

The City adopted GASB Statement No. 82,"Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73." The objective of this Statement is to address certain issues that have been raised with respect to Statement No. 67, No 68, and No. 73. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumption and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee contribution

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requirement. The requirements of this statement are effective for reporting periods beginning after June 15, 2016. The adoption of statement No. 82 did not have a material impact on the financial position or results of operation of the City.

Not Yet Implemented

In June 2015, the GASB issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement is effective for financial statements for fiscal years beginning after June 15, 2017.

The City is currently evaluating the impact, if any, of implementation of the provisions of these GASB statements on the financial position or results of operations.

F. Assets, liabilities and net position or equity

1. Cash and investments

The City's equity in pooled cash and cash equivalents includes cash on hand, demand deposits, investments with the State Board of Administration (SBA) and short-term investments with original maturities of three months or less from the date of acquisition.

Resources of all funds, with the exception of the pension trust funds, and certain other cash and investment accounts, have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is allocated monthly based upon equity of the respective funds.

For the purpose of the statement of cash flows for the proprietary fund types, cash and cash equivalent mean short term, highly liquid investments with an original maturity of three months or less.

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State statutes authorize the City to establish its own investment policy by ordinance. The investment ordinance allows up to 100% investment in the following instruments, subject to maturity limitations: local government surplus trust fund (SBA), Securities and Exchange Commission (S.E.C.) registered money market funds with the highest quality rating from a nationally recognized rating company, savings accounts and certificates of deposit in state-certified qualified public depositories, direct obligations of the U.S. Treasury, and securities issued by federal agencies and instrumentalities. Up to 10% may be invested in common stocks, subject to quality restrictions.

Investments are stated at fair value as determined from quoted market prices. The GASB issued Statement No. 72, Fair Value Measurement and Application in February 2015. This statement is effective for fiscal years beginning after June 15, 2015. The City adopted GASB 72 in the current fiscal year financial statements. The adoption of GASB 72 is reflected in Note 2 to the financial statements.

2. Receivables and Payables

Activity 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” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

All trade and property tax receivables are shown net of an allowance for uncollectibles. Accounts receivable allowances are based on historical trends.

3. Property taxes

Property values are assessed as of January 1, of each year, at which time taxes becomes an enforceable lien on property. Tax bills are mailed for the City, by Broward County, on or about October 1 of each year, and are payable with discounts of up to 4% offered for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes.

City of Lauderdale, Florida
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Assessed values are established by the Broward County Property Appraiser. In November 1992, a Florida constitutional amendment was approved by the voters which provides for limiting the increases in homestead property valuation for Ad Valorem Tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the City. 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, 2017.

State statutes permit municipalities to levy property taxes at a rate up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The tax levy of the City is established by the City Commission and the Broward County Property Appraiser incorporated the City's millage into the total tax levy, which includes the County and the County School Board tax requirements. The operating and voted debt service millage rates assessed by the City for the year ended September 30, 2017 are 7.5898 and 1.0282 respectively per \$1,000 of taxable assessed valuation.

4. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed. The City utilizes the consumption method for inventory, expenditures are recognized when inventory items are used rather than purchased.

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

5. Restricted assets

Certain proceeds from revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in a separate investment accounts and their use is limited by applicable bond covenants. The "bond reserve account" is a separate brokerage account where securities have been purchased in lieu of surety bonds to subsidize potential deficiencies of revenues pledged for debt service. The "revenue bond renewal and replacement" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements. The various reserve accounts have been recorded on the balance sheets of the applicable funds. When both restricted and unrestricted resources

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are available for use, it is City policy to use unrestricted resources first, and then restricted resources as needed.

6. Capital assets

Capital assets - property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Purchased or constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value.

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

Property, plant, and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Building	40
Improvements	20
Public domain infrastructure	40
System infrastructure	40
Vehicles	5
Office equipment	5
Computer equipment	5

7. Deferred outflows/inflows of resources

The Statement of Net Position includes a separate section for deferred outflows of resources and the only item reported in this category is the deferred outflows of resources related to the Pension Plans.

The Statement of Net Position also includes a separate section for deferred inflows of resources and the items reported in this category are the deferred inflows of resources related to the Pension Plans and the deferred charge related to bonds refunding.

City of Lauderdale, Florida
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8. Compensated absences

It is City policy to permit employees to accumulate earned but unused vacation and sick pay benefits. An employee may, on an annual basis, or upon termination, cash in a portion of these unused benefits at a discount. Vacation and sick pay benefits are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts as a result of employee resignation or retirement is reported in governmental funds.

9. Long-term obligations

In the government-wide financial statements, and proprietary fund types 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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures.

10. Use of estimates

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

11. Restatements

The net position of Proprietary Funds for fiscal year ended September 30, 2016 was restated to report deferred outflow and inflow of resources from pension and net pension liability, resulting in a decrease in net position. The details of the adjustments are as follows:

City of Lauderhill, Florida
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	<u>Water & Sewer</u>	<u>Stormwater</u>
Net position, October 1, as previously reported	\$ 34,306,259	\$16,720,824
Deferred outflow of resources - pension	717,577	505,357
Net pension liabilities	(3,122,800)	(2,170,080)
Deferred inflow of resources - pension	<u>(208,795)</u>	<u>(145,095)</u>
Net position, October 1, as restated	<u>\$ 31,692,241</u>	<u>\$14,911,006</u>

NOTE 2 – DEPOSITS AND INVESTMENTS

The City, for accounting and investment purposes, maintains a cash and investment pool for use by all City funds. This gives the City the ability to invest large amount of idle cash for short periods of time and to maximize earning potential. Each fund type's portion of this pool is displayed on the statement of net position / combining balance sheet as cash and equity in pooled cash and investments. Income earned on pooled cash and investments is allocated to the respective funds based on average daily balances.

Cash Deposits

The carrying amounts of the City's cash deposits were \$48,368,893 including petty cash on hand of \$5,600 as of September 30, 2017; the total of which is collateralized or insured with securities held by the City or by its agent in the name of the City as discussed below.

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 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, and "Florida Security for Public Deposits Act". Under this Act, all qualified public depositories are required to pledge eligible collateral. Public deposits are protected by deposit insurance, sale of securities pledged as collateral, and assessments made to other public depositories when needed to guarantee no loss will be incurred by the public depositor.

Investments

Under the provisions of the City's investment policy, and in accordance with Florida Statutes, the following investments were authorized:

Maximum %
Portfolio

City of Lauderhill, Florida
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State Board of Administration	100%
Money Market Funds	100%
Certificate of Deposits	100%
U.S. Treasury Securities	100%
U.S. Government Obligations and Instrumentalities	100%
Lauderhill Loan Consortium	\$60,000
Commercial Papers by any U.S. Corporation	10%
Option Contracts	10%

The City has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement. The hierarchy is based on the valuation input used to measure the fair value of the asset with Level 1 assets being those where quoted prices in an active market for identical assets can be readily obtained, Level 2 assets valued using a matrix pricing technique of quoted prices for similar assets or liabilities in active markets, and Level 3 assets valued using unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. As of September 30, 2017, the City had the following investments and maturities:

	<u>Credit Quality</u>		<u>Weighted Avg.</u>	<u>Fair Market</u>
	<u>Ratings</u>	<u>Fair Value</u>	<u>Maturity (Years)</u>	<u>Measurement</u>
				<u>Level 1</u>
Money Market Funds	Not Rated	\$ 357,177	-	\$ 357,177
SBA	Not Rated	5,075,521	-	5,075,521
US Government Securities	Aaa/AA+	294,390	1.21	294,390
		<u>\$ 5,727,088</u>	<u>1.21</u>	<u>\$ 5,727,088</u>

Interest Rate Risk In accordance with its investment policy, the City manages its exposure to decline in fair value by limiting its investment portfolio to less than four (4) years.

Credit Risk Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. State limits investments in commercial papers and corporate bonds to the highest credit rating from a nationally recognized rating agency. It is the City's policy to keep ninety (90) percent of the total portfolio in low risk investments such as US Treasury obligations that are diversified by purchase date and maturity dates while remaining ten (10) percent may be invested to high risk investments such as common stocks rated in one (1) of the top three (3) investment categories by a major rating service.

Concentration of Credit Risk. The investment policy of the City contains no limitation on the amount that can be invested in any one issuer beyond that stated above.

City of Lauderdale, Florida
Notes to the Financial Statements
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Investments in any one issuer that represents 5% or more of the total City investments are as follows:

<u>Issuer</u>	<u>Investment Type</u>		<u>Reported Amount</u>	<u>%</u>
FICO	Governmental Agencies	\$	294,390	5.14

Custodial Credit Risk. Custodial credit risk for investment is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy provided that securities may be held in street name in an account under the name of the City at the primary dealer where the securities was purchased provided that the total value of the account is insured and a monthly account statement evidencing all holdings is sent to the City by the dealer.

The Employee Pension Plan investments are held separately from those of other City funds. As described by the plan documents, the plan administrator is authorized to invest plan assets in obligations of the U.S. Government and various mutual and money market funds, which are held by the plan administrators and not in the City's name. The plan investments are held by Fifth Third Bank, Regions Bank and Fiduciary Trust which consisted of the following:

<u>Investment type</u>	<u>General Employees</u>	<u>Firefighter</u>	<u>Police Officer</u>	<u>Confidential and Managerial</u>
	<u>Retirement Plan</u>	<u>Retirement Plan</u>	<u>Retirement Plan</u>	<u>Retirement Plan</u>
Fixed income mutual funds	\$ 4,650	\$ -	\$ 8,582	\$ 6,407
Debt securities	-	13,041	-	-
Income opportunity mutual funds	1,100	-	-	-
Absolute return equity funds	-	-	21,169	-
Domestic equity funds	14,084	39,272	13,570	13,253
International equities	3,773	10,678	9,370	4,738
Notes receivable	-	1,000	2,000	400
Real estate funds	850	12,142	10,496	-
	<u>\$ 24,457</u>	<u>\$ 76,133</u>	<u>\$ 65,187</u>	<u>\$ 24,798</u>

General Employee Retirement System (GERS)

The Board of Trustees has developed certain investment guidelines and has retained investment managers. The investment managers are expected to maximize return on the investment portfolio and may make transactions consistent with that expectation within the Board's guidelines. The investment managers are compensated based on a percentage of their portfolio's market value.

The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by

City of Lauderdale, Florida
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For the Fiscal Year Ended September 30, 2017

categorizing its investments according to the fair value hierarchy established by this Statement.

The following table summarizes the Plan's investments within the fair value hierarchy at September 30, 2017:

	Fair Value	Level 2	Level 3
Mortgage loan receivable	\$ 850,000	\$ -	\$ 850,000
Fixed income mutual funds	4,649,804	4,649,804	-
Income opportunity mutual funds	1,100,410	1,100,410	-
Equity mutual funds	14,083,590	14,083,590	-
International mutual funds	3,773,094	3,773,094	-
	<u>\$ 24,456,898</u>	<u>\$ 23,606,898</u>	<u>\$ 850,000</u>

Interest rate risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. The investment policy of the Plan limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk. Credit risk is generally 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.

As of September 30, 2017, the plan was in compliance with the established guidelines.

Custodial Credit Risk. The Plan does not have any investment in the possession of counterparties. All are held by the master custodian under the Plan's name.

Concentration of credit risk. The plan's investment policy places investment limitations and provides target allocations to its investment managers to limit credit risk due to concentration. Equity and fixed income securities are also limited to no more than 5% in one single issuer. There were no single investments greater than 5% of net position as of September 30, 2017.

Foreign currency risk. The Plan's exposure to foreign currency risk derives mainly from its investments in international equity mutual funds. The Plan's exposure to foreign currency risk related to foreign equity funds are \$3,773,094.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Firefighter Retirement System (FRS)

The plan's investment as determined by the Board of Trustees provided for the following guidelines: (a) investment in all equity securities shall be limited to those listed on a major U.S. stock exchange and limited to no more than 85% of the Plan's total asset value, (b) no more than 5% of the portfolio may be invested in the shares of a single corporate issuer at cost, (c) the target allocation for investment in stocks of foreign companies is 15% of the value of the portfolio, (d) fixed income portfolio shall be comprised of securities rated not less than "A" rating by a major rating service and limited to no more than 40% of the Plan's total asset value, and (e) in the event that there is a downgrade in the quality below the "BAA" rating, the security must be liquidated immediately or in a manner not to be detrimental to the performance of the plan.

The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement.

The following table summarizes the valuation of the Plan's investments in accordance with the above mentioned fair value hierarchy levels as of September 30:

	Fair Value Measurements using		
	9/30/2017	Level 1	Level 2
Investment by fair value level			
Debt securities			
Government and agency obligations	\$ 4,974,620	\$ -	\$ 4,974,620
Corporate bonds	8,066,647	-	8,066,647
Total debt securities	13,041,267	-	13,041,267
Equity securities			
Domestic equities	25,694,582	25,694,582	-
International equities	5,479,586	5,479,586	-
Total equity securities	31,174,168	31,174,168	-
Total investments by fair value level	\$ 44,215,435	\$ 31,174,168	\$ 13,041,267
Investments measured at the net asset value ("NAV")			
Commingled domestic equity funds	17,313,000		
Commingled real estate funds	12,141,862		
Collective investment trust	1,462,575		
Total investments measured at the NAV	30,917,437		
Total investment	\$ 75,132,872		

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Interest rate risk. As a mean of limiting its exposure to interest rate risk, the plan diversifies its investment with any one issuer with various durations of maturities.

Information about the sensitivity of the fair value of the Plan's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Plan's investment by maturity as of September 30, 2017.

<u>Investment type</u>	Amounts in Thousands				
	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			<u>More than 10 Years</u>
		<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	
U.S. Treasuries	\$ 1,237	\$ -	\$ 196	\$ -	\$ 1,041
U.S. Agencies	3,180	2	23	260	2,894
Corporate Bonds	8,624	700	4,147	1,438	2,340
Total	<u>\$ 13,041</u>	<u>\$ 702</u>	<u>\$ 4,366</u>	<u>\$ 1,698</u>	<u>\$ 6,275</u>

Credit risk. The plan's investment policy utilizes portfolio diversification in order to control this risk. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization.

The following table discloses credit ratings by investment type, at September 30, 2017 as applicable:

	<u>Fair Value In Thousands</u>	<u>Percentage of Portfolio</u>
US Government guaranteed*	\$ 4,417	33.87%
Quality rating of credit risk debt securities		
AAA	476	3.65%
AA+	568	4.36%
AA	64	0.49%
AA-	376	2.88%
A+	623	4.78%
A	1,073	8.23%
A-	1,491	11.43%
BBB+	2,510	19.25%
BBB-	215	1.65%
BBB	1,228	9.41%
Total credit risk debt securities	<u>8,624</u>	<u>66.13%</u>
Total fixed income securities	<u>\$ 13,041</u>	<u>100.00%</u>

*Obligation of the US government or obligations explicitly guaranteed by the US government are not considered to have credit risk and do not have purchase limitations.

Concentration of credit risk. The investment policy of the plan contains limitation 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, 2017.

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Custodial credit risk. Consistent with the plan's investment policy, the investments are held by Plan's custodial bank and registered in the Plan's name.

Police Retirement System (PRS)

The Plan's investment policy is determined by the Board of Trustees. The investment policy provided for the following guidelines: (a) investment in all equity securities shall be limited to those listed on a major US stock exchange and limited to no more than 75% (at market) of the Plan's total portfolio. No more than 5% of the portfolio may be invested in the shares of a single corporate issuer at cost. Investment in foreign securities shall be limited to 25% (at market) of the Plan's total portfolio; (b) the corporate fixed income portfolio shall be comprised of securities rated not less than "BBB" by a major rating service. Those securities rated below "BBB" shall not exceed 15% of the entire fixed income portfolio. (c) investments in collateralized mortgage obligation should be limited to 15% of the market value of the investment managers' total fixed income portfolio.

The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

As of September 30, 2017, the Plan's investments were all categorized as follows:

	September 30, 2017	Level 1	Level 2	Weighted Average Maturity (Years)
Investment by Fair Value Level				
Debt Securities:				
Corporate Bond Fund	\$ 8,582,449	\$ -	\$ 8,582,449	-
Notes receivable	2,000,000	-	2,000,000	5
Total debt securities	<u>10,582,449</u>	<u>-</u>	<u>10,582,449</u>	
Equity Securities:				
Common and Preferred Stock	13,570,250	13,570,250	-	-
Equity Mutual Funds	30,539,058	-	30,539,058	-
Total equity securities	<u>44,109,308</u>	<u>13,570,250</u>	<u>30,539,058</u>	
Total investments by fair value level	<u>54,691,757</u>	<u>13,570,250</u>	<u>41,121,507</u>	-
Investments measured at the net asset value ("NAV")				
Real Estate Funds	\$ 10,495,571			
Total investments measured at the NAV	<u>10,495,571</u>			
Total investments measured at fair value	65,187,328			
Cash and cash equivalents	1,357,939			
Total cash, cash equivalents and investments	<u>\$ 66,545,267</u>			

Interest rate risk. As a means of limiting its exposure to interest rate risk, the Plan diversifies its investment by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

Information about the sensitivity of the fair values of the Plan's investment to market interest rate fluctuations is provided by the following table that shows the distribution of the plan's investment by maturity at September 30, 2017:

<u>Investment type</u>	Amounts in Thousands				
	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			<u>More than 10 Years</u>
		<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	
Bond funds	\$ 8,582	\$ -	-	\$ 5,925	\$ 2,658
Total	<u>\$ 8,582</u>	<u>\$ -</u>	<u>-</u>	<u>\$ 5,925</u>	<u>\$ 2,658</u>

Credit risk. The Plan's investment policy utilizes diversification in order to control this risk. The following table discloses credit ratings by investment type at September 30, 2017 as applicable:

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Quality rating of credit risk debt securities	In Thousands <u>Fair Value</u>	Percentage of <u>Portfolio</u>
AAA	\$ 3,774	44.0%
AA	442	5.0%
A	755	9.0%
BBB	2,246	26.0%
BB	610	7.0%
B	303	4.0%
Below B	452	5.0%
Total credit risk debt securities	<u>\$ 8,582</u>	<u>100%</u>

Concentration of credit risk. 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 fiduciary net position at September 30, 2017.

Custodial credit risk. Consistent with the Plan's investment policy, the investment are held by Plan's custodial bank and registered in the Plan's name.

Confidential and Managerial Employee Retirement Plan

The Plan maintains a Master Custodial Agreement, whereby the investment securities are held in the Plan's name by a financial institution acting as the Plan's agent. Included in investments are money market mutual funds, which are classified as short-term investments.

The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

As of September 30, 2017, the Plan's investments were all categorized as follows:

	September 30, 2017	Level 1	Level 2	Level 3	Weighted Average Maturity (Years)
Investment by Fair Value Level					
Debt Securities:					
Corporate Bond Fund	\$ 6,407,187	\$ -	\$ 6,407,187	\$ -	-
Notes receivable	400,000	-	-	400,000	3
Total debt securities	<u>6,807,187</u>	<u>-</u>	<u>6,407,187</u>	<u>400,000</u>	
Equity Securities:					
International Equity Funds	4,737,327	-	4,737,327	-	-
Equity Mutual Funds	13,252,987	-	13,252,987	-	-
Total equity securities	<u>17,990,314</u>	<u>-</u>	<u>17,990,314</u>	<u>-</u>	
Total investments by fair value level	<u>24,797,501</u>	<u>-</u>	<u>24,397,501</u>	<u>400,000</u>	-
Cash and cash equivalents	<u>907,496</u>				
Total cash, cash equivalents and investments	<u>\$ 25,704,997</u>				

Interest rate risk. The Plan diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities. As of September 30, 2017, the Plan had the following investment and maturities in its portfolio:

<u>Investment type</u>	<u>Investment Maturities (In Years)</u>				
	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
Fixed income funds	\$ 6,407,187	\$ -	\$ -	\$ 4,531,312	\$ 1,875,875
Total	<u>\$ 6,407,187</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,531,312</u>	<u>\$ 1,875,875</u>

Credit risk. This 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.

Concentration of credit risk. The Plan's investment policy stipulates various investment restrictions for equity and fixed income securities of any one issuing company or

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

agency. As of September 30, 2017, the value of each position held by the Plan portfolio comprised less than 5% of the Plan assets.

Custodial credit risk. Consistent with the plan's investment policy, the investment are held by Plan's custodial bank and registered in the plan's name.

NOTE 3 – RECEIVABLES AND PAYABLES

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

	Accounts Receivable, net	Due from other Governments	Total
Governmental Activities			
General	\$ 14,311,776	\$ 1,566,789	\$ 15,878,565
Community Redevelopment Agency	44,570	-	44,570
Capital Projects	-	-	-
Fire Protection	197,667	638,906	836,573
Debt Service	167,066	-	167,066
Other Non-Major Governmental	-	273,272	273,272
	<u>14,721,079</u>	<u>2,478,967</u>	<u>17,200,046</u>
Allowance for uncollectibles	(7,272,747)	-	(7,272,747)
Total	<u>7,448,332</u>	<u>2,478,967</u>	<u>9,927,299</u>
Business-type Activities			
Water and Sewer	6,645,881	-	6,645,881
Stormwater	200,361	-	200,361
Performing Arts	-	344,374	344,374
	<u>6,846,242</u>	<u>344,374</u>	<u>7,190,616</u>
Allowance for uncollectibles	(191,119)	-	(191,119)
Total	<u>6,655,123</u>	<u>344,374</u>	<u>6,999,497</u>
Pension trust funds	996,535	-	996,535
TOTAL	<u>\$ 15,099,990</u>	<u>\$ 2,823,341</u>	<u>\$ 17,923,331</u>

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition on revenues received but not yet earned. On September 30, 2017, unearned revenue in the governmental funds and government-wide statements amounted to \$4,768,590.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Payables at September 30, 2017 were as follows:

Governmental Activities:	
General	\$ 917,463
Capital Project	362,699
Fire Protection	7,125
Other nonmajor funds	625,245
	<u>1,912,532</u>
Business-type Activities:	
Water and sewer	1,117,098
Performing Arts	14,362
	<u>1,131,460</u>
Fiduciary Funds:	
Pension trust funds	\$ 175,485

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2017 was as follows (in thousands):

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	Ending <u>Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 28,344	\$ -	\$ -	\$ 28,344
Construction in progress	-	1,434	-	1,434
Total capital assets not being depreciated	<u>28,344</u>	<u>1,434</u>	<u>-</u>	<u>29,778</u>
Capital assets being depreciated:				
Building	26,781	-	-	26,781
Improvements (other than building)	49,244	853	4,612	45,485
Machinery and equipment	24,261	455	2,690	22,026
Infrastructure	16,003	-	2,281	13,722
Total capital assets being depreciated	<u>116,289</u>	<u>1,308</u>	<u>2,690</u>	<u>108,014</u>
Less: accumulated depreciation for:				
Building	(9,908)	(641)	-	(10,549)
Improvements (other than building)	(21,975)	(1,974)	4,612	(19,337)
Machinery and equipment	(21,179)	(1,136)	2,690	(19,625)
Infrastructure	(12,289)	(238)	2,281	(10,246)
Total accumulated depreciation	<u>(65,351)</u>	<u>(3,989)</u>	<u>9,583</u>	<u>(59,757)</u>
Total capital assets, being depreciated, net	<u>50,938</u>	<u>(2,681)</u>	<u>(6,893)</u>	<u>48,257</u>
Governmental activities capital assets, net,	<u>\$ 79,282</u>	<u>\$ (1,247)</u>	<u>\$ (6,893)</u>	<u>\$ 78,035</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 349	\$ -	\$ -	\$ 349
Construction in progress	344	-	344	-
Total capital assets not being depreciated	<u>693</u>	<u>-</u>	<u>344</u>	<u>349</u>
Capital assets being depreciated:				
Building	50,098	45	-	50,143
Improvements (other than building)	36,974	2,094	1,952	37,116
Machinery and equipment	7,298	430	1,558	6,170
Infrastructure	29,179	-	3,445	25,734
Total capital assets being depreciated	<u>123,549</u>	<u>2,569</u>	<u>6,955</u>	<u>119,163</u>
Less: accumulated depreciation for:				
Building	(16,375)	(1,102)	-	(17,477)
Improvements (other than building)	(15,647)	(1,712)	1,952	(15,407)
Machinery and equipment	(5,979)	(367)	1,552	(4,794)
Infrastructure	(13,332)	(628)	3,445	(10,515)
Total accumulated depreciation	<u>(51,333)</u>	<u>(3,809)</u>	<u>6,949</u>	<u>(48,193)</u>
Total capital assets, being depreciated, net	<u>72,216</u>	<u>(1,240)</u>	<u>6</u>	<u>70,970</u>
Business-type activities capital assets, net	<u>\$ 72,909</u>	<u>\$ (1,240)</u>	<u>\$ 350</u>	<u>\$ 71,319</u>

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

Governmental activities

General government	\$ 446
Public safety	1,332
Physical environment	209
Transportation	526
Recreation and social services	1,476
Total depreciation expense - governmental activities	<u>\$ 3,989</u>

Business-type activities

Water and sewer	\$ 2,165
Stormwater	1,175
Performing arts	469
Total depreciation expense - business-type activities	<u>\$ 3,809</u>

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Construction commitments

The City of Lauderhill has active construction projects as of September 30, 2017:

<u>Project Title</u>	<u>In Thousands</u>	
	<u>Construction Cost-to-Date</u>	<u>Remaining Commitment</u>
Capital Projects	\$ 1,434	\$ 45,544
Total	<u>\$ 1,434</u>	<u>\$ 45,544</u>

The commitment for Water and Sewer projects and Stormwater projects are being financed by water and sewer revenue and stormwater bonds. Governmental capital projects are being financed by General Obligation Bonds.

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

The composition of inter-fund balances as of September 30, 2017, is as follows:

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	\$ 2,587,768	Capital Projects Fund	\$ 655,173
Community Redevelopment Agency Fund	187,428	Fire Protection Fund	8,744,307
Water & Sewer Fund	3,612,266	Community Redevelopment Agency Fund	66,709
Stormwater Fund	3,837,401	Debt Service Fund	187,428
Performing Arts Center Fund	300,000	Nonmajor Governmental Funds	871,246
Total	<u>\$ 10,524,863</u>	Total	<u>\$ 10,524,863</u>

The outstanding balances between Governmental Funds mainly resulted from time lag between the dates that (a) inter-fund goods and services are provided or reimbursable expenditures occur, (b) transactions are recorded in the accounting system, and (c) payments between funds are made. Interfund receivables for the General Fund and Stormwater Fund are to provide interim resources to Debt Service Fund, Fire Protection Fund, Safe Neighborhood Fund and NSP Fund to pay expenses related to reimbursable funds and grants.

Inter-fund transfers

<u>Fund</u>	<u>Transfer in</u>	<u>Transfer out</u>
General Fund	\$ 369,012	\$ 7,158,996
Fire Protection Fund	165,579	115,353
Community Redevelopment Agency	622,915	407,478
Capital Projects Fund	1,067,913	2,237,160
Debt Service Fund	7,229,890	-
Nonmajor Governmental Funds	-	36,322
Performing Arts Fund	500,000	-
	<u>\$ 9,955,309</u>	<u>\$ 9,955,309</u>

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Transfers were used to move revenues from the fund with collection authorization, to the debt service fund, as debt service principal and interest payment became due and to cover contractual expenses in other funds.

A transfer of \$500,000 from the General Fund and Community Redevelopment Agency Fund to Performing Arts Fund was to finance the Performing Arts Center project.

NOTE 6 – LEASES

In 2007, the Lauderhill Finance Corporation "a not for profit" was created under the provisions of Chapter 617 of the Florida State Statutes with The Mayor and City Commissioners as members of the board of trustees and are responsible for overseeing the Corporation. The City does not administer any functions or oversight nor receive benefit from the Corporation.

Operating Leases

On September 2007, the City of Lauderhill entered into a Operating Lease agreement with the Lauderhill Finance Corporation, "a not for profit", whereby the City leases the City of Lauderhill Municipal Building at 5581 W. Oakland Park Blvd, Florida, 33313 from the Corporation, which was completed on October 1, 2010. The lease renewal term is annually and the agreement is cancelable. Minimum future payment on the lease as of September 30, 2017 follows:

Fiscal Year Ending in:	<u>Building Lease</u>
2018	\$ 1,111,878
2019	1,109,919
2020	1,111,056
2021	1,110,116
2022	1,105,500
Later Years	<u>5,525,000</u>
	<u>\$ 11,073,469</u>

On September 2007, the City entered into a Ground Lease Agreement with Lauderhill Finance Corporation, "a non for profit", whereby the Corporation leases land from the City. The lease is for 20 years at \$1.00 payment per year with an automatic ten years renewal period upon mutual consent.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Capital Leases

The City entered into lease purchase agreements with Old National Bank and Suntrust Bank, and Motorola as lessees for financing the acquisition of equipment in the amount of \$2,003,024. The agreements were initiated 2013, 2014 and 2015 and expire in 2018, 2019, and 2020, respectively. The equipment has a five-year estimated useful life. This year, \$400,605 was included in the depreciation expense. The lease agreements qualify as capital leases for accounting purposes and therefore has been recorded at the present value of future lease payments as of the inception date. The leases carry interest rates of 4.30%, 2.77% and 2.86% with annual payments of \$47,812, \$67,540 and \$305,091.

The future (minimum) lease obligations and the net present value of capital lease payments as of September 30, 2017 are as follows:

Year Ending		
September 30		
	2018	\$ 420,443
	2019	372,631
	2020	67,540
Total Lease Payment		<u>860,614</u>
Less: Amount of Interest		<u>(37,894)</u>
Present Value of Lease Payment		<u>\$ 822,720</u>

NOTE 7 – COMMITMENTS AND CONTINGENT LIABILITIES

The City has outstanding encumbrances in the Capital Projects funds. The following is a summary of these commitments at September 30, 2017:

<u>Governmental Funds</u>	
Capital Projects	\$ 45,543,616
	<u>\$ 45,543,616</u>

NOTE 8 – LONG-TERM DEBT

A. Revenue Bonds

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

The City issues bonds where it pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds have been issued for both the governmental and business-type activities. The original amount of revenue bonds issued in prior years was \$71,730,000 and no new bond issued or refunded in 2017.

Revenue bonds outstanding as at September 30, 2017 were as follows:

Amounts in Thousands						
<u>Average</u>						
	<u>Interest Rates</u>	<u>Maturity</u>	<u>Semi-annual Payment</u>	<u>Original Amount</u>	<u>Outstanding Balance</u>	
Governmental activities:						
2005 Half-cent sales tax - refunding	2.38% - 4.15%	2017	\$ 382	\$ 4,645	\$ 455	
2010 Half-cent sales tax	2.86%	2024	433	6,565	5,750	
2010 Water utility tax	3.23%	2025	333	10,000	6,562	
2011 A Sales tax	2.11%	2018	371	2,595	840	
2011 B Sales tax	2.71%	2023	308	3,700	2,590	
2013-Electric utility revenue bonds	2.00%-4.00%	2038	449	11,225	10,005	
2014-Electric utility revenue bonds	3.57%	2029	83	2,060	1,790	
2015 Sales tax - refunding	2.20%	2025	173	3,340	<u>2,975</u>	
					<u>30,967</u>	
Business-type activities:						
Water and Sewer						
2016-A Water and Sewer - refunding	2.00%-4.00%	2031	354	8,195	8,195	
2016-B Water and Sewer - refunding	1.15% - 2.2%	2022	337	4,475	4,475	
2012 Water and sewer	2.85%	2027	207	5,000	3,865	
Stormwater						
2014 Stormwater	3.61%	2029	84	2,060	1,845	
2015-A Stormwater - refunding	2.42%	2028	160	3,735	3,365	
2015-B Stormwater - refunding	2.24%	2024	229	4,135	<u>3,340</u>	
					<u>25,085</u>	
Total Revenue Bonds					<u>\$56,052</u>	

B. General obligation

In 2005, the City issued \$35 million general obligation bond to provide funds for the acquisition and construction of major capital projects within a five-year period. General obligation bonds are direct obligations and pledge of full faith and credit of the government. On July 2, 2015, the City refunded General obligation bonds in the amount of \$23,350,000 to take advantage of lower interest rate. General obligation bonds outstanding at year-end are as follows. In 2017, the City issued \$35 million general obligation bond. Funding from the 2017 General Obligation Bond will be utilized to finance various capital projects throughout the City.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

	<u>Interest Rates</u>	<u>Maturity</u>	<u>In Thousands</u>	
			<u>Payment</u>	<u>Balance</u>
2005 General Obligation-refunding	2% - 5%	2030	\$1,085	\$21,065
2017 General Obligation bonds	2% - 5%	2042	2,202	35,260

C. State revolving fund loan

The City entered into State Revolving Loan Funding Agreement with the Florida Department of Environmental Protection (DEP) to finance various projects for stormwater and water and sewer improvements. The loans were made available on a reimbursement basis at below market interest rates. The total funding from these agreements aggregated to \$11,198,148 and approximately \$4,887,000 is outstanding in the Stormwater and Water and Sewer Funds as of September 30, 2017. These loans require annual payment of approximately \$492,378 and interest rate ranging from 2.71% to 3.52%.

D. Notes Payable

The City has established bank promissory notes. These funds were used to purchase and improve capital projects throughout the City. As of September 30, 2017 the outstanding balance is \$15,258,000 and is reflected in the Governmental Activities.

	<u>Interest Rates</u>	<u>Maturity</u>	<u>In Thousands</u>	
			<u>Payment</u>	<u>Balance</u>
2011-Communication BOA	3.52%	2026	\$446	\$4,415
2011-Communication Chase	2.68%	2031	273	4,080
2011 BOA-Electric Franchise	2.64%-3.88%	2026	686	6,763

E. Debt service requirements

Debt service requirements (in thousands) for these revenue and general obligations and state revolving fund loan are listed below:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Governmental Activities

Year Ending	Revenue		General Obligation		Economic Development		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
30-Sep								
2018	\$ 2,435	\$ 967	\$ 1,740	\$ 2,241	\$ 585	\$ 207	\$ 4,760	\$ 3,415
2019	2,511	895	2,155	2,166	603	188	5,269	3,249
2020	2,617	818	2,250	2,074	622	169	5,489	3,061
2021	2,699	738	2,345	1,978	642	149	5,686	2,865
2022	2,782	657	2,440	1,877	663	128	5,885	2,662
2023-2027	11,338	2,069	13,980	7,573	3,647	301	28,965	9,943
2028-2032	2,835	1,070	12,925	4,404	-	-	15,760	5,474
2033-2037	3,055	483	8,435	2,639	-	-	11,490	3,122
2038-2042	695	15	10,055	970	-	-	10,750	985
	<u>\$ 30,967</u>	<u>\$ 7,712</u>	<u>\$ 56,325</u>	<u>\$ 25,922</u>	<u>\$ 6,762</u>	<u>\$ 1,142</u>	<u>\$ 94,054</u>	<u>\$ 34,776</u>

Business-Type Activities

Year Ending	Water & Sewer		Stormwater		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
30-Sep						
2018	\$ 1,506	\$ 469	\$ 1,278	\$ 338	\$ 2,784	\$ 807
2019	1,546	441	1,310	304	2,856	745
2020	1,577	409	1,348	268	2,925	677
2021	1,612	374	1,381	232	2,993	606
2022	1,167	342	1,345	196	2,512	538
2023-2027	4,369	1,298	4,925	488	9,294	1,786
2028-2032	5,011	511	1,597	63	6,608	574
	<u>\$ 16,788</u>	<u>\$ 3,844</u>	<u>\$ 13,184</u>	<u>\$ 1,889</u>	<u>\$ 29,972</u>	<u>\$ 5,733</u>

F. Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2017 is listed below (in thousands):

	Balance	Additions	Reductions	Balance	Due Within One Year
Governmental activities:					
Bonds payable					
Revenue bonds	\$ 33,332	\$ -	\$ 2,365	30,967	\$ 2,435
General obligation bonds	22,225	35,260	1,160	56,325	1,740
Premium	1,624	1,417	172	2,869	-
Notes payable	16,404	-	1,146	15,258	1,185
Total bonds payable	<u>73,585</u>	<u>36,677</u>	<u>4,843</u>	<u>105,419</u>	<u>5,360</u>
Capital leases	1,208	-	385	823	420
Insurance claims payable	9	-	3	6	6
OPEB obligations	1,433	126	-	1,559	-
Compensated absences	2,039	1,181	874	2,346	800
Governmental activity					
Long-term liabilities	<u>\$ 78,274</u>	<u>\$ 37,984</u>	<u>\$ 6,105</u>	<u>\$ 110,153</u>	<u>\$ 6,586</u>
Business-type activities					
Bonds payable					
Revenue bonds	\$ 26,050	\$ -	\$ 965	\$ 25,085	\$ 2,175
State revolving fund loan	5,413	-	526	4,887	608
Business-type activity					
Long-term liabilities	<u>\$ 31,463</u>	<u>\$ -</u>	<u>\$ 1,491</u>	<u>\$ 29,972</u>	<u>\$ 2,783</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

For the governmental activities, compensated absences, pension liabilities and other postemployment benefit obligations are generally liquidated by the general fund.

NOTE 9 – OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to tort, theft, and destruction of assets, error and omission, injury to employees, and disasters. The Self-Insurance Program is accounted for in the General Fund. Under this Program, individual claims up to \$75,000 are paid. Commercial insurance has been purchased for individual claims in excess of \$75,000, and for total claims that exceed \$1,000,000 in a single year. Specialized insurance is purchased for boiler and machinery, sports accident, and fidelity bonds. Claims did not exceed the excess coverage of \$1,500,000 per claim for property and liability, or \$1,000,000 per claim for workers compensation in any of the past three years.

The City reviews and submits all claims to a claims administration firm. The firm reviews the claims and investigates as needed. A recommendation is then made for the City to pay the claim or to negotiate or litigate. The General and Proprietary Funds participate in the Program and pay their fair share based on submitted claims.

The estimated claims payable as of September 30, 2017 amounted to \$2,523,050 of which \$5,780 is currently due and payable. A liability for claims should be reported if information prior to the issuance of the financial statements indicates probability that a liability that was incurred at the date of the financial statements can be reasonably estimated. Current year claims are based on estimates from a third party administrator. Changes to claims liability balances during the past two years are:

	Year ended	
	09/30/2017	09/30/2016
Unpaid claims, beginning	\$2,103,632	\$2,357,377
New claims	1,887,051	1,146,220
Claim payments	(1,467,633)	(1,399,965)
Unpaid claims, ending	<u>\$2,523,050</u>	<u>\$2,103,632</u>

B. Contingent liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is a defendant in various lawsuits. The outcome of these lawsuits cannot presently be determined. In the opinion of the City Attorney, the resolution of these matters will not have a material adverse impact to the financial condition of the City.

C. On behalf payment of fringe benefits and salaries

In 2017, the City's financial statements include revenue and expenditures from contributions received from State Department of Revenues and Division of Retirement on behalf of its Firefighter and Police Officers Retirement Systems amounting to \$394,437 and \$408,853, respectively. The monies were deposited within five days from their receipt in accordance with the provisions of the law.

D. Restricted assets

The balance of the restricted asset accounts in the governmental and enterprise funds are as follows:

Equity in pool cash and investments	\$1,025,013
Revenue bond reserve	113,126

These assets are restricted for the purpose of bond compliance requirement.

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The City maintains four separate single-employer, defined benefit pension plans – The General Employee Retirement System, The Firefighter Retirement System, The Police Retirement System, and the Confidential and Managerial Retirement System. All employees are eligible to make voluntary contributions to a 457 defined benefit plan (457 plan). Some managerial employees participate in a previously available 401-(A) money purchase plan. With the exception of the City Manager and Department Directors, all other full-time employees hired after September 30, 2002 are required to participate in one of the defined benefit pension plans based on their job classification.

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Summary of significant accounting policies

Basis of accounting

All four defined benefit plans present their financial statements using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due, and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Valuation of investments

All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the balance sheet date. Securities without an established market are reported at estimated fair value. The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement. The hierarchy is based on the valuation input used to measure the fair value of the asset with Level 1 assets being those where quoted prices in an active market for identical assets can be readily obtained, Level 2 assets valued using a matrix pricing technique of quoted prices for similar assets or liabilities in active markets, and Level 3 assets valued using unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Plan descriptions

A separate five-member board of trustees administers each plan. All full-time employees are covered by one of the aforementioned plans. The plans provide retirement, disability, and death benefits to plan members and their beneficiaries. Plan provisions are amended through the collective bargaining process and must be approved by the City of Lauderhill's City Commission. A separately issued financial report that includes the applicable financial statements and required supplementary information for each plan, may be obtained from the Plan Administrators.

Plans' Membership Information

At October 1, 2016, the date of the latest actuarial valuation, the Plans' membership consisted of:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

	General Employees Retirement System	Firefighter Retirement System	Police Retirement System	Confidential and Managerial Retirement System
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not yet receiving them	96	75	61	54
Current employees:				
Fully-Vested	54	29	61	53
Non-Vested	29	54	24	44
	<u>179</u>	<u>158</u>	<u>146</u>	<u>151</u>

A. General Employees Retirement System (GERS)

Annual Pension Cost. For 2017, the City's annual pension cost of \$1,095,544 equaled its required and actual contribution. The required contribution was determined by the October 1, 2016 actuarial valuation using the entry age normal actuarial cost method. Actuarial assumptions are 7.0% investment return, 2.0% inflation and 5% projected salary increases. Chapter 112, Part VII, Florida Statutes requires amortization for unfunded liabilities being amortized over 20 years. A one-time 3% cost of living increase was granted to current retirees as of November 25, 2002. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. GERS unfunded actuarial accrued liability is being amortized on an open level dollar basis. Twenty five years remained in the amortization period at September 30, 2017.

Three-Year Trend Information for GERS

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>
September 30, 2017	\$1,095,544	100%
September 30, 2016	1,174,771	100%
September 30, 2015	1,212,601	100%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2017, the City reported a liability of \$ 5,540,228 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2016. At September 30, 2017, the City's proportionate share was 18.37 percent, which was a decrease of 7.3 percent from its proportionate share measured as of September 30, 2016.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

The components of the net pension liability of the City at September 30, 2017 were as follows:

	2017
Total pension liability	\$ 30,161,315
Plan fiduciary net position	24,621,087
City net pension liability	\$ 5,540,228

Plan fiduciary net position as a percentage of total pension liability 81.63%

Changes in the net pension liability:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2016	\$29,278,860	\$21,762,029	\$7,516,831
Changes for the Year			
Service Cost	677,372		677,372
Interest	2,107,824		2,107,824
Changes in benefit terms			-
Difference between expected and actual experience	(1,073,581)		(1,073,581)
Changes of assumptions	936,429		936,429
Contributions-employer		1,095,544	(1,095,544)
Contributions-State of Florida		-	-
Contributions-employee		349,378	(349,378)
Net investment income		3,254,358	(3,254,358)
Benefit Payments, including refunds of employee contributions	(1,672,465)	(1,672,465)	-
Administrative expenses		(74,633)	74,633
Refunds	(93,124)	(93,124)	-
Other: adjustment to beginning of year		-	-
Net Changes	882,455	2,859,058	(1,976,603)
Balance at 09/30/2017	\$30,161,315	\$24,621,087	\$5,540,228

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
City's proportionate share of the net pension liability	\$ 10,783,471	\$ 7,516,831	\$ 4,778,699

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

For the fiscal year ended September 30, 2017, the City recognized pension expense of \$1,276,156. In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 264,524
Change of assumptions	505,051	-
Net difference between projected and actual earnings on Pension Plan investments	1,191,081	749,337
Total	<u>\$ 1,696,132</u>	<u>\$ 1,013,861</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

September 30:	<u>Amount</u>
2018	\$ 295,088
2019	285,827
2020	249,192
2021	(147,836)
Total	<u>\$ 682,271</u>

B. Firefighter Retirement System (FRS)

Annual Pension Cost. For 2017, the City's annual pension cost of \$3,521,059 equaled its required and actual contribution. The required contribution was determined by the October 1, 2016 actuarial valuation using the entry age normal actuarial cost method. Actuarial assumptions are 7.85% investment return, 3% inflation and 7% projected salary increases. Cost-of-Living adjustment is 1.5% after three years in retirement. In addition, contributions in the amount of \$394,437 were received from the State of Florida from fire and casualty insurance premium taxes. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. FRS unfunded actuarial accrued liability is being amortized on a closed level dollar basis. Twenty five years remained in the amortization period at September 30, 2017.

Three-Year Trend Information for FRS

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>
September 30, 2017	\$3,521,059	100%
September 30, 2016	3,818,317	100%
September 30, 2015	4,064,434	100%

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2017, the City reported a liability of \$ 13,735,046 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2016. At September 30, 2016, the City's proportionate share was 14.84 percent, which was a decrease of 5.66 percent from its proportionate share measured as of September 30, 2016.

The components of the net pension Liability of the City September 30 were as follows:

	2017
Total pension liability	\$ 92,525,745
Plan fiduciary net position	(78,790,699)
City net pension liability	\$ 13,735,046

Plan fiduciary net position as a percentage of total pension liability	85.16%
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Changes in the net pension liability:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2016	\$87,540,772	\$69,596,718	\$17,944,054
Changes for the Year			
Service Cost	2,619,073		2,619,073
Interest	6,818,819		6,818,819
Changes in benefit terms	268,422		268,422
Difference between expected and actual experience	(326,449)		(326,449)
Changes of assumptions	224,755		224,755
Contributions-employer		3,521,811	(3,521,811)
Contributions-State of Florida		394,437	(394,437)
Contributions-employee		1,065,791	(1,065,791)
Net investment income		8,980,612	(8,980,612)
Benefit Payments, including refunds of employee contributions	(4,512,657)	(4,512,657)	-
contribution refunds	(35,787)	(35,787)	-
Administrative expenses		(220,226)	220,226
Other changes	(71,203)	-	(71,203)
Net Changes	4,984,973	9,193,981	(4,209,008)
Balance at 09/30/2017	\$92,525,745	\$78,790,699	\$13,735,046

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Sensitivity of the net pension liability to changes in the discount rate follows.

	<u>1% Decrease</u> (6.85%)	<u>Current</u> Discount Rate (7.85%)	<u>1% Increase</u> (8.85%)
City's proportionate share of the net pension liability	\$ 25,372,399	\$ 13,735,046	\$ 4,114,897

For the fiscal year ended September 30, 2017, the City recognized pension expense of \$3,230,344. In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Differences between expected and actual experience	\$ -	\$ 1,442,269
Change of assumptions	1,370,700	-
Net difference between projected and actual earnings on Pension Plan investments	<u>2,031,992</u>	<u>3,812,660</u>
Total	<u>\$ 3,402,692</u>	<u>\$ 5,254,929</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	<u>Amount</u>
2018	(\$102,967)
2019	(102,965)
2020	(930,126)
2021	<u>(716,179)</u>
Total	<u>(\$1,852,237)</u>

C. Police Retirement System (PRS)

Annual Pension Cost. For 2017, the City's annual pension cost of \$2,338,596 equaled its required and actual contribution. The required contribution was determined by the October 1, 2016 actuarial valuation, using the entry age normal actuarial cost method. Actuarial assumptions are 7.5% investment return, 3%

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

inflation and 5.5% projected salary increases. The post retirement benefit is \$10 per month per year of credited service for all members employed by the City on or after April 25, 2011, provided that such members have at least 20 years of Credited Service with the City or provided such members left the City at age 55 or older with more than five years of Credit Service with the City. In addition, a contribution in the amount of \$408,853 was received from the State of Florida from fire and casualty insurance premium taxes. The actuarial value of assets was determined using the market value of investments. PRS unfunded actuarial accrued liability is being amortized on a closed level dollar basis. Thirty years remained in the amortization period at September 30, 2017.

Three-Year Trend Information for PRS

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>
September 30, 2017	\$ 2,338,596	100%
September 30, 2016	2,358,736	100%
September 30, 2015	2,475,031	100%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2017, the City reported a liability of \$ 11,278,411 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2016. At September 30, 2017, the City's proportionate share was 14.50 percent, which was a decrease of 6.89 percent from its proportionate share measured as of September 30, 2016.

The components of the net pension liability of the City at September 30, 2017 were as follows:

Total pension liability	\$ 77,761,747
Plan fiduciary net position	(66,483,336)
City net pension liability	<u>\$ 11,278,411</u>

Plan fiduciary net position as a percentage of total pension liability	85.50%
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City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Changes in the net pension liability:

	Increase(Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2016	\$72,999,449	\$57,783,748	\$15,215,701
Changes for the Year			
Service Cost	1,968,523		1,968,523
Interest	5,533,621		5,533,621
Changes in benefit terms	-		-
Difference between expected and actual experience	(414,452)		(414,452)
Changes of assumptions	781,572		781,572
Contributions-employer		2,311,962	(2,311,962)
Contributions-State of Florida		408,853	(408,853)
Contributions-employee		911,939	(911,939)
Net investment income		8,315,095	(8,315,095)
Benefit Payments, including refunds of employee contributions	(3,106,966)	(3,106,966)	-
Administrative expenses		(141,295)	141,295
Other changes		-	-
Net Changes	<u>4,762,298</u>	<u>8,699,588</u>	<u>(3,937,290)</u>
Balance at 09/30/2017	<u>\$77,761,747</u>	<u>\$66,483,336</u>	<u>\$11,278,411</u>

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$ 20,932,794	\$ 11,278,411	\$ 3,330,608

For the fiscal year ended September 30, 2017, the City recognized pension expense of \$2,236,827. In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Beginning balance as of September 30, 2016	\$ 3,986,330	\$ 1,521,192
Amortization payments	(1,111,989)	(1,258,462)
Investment gain/loss	-	3,966,895
Demographic gain/loss	-	414,452
Change of assumptions	<u>781,572</u>	<u>-</u>
Balance as of September 30, 2017	<u>\$ 3,655,913</u>	<u>\$ 4,644,077</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

September 30:	<u>Amount</u>
2017	(\$146,473)
2018	(35,561)
2019	(712,794)
2020	(483,297)
2021	183,340
Thereafter	<u>206,621</u>
TOTAL	<u><u>(\$988,164)</u></u>

D. Confidential and Managerial Retirement System (CMRS)

Annual Pension Cost. For 2017, the City's annual pension cost of \$2,959,421 equaled its required and actual contribution. The required contribution 8% for employees was determined by the October 1, 2016 actuarial valuation, using the entry age normal actuarial cost method. Actuarial assumptions are 7.60% investment return, 3.0% inflation and 5.70% projected salary increases. The Board of Trustees may authorize a non-recurring cost of living adjustment benefit increase for retired members commencing in the third year after retirement, if the plan has a positive actuarial experience for the prior fiscal year. The actuarial value of assets was determined using the market value of investments. CMRS unfunded actuarial accrued liability is being amortized on a layered amortization. Nine years remained in the amortization period as of September 30, 2017.

Three-Year Trend Information for CMRS

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>
September 30, 2017	\$2,959,421	100%
September 30, 2016	1,822,643	100%
September 30, 2015	1,614,792	100%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2017, the City reported a liability of \$ 11,711,317 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2016. At September 30, 2017, the City's proportionate share was 31.33 percent, which was a decrease of 1.70 percent from its proportionate share measured as of September 30, 2016.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

The components of the net pension liability of the City at September 30, 2017 were as follows:

	2017
Total pension liability	\$ 37,385,912
Plan fiduciary net position	(25,674,595)
City net pension liability	\$ 11,711,317

Plan fiduciary net position as a percentage of total pension liability 68.67%

Changes in the net pension liability:

	Increase(Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2016	\$30,605,504	\$20,498,006	\$10,107,498
Changes for the Year			
Service Cost	1,388,267		1,388,267
Interest	2,694,687		2,694,687
Changes in benefit terms	3,118,028		3,118,028
Difference between expected and actual experience	(24,073)		(24,073)
Changes of assumptions	1,133,869		1,133,869
Contributions-employer		2,959,421	(2,959,421)
Contributions-State of Florida		-	-
Contributions-employee		1,175,518	(1,175,518)
Net investment income		2,697,940	(2,697,940)
Benefit Payments, including refunds of employee contributions	(1,530,370)	(1,530,370)	-
Administrative expenses	0	(125,920)	125,920
Other changes		-	-
Net Changes	6,780,408	5,176,589	1,603,819
Balance at 09/30/2017	\$37,385,912	\$25,674,595	\$11,711,317

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease (6.60%)	Current Discount Rate (7.60%)	1% Increase (8.60%)
City's proportionate share of the net pension liability	\$ 14,631,195	\$ 11,711,317	\$ 9,514,348

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

For the fiscal year ended September 30, 2017, the City recognized pension expense of \$4,901,435. In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Balance as of September 30, 2016	\$ 2,494,542	\$ 1,703,590
Amortization payments	(1,233,932)	(820,975)
Investment gain/loss		1,035,034
Demographic gain/loss		24,073
Assumption changes	1,133,869	
Balance as of September 30, 2017	<u>\$ 2,394,479</u>	<u>\$ 1,941,722</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	<u>Amount</u>
2017	\$328,592
2018	280,034
2019	(72,174)
2020	(83,695)
TOTAL	<u>\$452,757</u>

For the fiscal year ended September 30, 2017, the City recognized pension expense of \$11,644,762 for all pension plans.

Funded Status and Funding Progress

The funded status of the Pension and OPEB as of the most recent actuarial valuation date is as follows:

	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Actuarial Accrued Liability (UAAL) (3)-(2)	Funded Ratio (2)/(3)	Covered Payroll	UAAL as % of Covered Payroll (4)/(6)
GERS	10/1/2016	\$ 21,838,774	\$ 28,952,205	\$ 7,113,431	75.4%	\$ 3,525,214	201.8%
FRS	10/1/2016	70,067,764	86,941,866	16,874,102	80.6%	7,515,399	224.5%
PRS	10/1/2016	57,327,000	71,572,000	14,245,000	80.1%	8,092,000	176.0%
CMRS	10/1/2016	20,837,000	33,721,000	12,884,000	61.8%	6,459,000	199.5%
OPEB	10/1/2015	-	2,102,000	2,102,000	0.0%	26,570,000	7.9%

The schedule of funding progress, presented as Required Supplemental Information (RSI) following the Notes to the Basic Financial Statements presents multi-year trend information about whether the actuarial value of plan assets are increasing or

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

decreasing over time relative to the AAL for benefits. The projection for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

The City of Lauderhill Other Postemployment Employment Benefits (OPEB) is presented in accordance with GASB Statement 45, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions”. The provisions of this pronouncement were implemented prospectively with the actuarially determined liability of \$2,261,000 at the October 1, 2017 date of transition being amortized over 10 years. For financial statement purposes, this liability was not reported at the transition date. In addition, pursuant to Florida Statutes Section 112.0801, employees who retired from the City may continue their participation in a City sponsored health and /or dental insurance plan at the same premiums applicable to active employees.

Benefit Description and Funding Policy

The City provides a single employer optional post-employment healthcare insurance coverage to eligible individuals, as well as dental and vision insurance coverage. Eligible individuals include all regular employees of the City of Lauderhill who retired from active service and are eligible for retirement or disability benefits under the general, managerial and confidential, police or firefighter pension plans sponsored by the City. Under certain conditions, eligible individuals for healthcare coverage also include spouses and dependent children. Eligible individuals may choose healthcare coverage under a health maintenance organization (HMO) plan or under a preferred provider organization (PPO) plan. The benefit continues until retiree dies or terminates the benefit and is funded as a pay-as-you-go basis. Retirees contribute an amount equal to the actual premium for health insurance that is charged by the carrier. The premium varies depending on whether the retiree elects coverage under the HMO or PPO plan and whether the retiree elects single or family coverage. With respect to dental and vision coverage, we have assumed that the premium charged for retirees is not influenced by the fact that there are active employees who covered by the same insurance, since the cost of dental and vision is not presumed to increase with age. However, there is an implied subsidy in the healthcare insurance premium for retirees because the premium charged for these retirees is the same as the premium charged for active employees, who are younger than retirees on average.

Benefit provisions and City contribution requirements are established and may be amended by the City Commission through collective bargaining. As of September 30, 2017, there were 28 employees participating in the OPEB retirement benefit with a total of 372 employees eligible for participation in the future. Employer contribution totaled

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

\$97,000 for the year and retiree implicit subsidies amounted to \$97,000. The plan does not issue a stand-alone financial report.

Annual OPEB Cost and Net OPEB Obligation.

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

The following table shows the components of the City's annual OPEB cost for the year ended September 30, 2017, the amount actually contributed and the changes in the City's net OPEB obligation:

Annual required contributions(ARC)	\$ 363,000
Interest on Net OPEB Obligation	57,000
Adjustment to the ARC	<u>(170,000)</u>
Annual OPEB Cost (AOC)	250,000
Employer Contributions	(122,000)
Interest on Employer Contributions	<u>(2,000)</u>
Increase in Net OPEB obligation	126,000
Net OPEB obligation at beginning of the year	<u>1,433,000</u>
Net OPEB obligation at end of the year	<u>\$ 1,559,000</u>

Funded Status and Funding Progress

As of October 1, 2015, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$2,102,000, and actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$2,102,000. The covered payroll (annual payroll of active employees) was \$26,570,000 and the ratio of the unfunded actuarial liability to the covered payroll was 7.9%.

The City's annual OPEB cost, the percentage of annual OPEB cost contributed and the net OPEB obligation for the last three fiscal years follow:

Fiscal Year Ended In:	<u>AOC</u>	<u>Contribution</u>	<u>Percent Contributed</u>	<u>NOO</u>
2017	\$ 250,000	\$ 122,000	49%	\$ 1,559,000
2016	253,000	102,000	40%	1,433,000
2015	256,000	102,000	40%	1,284,000

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2017

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amount and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about the 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 asset is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and Assumptions. Projection 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 plan member 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 calculations.

Following are the actuarial methods and significant actuarial assumptions used to determine annual required contributions for the current year:

Valuation date	October 1, 2015
Actuarial cost method	Projected unit credit
Amortization method	Open period level dollar payment
Remaining amortization period	10 years
Inflation rate	2.75%
Investment rate of return	4%
Select rates	8.00% for 2015/16 graded 5.5% for 2020/21
Medical Trend Rate of inflation	5%

NOTE 12 – SUBSEQUENT EVENTS

In preparing the accompanying financial statements, the City has evaluated events and transactions for potential recognition or disclosure through March 27, 2018, the date the financial statements were available to be issued. There were no significant events that Management believes require disclosure.

CITY OF LAUDERHILL, FLORIDA
 Required Supplementary Information
 General Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2017

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>Original</u>	<u>Final</u>		<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Taxes:				
Property taxes	\$ 16,759,820	\$ 16,706,220	\$ 16,636,902	\$ (69,318)
Franchise taxes	4,506,101	4,488,101	4,394,459	(93,642)
Public service taxes	8,801,341	9,066,145	9,157,222	91,077
Charges for services	3,907,659	3,770,486	2,785,675	(984,811)
Administrative charges	8,410,044	8,368,250	7,961,360	(406,890)
Intergovernmental	7,968,415	9,361,570	8,381,425	(980,145)
Licenses and permits	2,995,155	3,875,675	3,386,296	(489,379)
Fines and forfeitures	1,110,000	1,139,500	1,304,523	165,023
Investment income	-	57,000	63,945	6,945
Rental income	10,000	337,170	341,575	4,405
Miscellaneous	1,106,407	412,385	516,845	104,460
Total revenues	<u>55,574,942</u>	<u>57,582,502</u>	<u>54,930,227</u>	<u>(2,652,275)</u>
EXPENDITURES				
Current:				
General government:				
City Clerk	726,390	653,921	584,165	69,756
City Commission	917,841	952,847	853,501	99,346
Administration	8,472,060	4,927,335	4,565,864	361,471
Finance	3,764,114	5,095,325	4,760,404	334,921
Legal	714,000	714,000	814,270	(100,270)
Human resources	819,813	2,288,346	2,023,844	264,502
Total general government	<u>15,414,218</u>	<u>14,631,774</u>	<u>13,602,048</u>	<u>1,029,726</u>
Public safety:				
Police	18,232,784	18,279,484	19,667,977	(1,388,493)
Fire and Rescue	4,651,690	4,781,077	5,014,007	(232,930)
Total public safety	<u>22,884,474</u>	<u>23,060,561</u>	<u>24,681,984</u>	<u>(1,621,423)</u>
Physical environment:				
Building maintenance	2,488,150	2,427,443	2,324,867	102,576
Grounds maintenance	715,000	746,507	689,042	57,465
Total Physical environment	<u>3,203,150</u>	<u>3,173,950</u>	<u>3,013,909</u>	<u>160,041</u>
Transportation:				
Street maintenance	899,628	2,225,576	2,125,648	99,928
Total transportation	<u>899,628</u>	<u>2,225,576</u>	<u>2,125,648</u>	<u>99,928</u>
Recreation and social services:				
Recreation and social services	6,669,336	6,993,435	6,563,113	430,322
Total recreation and social services:	<u>6,669,336</u>	<u>6,993,435</u>	<u>6,563,113</u>	<u>430,322</u>
Total Expenditures	<u>49,070,806</u>	<u>50,085,296</u>	<u>49,986,702</u>	<u>98,594</u>
Excess of Revenue over Expenditures	6,504,136	7,497,206	4,943,525	(2,553,681)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	369,007	369,012	5
Transfers out	(6,504,136)	(8,130,808)	(7,158,996)	971,812
Total other financing sources (uses)	<u>(6,504,136)</u>	<u>(7,761,801)</u>	<u>(6,789,984)</u>	<u>971,817</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (264,595)</u>	<u>(1,846,459)</u>	<u>\$ (1,581,864)</u>
Fund balances - beginning			17,976,079	
Fund balances - ending			<u>\$ 16,129,620</u>	

The notes to the budgetary comparison schedule are an integral part of this schedule.

CITY OF LAUDERHILL, FLORIDA
 Required Supplementary Information
 Community Redevelopment Agency
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 335,000	335,000
Investment income	-	-	294	294
Rental income	80,678	80,678	73,921	(6,757)
Miscellaneous	-	-	1,696	1,696
Total revenues	<u>80,678</u>	<u>80,678</u>	<u>410,911</u>	<u>330,233</u>
EXPENDITURES				
General government:				
Administrative expense	<u>296,115</u>	<u>296,115</u>	<u>534,972</u>	<u>(238,857)</u>
Total expenditures	<u>296,115</u>	<u>296,115</u>	<u>534,972</u>	<u>(238,857)</u>
Excess (Deficiency) of Revenue over Expenditures	(215,437)	(215,437)	(124,061)	91,376
Other Financing Sources (Uses)				
Transfers in	622,915	622,915	622,915	-
Transfers out	<u>(407,478)</u>	<u>(407,478)</u>	<u>(407,478)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>215,437</u>	<u>215,437</u>	<u>215,437</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	91,376	<u>\$ 91,376</u>
Fund balances - beginning			<u>(1,246,403)</u>	
Fund balances - ending			<u>\$ (1,155,027)</u>	

The notes to the budgetary comparison schedule are an integral part of this schedule.

CITY OF LAUDERHILL, FLORIDA
Required Supplementary Information
Notes to the Budgetary Comparison Schedules
For the Year Ended September 30, 2016

Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Annual appropriations lapse at fiscal year end. The City follows Chapter 80-274 of the state of Florida Statutes and its charter in establishing the budgetary data reflected in the financial statements. The budget process is as follows:

1. Prior to August 1, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage of an appropriation ordinance.
4. The appropriated budget is prepared and adopted by fund, function, and department. Budgets are monitored within each department at the account level by the respective department head and the Finance Director. The City's department heads may make transfers of appropriations within a department with approval of the City Manager and Finance Director. Transfers of appropriations between departments require the additional approval of the City Commission. The legal level of budgetary control (i.e. the level at which expenditures may not exceed appropriations) is the department level. The City Commission made several supplemental budgetary appropriations throughout the year.

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

Excess of expenditures over appropriations

For the year ended September 30, 2017 expenditures exceeded appropriations in the following departments:

<u>Department</u>	<u>Excess Expenditures over Budget</u>
Legal	\$100,270
Police	1,388,493
Fire and Rescue	232,930

These over expenditures were funded by a combination of greater than anticipated revenues and available fund balance.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
General Employees' Retirement System

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability				
Service cost	\$ 677,372	\$ 652,913	\$ 673,960	\$ 682,926
Interest	2,107,824	2,036,952	1,936,129	1,923,089
Changes of benefit terms	-	-	(11,874)	-
Differences between expected and actual experience	(1,073,581)	(73,178)	(646,450)	(4,059)
Changes of assumptions	936,429	420,080	674,994	-
Benefit payments, including refunds of member contributions	(1,672,465)	(1,633,810)	(1,382,619)	(1,708,640)
Contribution refunds	(93,124)	(74,140)	-	-
Net change in total pension liability		1,328,817	1,244,140	893,316
Total pension liability - beginning	29,278,860	27,950,043	26,705,903	25,812,587
Total pension liability - ending	<u>30,161,315</u>	<u>29,278,860</u>	<u>27,950,043</u>	<u>26,705,903</u>
Plan fiduciary net position				
Contributions - employer	(1,095,544)	(1,162,968)	(1,212,601)	(1,224,361)
Contributions - member	(349,378)	(358,574)	(356,306)	(358,549)
Net investment income	(3,254,358)	(2,169,338)	512,452	(1,786,880)
Benefit payments, including refunds of member contributions	1,672,465	1,633,810	1,382,619	1,708,640
Contribution refunds	93,124	74,140	-	-
Administrative expenses	74,633	81,069	67,020	58,696
Other: Adjustment to beginning of year	-	(118)	-	-
Net change in plan fiduciary net position	(2,859,058)	(1,901,979)	393,184	(1,602,454)
Plan fiduciary net position - beginning	(21,762,029)	(19,860,050)	(20,253,234)	(18,650,780)
Plan fiduciary net position - ending	<u>(24,621,087)</u>	<u>(21,762,029)</u>	<u>(19,860,050)</u>	<u>(20,253,234)</u>
City's Net Pension Liability	<u>\$ 5,540,228</u>	<u>\$ 7,516,831</u>	<u>\$ 8,089,993</u>	<u>\$ 6,452,669</u>
Total pension liability	\$ 30,161,315	\$ 29,278,860	\$ 27,950,043	\$ 26,705,903
Plan fiduciary net position	(24,621,087)	(21,762,029)	(19,860,050)	(20,253,234)
City's net pension liability	<u>\$ 5,540,228</u>	<u>\$ 7,516,831</u>	<u>\$ 8,089,993</u>	<u>\$ 6,452,669</u>
Plan fiduciary net position as a percentage of the total pension liability	81.63%	74.33%	71.06%	75.84%
Covered - employee payroll	\$ 3,493,780	\$ 3,585,740	\$ 3,563,060	\$ 3,585,490
City's net pension liability as a percentage of covered - employee payroll	158.57%	209.63%	227.05%	179.97%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Firefighters' Retirement System

	2017	2016	2015	2014
Total pension liability				
Service cost	\$ 2,619,073	\$ 2,527,101	\$ 2,558,195	\$ 2,440,094
Interest	6,818,819	6,519,385	6,289,742	5,928,052
Changes of benefit terms	268,422	338,414	357,454	345,399
Differences between expected and actual experience	(326,449)	(749,900)	(1,715,691)	(551,848)
Changes of assumptions	224,755	1,946,542	101,056	96,389
Benefit payments, including refunds of member contributions	(4,512,657)	(5,500,238)	(3,730,013)	(3,982,063)
Contribution refunds	(35,787)	(52,793)	(69,592)	(4,028)
Other	(71,203)	598,906	-	-
Net change in total pension liability	4,984,973	5,627,417	3,791,151	4,271,995
Total pension liability - beginning	87,540,772	81,913,355	78,122,204	73,850,209
Total pension liability - ending	92,525,745	87,540,772	81,913,355	78,122,204
Plan fiduciary net position				
Contributions - employer	3,521,811	3,822,621	4,064,434	4,164,581
Contributions - State of Florida	394,437	391,657	485,663	492,840
Contributions - member	1,065,791	986,417	972,711	970,011
Net investment income	8,980,612	6,286,349	(507,362)	5,036,474
Benefit payments, including refunds of member contributions	(4,512,657)	(5,500,238)	(3,730,013)	(3,982,063)
Contribution refunds	(35,787)	(52,793)	(69,592)	(4,028)
Administrative expenses	(220,226)	(219,180)	(176,928)	(169,317)
Net change in plan fiduciary net position	9,193,981	5,714,833	1,038,913	6,508,498
Plan fiduciary net position - beginning	69,596,718	63,881,885	62,842,972	56,334,474
Plan fiduciary net position - ending	78,790,699	69,596,718	63,881,885	62,842,972
City's Net Pension Liability	\$ 13,735,046	\$ 17,944,054	\$18,031,470	\$ 15,279,232
Total pension liability	\$ 92,525,745	\$ 87,540,772	\$81,913,355	\$ 78,122,204
Plan fiduciary net position	(78,790,699)	(69,596,718)	(63,881,885)	(62,842,972)
City's net pension liability	\$ 13,735,046	\$ 17,944,054	\$18,031,470	\$ 15,279,232
Plan fiduciary net position as a percentage of the total pension liability	85.16%	79.50%	77.99%	80.44%
Covered - employee payroll	\$ 7,651,439	\$ 7,136,191	\$ 6,884,383	\$ 6,945,645
City's net pension liability as a percentage of covered - employee payroll	179.51%	251.45%	261.92%	219.98%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Police Officers' Retirement Plan

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability				
Service cost	\$ 1,968,523	\$ 2,026,701	\$ 2,263,617	\$ 2,410,501
Interest	5,533,621	5,185,302	4,759,669	4,396,768
Differences between expected and actual experience	(414,452)	541,452	(357,156)	-
Changes of assumptions	781,572	230,889	783,793	-
Benefit payments, including refunds of member contributions	(3,106,966)	(1,630,757)	(1,630,757)	(1,223,106)
Net change in total pension liability	4,762,298	6,353,587	5,819,166	5,584,163
Total pension liability - beginning	72,999,449	67,153,703	61,334,537	55,750,374
Total pension liability - ending	<u>77,761,747</u>	<u>73,507,290</u>	<u>67,153,703</u>	<u>61,334,537</u>
Plan fiduciary net position				
Contributions - employer	2,720,815	2,724,191	2,831,755	2,872,191
Contributions - member	911,939	922,206	1,014,541	1,071,357
Net investment income	8,315,095	5,185,725	366,152	3,886,946
Benefit payments, including refunds of member contributions	(3,106,966)	(2,120,243)	(1,630,757)	(1,223,106)
Administrative expenses	(141,295)	(156,372)	(154,489)	(127,535)
Net change in plan fiduciary net position	8,699,588	6,555,507	2,427,202	6,479,853
Plan fiduciary net position - beginning	57,783,748	51,228,241	4,801,039	42,321,186
Plan fiduciary net position - ending	<u>57,783,748</u>	<u>51,228,241</u>	<u>51,228,241</u>	<u>48,801,039</u>
City's Net Pension Liability	<u>\$ 66,483,336</u>	<u>\$ 15,723,542</u>	<u>\$ 15,925,462</u>	<u>\$ 12,533,498</u>
Total pension liability	\$ 77,761,747	\$ 73,507,290	\$ 67,153,703	\$ 61,334,537
Plan fiduciary net position	(66,483,336)	(57,783,748)	(51,228,241)	(48,801,039)
City's net pension liability	<u>\$ 11,278,411</u>	<u>\$ 15,723,542</u>	<u>\$ 15,925,462</u>	<u>\$ 12,533,498</u>
Plan fiduciary net position as a percentage of the total pension liability	85.50%	78.61%	76.29%	79.57%
Covered - employee payroll	\$ 8,091,698	\$ 8,479,879	\$ 9,712,011	\$ 9,671,315
City's net pension liability as a percentage of covered - employee payroll	139.38%	185.42%	163.98%	129.59%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Confidential and Managerial Employee
Defined Benefit Retirement Plan

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability				
Service cost	\$ 1,388,267	\$ 800,492	\$ 923,381	\$ 909,893
Interest	2,694,687	2,229,762	2,031,023	1,986,883
Changes of benefit terms	3,118,028			
Differences between expected and actual experience	(24,073)	1,029,320	(729,411)	-
Changes of assumptions	1,133,869	(1,244,174)	200,920	-
Benefit payments, including refunds of member contributions	(1,530,370)	(1,542,953)	(1,501,544)	(1,517,087)
Net change in total pension liability	<u>6,780,408</u>	<u>1,272,447</u>	<u>924,369</u>	<u>1,379,689</u>
Total pension liability - beginning	<u>30,605,504</u>	<u>29,333,057</u>	<u>28,408,688</u>	<u>27,028,999</u>
Total pension liability - ending	<u>37,385,912</u>	<u>30,605,504</u>	<u>29,333,057</u>	<u>28,408,688</u>
Plan fiduciary net position				
Contributions - employer	2,959,421	1,822,643	1,614,792	1,733,274
Contributions - member	1,175,518	512,410	419,320	404,147
Net investment income	2,697,940	1,842,073	(501,421)	1,382,606
Benefit payments, including refunds of member contributions	(1,530,370)	(1,542,953)	(1,501,544)	(1,517,087)
Administrative expenses	(125,920)	(146,820)	(134,898)	(84,843)
Net change in plan fiduciary net position	<u>5,176,589</u>	<u>2,487,353</u>	<u>(103,751)</u>	<u>1,918,097</u>
Plan fiduciary net position - beginning	<u>20,498,006</u>	<u>18,010,653</u>	<u>18,114,404</u>	<u>16,196,307</u>
Plan fiduciary net position - ending	<u>25,674,595</u>	<u>20,498,006</u>	<u>18,010,653</u>	<u>18,114,404</u>
City's Net Pension Liability	<u>\$ 11,711,317</u>	<u>\$ 10,107,498</u>	<u>\$ 11,322,404</u>	<u>\$ 10,294,284</u>
Total pension liability	\$ 37,385,912	\$ 30,605,504	\$ 29,333,057	\$ 28,408,688
Plan fiduciary net position	(25,674,595)	(20,498,006)	(18,010,653)	(18,114,404)
City's net pension liability	<u>\$ 11,711,317</u>	<u>\$ 10,107,498</u>	<u>\$ 11,322,404</u>	<u>\$ 10,294,284</u>
Plan fiduciary net position as a percentage of the total pension liability	68.67%	66.97%	61.40%	63.76%
Covered - employee payroll	\$ 6,458,558	\$ 4,231,786	\$ 4,337,897	\$ 3,967,314
City's net pension liability as a percentage of covered - employee payroll	181.33%	238.85%	257.81%	259.48%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Contributions by Employer (Unaudited)
Last 10 Fiscal years

GERs

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a percentage of covered- employee payroll
2008	\$ 814,864	\$ 814,864	\$ -	\$ 4,926,990	16.54%
2009	809,482	809,482	-	4,760,650	17.00%
2010	920,970	920,970	-	4,005,580	22.99%
2011	993,731	993,731	-	3,631,980	27.36%
2012	1,056,516	1,056,516	-	3,495,200	30.23%
2013	1,103,955	1,103,955	-	3,798,110	29.07%
2014	1,224,361	1,224,361	-	3,585,490	34.15%
2015	1,200,656	1,212,601	(11,945)	3,563,060	34.03%
2016	1,174,771	1,162,968	11,803	3,585,740	32.43%
2017	1,095,544	1,095,544	-	3,493,780	31.36%

FRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a percentage of covered- employee payroll
2008	\$ 2,534,923	\$ 2,534,923	\$ -	\$ 5,943,239	42.65%
2009	2,448,774	2,448,774	-	6,357,484	38.52%
2010	2,952,870	2,952,870	-	6,024,458	49.01%
2011	3,003,218	3,003,218	-	6,018,473	49.90%
2012	3,691,300	3,691,300	-	6,445,935	57.27%
2013	4,369,844	4,369,844	-	6,716,257	65.06%
2014	4,331,942	4,331,942	-	6,945,643	62.37%
2015	4,231,795	4,231,795	-	6,884,383	61.47%
2016	3,989,982	3,989,982	-	7,136,191	55.91%
2017	3,716,888	3,719,029	2,141	7,651,439	48.61%

PRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a percentage of covered- employee payroll
2008	\$ 2,095,909	\$ 2,095,909	\$ -	\$ 8,102,977	25.87%
2009	2,076,113	2,076,113	-	7,677,961	27.04%
2010	2,320,277	2,320,277	-	8,751,221	26.51%
2011	2,306,698	2,306,698	-	9,149,345	25.21%
2012	2,629,422	2,629,422	-	8,818,777	29.82%
2013	2,769,493	2,769,493	-	8,844,361	31.31%
2014	2,872,191	2,872,191	-	9,671,315	29.70%
2015	2,831,595	2,831,595	-	9,712,011	29.16%
2016	2,723,906	2,723,906	-	8,479,879	32.12%
2017	2,720,045	2,720,045	-	8,091,698	33.62%

CMRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a percentage of covered- employee payroll
2008	\$ 1,151,671	\$ 1,151,671	\$ -	\$ 4,520,343	25.48%
2009	1,225,500	1,225,500	-	3,492,838	35.09%
2010	1,464,812	1,464,812	-	3,917,402	37.39%
2011	1,566,677	1,566,677	-	4,414,548	35.49%
2012	1,442,701	1,442,701	-	3,995,271	36.11%
2013	1,643,680	1,643,680	-	3,565,534	46.10%
2014	1,732,035	1,732,035	-	3,967,314	43.66%
2015	1,614,792	1,614,792	-	4,337,897	37.23%
2016	1,822,643	1,822,643	-	4,231,763	43.07%
2017	2,959,421	2,959,421	-	6,458,558	45.82%

**Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Investment Returns (Unaudited)
Last 10 Fiscal years**

Annual money-weighted rate of return, net of investment expense:

	<u>GERS</u>	<u>FRS</u>	<u>PRS</u>	<u>CMRS</u>
2008	(11.8%)	(13.67%)	(11.9%)	(10.2%)
2009	0.90%	(4.16%)	1.2%	1.40%
2010	9.40%	9.66%	9.5%	8.10%
2011	(4.39%)	(1.51%)	(4.4%)	(3.6%)
2012	17.70%	20.21%	17.4%	16.00%
2013	15.00%	15.70%	16.1%	10.60%
2014	9.50%	8.83%	9.2%	7.50%
2015	(2.5%)	(.66%)	1.2%	(2.4%)
2016	10.90%	10.02%	10.2%	10.30%
2017	15.00%	12.89%	14.4%	12.30%

CITY OF LAUDERHILL, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2017

	Special Revenue								Total
	SHIP	Law Enforcement	Federal Forfeiture	Safe Neighborhood	N.S.P Fund	CDBG	Home Grant	Natural Disaster	
ASSETS									
Equity in pooled cash and investments	\$ 341,492	\$ 82,262	\$ 282,404	\$ 431,493	\$ 32,096	\$ 227,779	\$ 3,100	\$ -	\$ 1,400,626
Notes receivable	-	-	-	-	-	524,792	-	-	524,792
Due from other governments	-	-	-	-	-	148,240	125,032	-	273,272
Total assets	\$ 341,492	\$ 82,262	\$ 282,404	\$ 431,493	\$ 32,096	\$ 900,811	\$ 128,132	\$ -	\$ 2,198,690
LIABILITIES									
Accrued payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65,985	\$ -	\$ 559,260	625,245
Accrued payroll	1,384	-	-	-	-	2,929	-	-	4,313
Due to other funds	-	-	-	-	-	-	279,174	592,072	871,246
Total liabilities	1,384	-	-	-	-	68,914	279,174	1,151,332	1,500,804
FUND BALANCES									
Assigned:									
Social services:									
Safe neighborhood	-	-	-	431,493	-	-	-	-	431,493
Housing	340,108	-	-	-	32,096	831,897	-	-	1,204,101
Public safety-law enforcement	-	82,262	282,404	-	-	-	-	-	364,666
Unassigned:									
Social services-housing	-	-	-	-	-	-	(151,042)	-	(151,042)
Public safety-natural disaster	-	-	-	-	-	-	-	(1,151,332)	(1,151,332)
Total fund balances (deficits)	340,108	82,262	282,404	431,493	32,096	831,897	(151,042)	(1,151,332)	697,886
Total liabilities and fund balances	\$ 341,492	\$ 82,262	\$ 282,404	\$ 431,493	\$ 32,096	\$ 900,811	\$ 128,132	\$ -	\$ 2,198,690

CITY OF LAUDERHILL, FLORIDA
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended September 30, 2017

	Special Revenue								Total
	SHIP	Law Enforcement	Federal Forfeitures	Safe Neighborhoods	N.S.P Fund	CDBG	Home Grant	Natural Disaster	
REVENUES									
Intergovernmental	\$ 457,425	\$ -	\$ -	\$ -	\$ -	\$ 848,260	\$ 178,592	\$ -	\$ 1,484,277
Property taxes	-	-	-	776,522	-	-	-	-	776,522
Fines and forfeitures	-	29,460	77,032	-	-	-	-	-	106,492
Investment income	579	171	740	1,908	21	24,345	-	-	27,764
Other income	-	-	-	65,490	24,533	-	-	-	90,023
Total revenues	<u>458,004</u>	<u>29,631</u>	<u>77,772</u>	<u>843,920</u>	<u>24,554</u>	<u>872,605</u>	<u>178,592</u>	<u>-</u>	<u>2,485,078</u>
EXPENDITURES									
Current:									
Public safety	-	13,359	43,687	-	-	-	-	1,151,332	1,208,378
Recreation and social services	361,308	-	-	1,147,159	-	761,002	304,878	-	2,574,347
Capital Outlay:									
Machinery & equipment	-	-	67,701	-	-	-	-	-	67,701
Improvements	-	-	-	-	-	61,138	-	-	61,138
Total Expenditures	<u>361,308</u>	<u>13,359</u>	<u>111,388</u>	<u>1,147,159</u>	<u>-</u>	<u>822,140</u>	<u>304,878</u>	<u>1,151,332</u>	<u>3,911,564</u>
Excess (deficiency) of revenue over (under) expenditures	<u>96,696</u>	<u>16,272</u>	<u>(33,616)</u>	<u>(303,239)</u>	<u>24,554</u>	<u>50,465</u>	<u>(126,286)</u>	<u>(1,151,332)</u>	<u>(1,426,486)</u>
OTHER FINANCING SOURCES (USES)									
Transfer out	-	-	-	(36,322)	-	-	-	-	(36,322)
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(36,322)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(36,322)</u>
Net change in fund balances	96,696	16,272	(33,616)	(339,561)	24,554	50,465	(126,286)	(1,151,332)	(1,462,808)
Fund balances(deficits) - beginning	<u>243,412</u>	<u>65,990</u>	<u>316,020</u>	<u>771,054</u>	<u>7,542</u>	<u>781,432</u>	<u>(24,756)</u>	<u>-</u>	<u>2,160,694</u>
Fund balances(deficits) - ending	\$ <u>340,108</u>	\$ <u>82,262</u>	\$ <u>282,404</u>	\$ <u>431,493</u>	\$ <u>32,096</u>	\$ <u>831,897</u>	\$ <u>(151,042)</u>	\$ <u>(1,151,332)</u>	\$ <u>697,886</u>

CITY OF LAUDERHILL, FLORIDA
 Capital Projects Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Property taxes	\$ 2,114,325	\$ 2,244,829	\$ 2,255,798	\$ 10,969
Investment income	5,000	5,000	43,819	38,819
Miscellaneous	5,000	5,000	1,809	(3,191)
Total revenues	<u>2,124,325</u>	<u>2,254,829</u>	<u>2,301,426</u>	<u>46,597</u>
EXPENDITURES				
General government:				
Administrative expense	-	-	506,728	(506,728)
Debt service:				
Bond issuance costs	-	-	304,630	(304,630)
Capital Outlay:				
Land	-	-	-	-
Buildings	-	-	-	-
Improvements	42,910,000	45,493,172	2,051,250	43,441,922
Infrastructure	-	-	-	-
Machinery & equipment	818,000	1,055,883	302,644	753,239
Total expenditures	<u>43,728,000</u>	<u>46,549,055</u>	<u>3,165,252</u>	<u>43,383,803</u>
Excess (Deficiency) of Revenue over Expenditures	(41,603,675)	(44,294,226)	(863,826)	43,430,400
OTHER FINANCING SOURCES (USES)				
Transfer in	803,000	1,626,105	1,067,913	(558,192)
Transfers out	(2,109,325)	(2,109,325)	(2,237,160)	(127,835)
Proceeds on bonds issued	42,910,000	44,500,000	35,260,000	
Premium on bonds issued			1,416,925	
Total other financing sources and uses	<u>41,603,675</u>	<u>44,016,780</u>	<u>35,507,678</u>	<u>(8,509,102)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (277,446)</u>	34,643,852	<u>\$ 34,921,298</u>
Fund balances (deficits) - beginning			<u>(813,461)</u>	
Fund balances (deficits) - ending			<u>\$ 33,830,391</u>	

CITY OF LAUDERHILL, FLORIDA
Fire Protection Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNT	FINAL BUDGET
				Positive (Negative)
REVENUES				
Property tax	\$ -	47,918	\$ 74,870	\$ 26,952
Charge for service	15,295,000	15,325,000	15,110,952	(214,048)
Licenses and permits	-	9,000	8,391	(609)
Investment income	-	100	-	(100)
Miscellaneous	48,018	19,241	59,414	40,173
Total revenues	<u>15,343,018</u>	<u>15,401,259</u>	<u>15,253,627</u>	<u>(147,632)</u>
EXPENDITURES				
Public safety	15,543,574	15,993,172	14,685,904	1,307,268
Debt service:				
Principal retirement	-	280,343	280,343	-
Interest	-	26,358	26,358	-
Capital Outlay:				
Improvement	-	242,780	175,215	67,565
Machinery & equipment	-	84,663	84,663	-
Total expenditures	<u>15,543,574</u>	<u>16,627,316</u>	<u>15,252,483</u>	<u>1,374,833</u>
Excess (Deficiency) of Revenue over				
Expenditures	(200,556)	(1,226,057)	1,144	1,227,201
OTHER FINANCING SOURCES (USES)				
Transfer in	200,556	200,556	165,579	
Transfer out	-	(200,556)	(115,353)	85,203
Total other financing sources (uses)	<u>200,556</u>	<u>-</u>	<u>50,226</u>	<u>50,226</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (1,226,057)</u>	<u>51,370</u>	<u>\$ 1,277,427</u>
Fund balances (deficits) - beginning			(8,581,288)	
Fund balances (deficits) - ending			<u>\$ (8,529,918)</u>	

CITY OF LAUDERHILL, FLORIDA
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 420,765	\$ -	\$ (420,765)
Investment Income	-	-	326	326
Total revenues	-	420,765	326	(420,439)
EXPENDITURES				
General government	-	4,700	834,653	(829,953)
Debt service:				
Principal retirement	4,672,658	4,776,016	4,776,015	1
Interest	2,653,953	2,629,943	2,630,602	(659)
Total expenditures	7,326,611	7,410,659	8,241,270	(830,611)
Excess (Deficiency) of Revenue over Expenditures	(7,326,611)	(6,989,894)	(8,240,944)	1,251,050
Other Financing Sources (Uses)				
Transfer in	7,606,190	7,322,818	7,229,890	(92,928)
Total Other Financing Sources (Uses)	7,606,190	7,322,818	7,229,890	(92,928)
Net change in fund balances	\$ 279,579	\$ 332,924	(1,011,054)	\$ (1,343,978)
Fund balances - beginning			1,599,117	
Fund balances - ending			\$ 588,063	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - State Housing Initiative Program (SHIP)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 328,263	\$ 331,763	\$ 457,425	\$ 125,662
Investment income	-	120	579	459
Total revenues	<u>328,263</u>	<u>331,883</u>	<u>458,004</u>	<u>126,121</u>
EXPENDITURES				
Recreation and social services	<u>328,263</u>	<u>526,794</u>	<u>361,308</u>	<u>165,486</u>
Total expenditures	<u>328,263</u>	<u>526,794</u>	<u>361,308</u>	<u>165,486</u>
Excess (Deficiency) of Revenue over				
Expenditures	-	-	96,696	96,696
Net change in fund balances	<u>\$ -</u>	<u>\$ (194,911)</u>	96,696	<u>\$ 291,607</u>
Fund balances - beginning			<u>243,412</u>	
Fund balances - ending			<u>\$ 340,108</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Law Enforcement
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Fines and forfeitures	\$ -	\$ 40,000	\$ 29,460	\$ (10,540)
Investment income	-	100	171	71
Total revenues	<u>-</u>	<u>40,100</u>	<u>29,631</u>	<u>(10,469)</u>
EXPENDITURES				
Public safety	-	<u>60,000</u>	<u>13,359</u>	<u>46,641</u>
Total expenditures	<u>-</u>	<u>60,000</u>	<u>13,359</u>	<u>46,641</u>
Excess (Deficiency) of Revenue over				
Expenditures	-	(19,900)	16,272	36,172
Net change in fund balances	<u>\$ -</u>	<u>\$ (19,900)</u>	16,272	<u>\$ 36,172</u>
Fund balances - beginning			<u>65,990</u>	
Fund balances - ending			<u>\$ 82,262</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Federal Forfeitures
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Fines and forfeitures	\$ -	\$ 50,000	\$ 77,032	\$ 27,032
Investment income	-	200	740	540
Total revenues	<u>-</u>	<u>50,200</u>	<u>77,772</u>	<u>27,572</u>
EXPENDITURES				
Public safety	-	310,000	43,687	266,313
Capital Outlay:				
Machinery & equipment	-	-	67,701	(67,701)
Total expenditures	<u>-</u>	<u>310,000</u>	<u>111,388</u>	<u>198,612</u>
Excess (Deficiency) of Revenue over Expenditures	<u>-</u>	<u>(259,800)</u>	<u>(33,616)</u>	<u>226,184</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (259,800)</u>	<u>(33,616)</u>	<u>\$ 226,184</u>
Fund balances - beginning			316,020	
Fund balances - ending			<u>\$ 282,404</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Safe Neighborhood
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNT	FINAL BUDGET
				Positive (Negative)
REVENUES				
Property taxes	\$ 333,757	\$ 770,266	\$ 776,522	\$ 6,256
Investment income	-	200	1,908	1,708
Miscellaneous	-	65,440	65,490	50
Total revenues	<u>333,757</u>	<u>835,906</u>	<u>843,920</u>	<u>8,014</u>
EXPENDITURES				
Current:				
Recreation and social services	<u>500,112</u>	<u>1,726,898</u>	<u>1,147,159</u>	<u>579,739</u>
Total expenditures	<u>500,112</u>	<u>1,726,898</u>	<u>1,147,159</u>	<u>579,739</u>
Excess (Deficiency) of Revenue over Expenditures	(166,355)	(890,992)	(303,239)	587,753
Other Financing Sources (Uses)				
Transfers out	<u>(72,645)</u>	<u>(36,323)</u>	<u>(36,322)</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>(72,645)</u>	<u>(36,323)</u>	<u>(36,322)</u>	<u>1</u>
Change in fund balance	<u>\$ (239,000)</u>	<u>\$ (927,315)</u>	(339,561)	<u>\$ 587,754</u>
Fund balances - beginning			<u>771,054</u>	
Fund balances - ending			<u>\$ 431,493</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Neighborhood Stabilization Program (NSP)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Investment income	-	-	21	21
Other income	\$ -	\$ -	\$ 24,533	\$ 24,533
Total revenues	<u>-</u>	<u>-</u>	<u>24,554</u>	<u>24,554</u>
EXPENDITURES				
Recreation and social services	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue over		<u>-</u>		
Expenditures	<u>-</u>	<u>-</u>	<u>24,554</u>	<u>24,554</u>
Change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>24,554</u>	<u>\$ 24,554</u>
Fund balances(deficit) - beginning			<u>7,542</u>	
Fund balances - ending			<u>\$ 32,096</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Community Development Block Grant (CDBG)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 688,402	\$ 688,402	\$ 848,260	\$ 159,858
Investment income	-	28,250	24,345	(3,905)
Total revenues	<u>688,402</u>	<u>716,652</u>	<u>872,605</u>	<u>155,953</u>
EXPENDITURES				
Current:				
Recreation and social services	625,941	1,295,352	761,002	534,350
Capital Outlay:				
Improvements	<u>62,461</u>	<u>465,576</u>	<u>61,138</u>	<u>404,438</u>
Total expenditures	<u>688,402</u>	<u>1,760,928</u>	<u>822,140</u>	<u>938,788</u>
Excess (Deficiency) of Revenue over Expenditures	-	(1,044,276)	50,465	1,094,741
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balances	<u>\$ -</u>	<u>\$ (1,044,276)</u>	50,465	<u>\$ 1,094,741</u>
Fund balances - beginning			<u>781,432</u>	
Fund balances - ending			<u>\$ 831,897</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Home Grant
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2017

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 200,000	\$ 178,592	\$ (21,408)
Total revenues	<u>-</u>	<u>200,000</u>	<u>178,592</u>	<u>(21,408)</u>
EXPENDITURES				
Recreation and social services	-	467,187	304,878	162,309
Total expenditures	<u>-</u>	<u>467,187</u>	<u>304,878</u>	<u>162,309</u>
Excess (Deficiency) of Revenue over				
Expenditures	-	(267,187)	(126,286)	140,901
Change in fund balances	<u>\$ -</u>	<u>\$ (267,187)</u>	<u>(126,286)</u>	<u>\$ 140,901</u>
Fund balances - begining			<u>(24,756)</u>	
Fund balances - ending			<u>\$ (151,042)</u>	

CITY OF LAUDERHILL, FLORIDA
Combining Statement of Fiduciary Net Position
Pension Trust Funds
September 30, 2017

	PENSION TRUST FUNDS				TOTAL
	General Employees Retirement	Firefighters Retirement	Police Retirement	Confidential and Managerial	
ASSETS					
Cash and short-term investments	\$ 140,444	\$ 2,178,381	\$ 1,357,939	\$ 907,496	\$ 4,584,260
Receivables:					
Interest and dividends	29,918	154,413	44,677	591	229,599
Receivable for securities sold	-	287,496	-	-	287,496
Lauderhill Housing Authority	-	-	66,937	14,000	80,937
Contributions	-	394,437	-	4,066	398,503
Total Receivables	<u>29,918</u>	<u>836,346</u>	<u>111,614</u>	<u>18,657</u>	<u>996,535</u>
Investments, at fair value					
Fixed income mutual funds	4,649,804	-	8,582,449	6,407,187	19,639,440
Debt securities	-	13,041,267	-	-	13,041,267
Income opportunity mutual funds	1,100,410	-	-	-	1,100,410
Absolute return equity funds	-	-	21,169,082	-	21,169,082
Domestic equity funds	14,083,590	39,271,800	13,570,250	13,252,987	80,178,627
International equity funds	3,773,094	10,677,971	9,369,976	4,737,327	28,558,368
Notes receivable	-	1,000,000	2,000,000	400,000	3,400,000
Real estate funds	850,000	12,141,834	10,495,571	-	23,487,405
Investments, at fair value	<u>24,456,898</u>	<u>76,132,872</u>	<u>65,187,328</u>	<u>24,797,501</u>	<u>190,574,599</u>
Total Assets	<u>24,627,260</u>	<u>79,147,599</u>	<u>66,656,881</u>	<u>25,723,654</u>	<u>196,155,394</u>
LIABILITIES					
Accounts payable and accrued expenses	6,173	80,916	39,696	48,700	175,485
Payable for securities purchased	-	271,816	133,849	-	405,665
Prepaid City contributions	-	4,168	-	359	4,527
Total Liabilities	<u>6,173</u>	<u>356,900</u>	<u>173,545</u>	<u>49,059</u>	<u>585,677</u>
NET POSITION RESTRICTED FOR PENSIONS					
Net position restricted for Deferred Retirement Option Plan Benefits	248,297	-	-	-	248,297
Net position restricted for Defined Benefits	<u>24,372,790</u>	<u>78,790,699</u>	<u>66,483,336</u>	<u>25,674,595</u>	<u>195,321,420</u>
Total Net Position Restricted for Pensions	<u>\$ 24,621,087</u>	<u>\$ 78,790,699</u>	<u>\$ 66,483,336</u>	<u>\$ 25,674,595</u>	<u>\$ 195,569,717</u>

CITY OF LAUDERHILL, FLORIDA
Combining Statements of Changes in Fiduciary Net Position
Pension Trust Funds
For the Year Ended September 30, 2017

	PENSION TRUST FUNDS				TOTAL
	General Employees Retirement	Firefighters Retirement	Police Retirement	Confidential and Managerial	
ADDITIONS					
Contributions:					
City	\$ 1,095,544	\$ 3,521,811	\$ 2,311,962	\$ 2,959,421	\$ 9,888,738
Plan members	349,378	1,065,791	911,939	1,175,518	3,502,626
State revenue	-	394,437	408,853	-	803,290
Total contributions	<u>1,444,922</u>	<u>4,982,039</u>	<u>3,632,754</u>	<u>4,134,939</u>	<u>14,194,654</u>
Investment income:					
Net depreciation in fair value of investments	2,246,646	8,474,746	7,230,927	1,891,434	19,843,753
Interest and dividend income	1,038,221	940,420	1,292,646	845,151	4,116,438
Total investment income	3,284,867	9,415,166	8,523,573	2,736,585	23,960,191
Less: Investment expenses	30,563	434,554	208,478	38,645	712,240
Net investment income	<u>3,254,304</u>	<u>8,980,612</u>	<u>8,315,095</u>	<u>2,697,940</u>	<u>23,247,951</u>
Other income	54	-	-	-	54
Total additions	<u>4,699,280</u>	<u>13,962,651</u>	<u>11,947,849</u>	<u>6,832,879</u>	<u>37,442,659</u>
DEDUCTIONS					
Benefits paid	1,672,465	4,512,657	2,828,884	1,438,380	10,452,386
Administrative expenses	74,633	220,226	278,082	125,920	698,861
Refunds of contributions	93,124	35,787	141,295	91,990	362,196
Total deductions	<u>1,840,222</u>	<u>4,768,670</u>	<u>3,248,261</u>	<u>1,656,290</u>	<u>11,513,443</u>
Net increase (decrease)	2,859,058	9,193,981	8,699,588	5,176,589	25,929,216
NET POSITION RESTRICTED FOR PENSIONS					
Net position restricted for pensions, October 1	<u>21,762,029</u>	<u>69,596,718</u>	<u>57,783,748</u>	<u>20,498,006</u>	<u>169,640,501</u>
Net position restricted for pensions, September 30	<u>\$ 24,621,087</u>	<u>\$ 78,790,699</u>	<u>\$ 66,483,336</u>	<u>\$ 25,674,595</u>	<u>\$ 195,569,717</u>

CITY OF LAUDERHILL, FLORIDA
STATISTICAL SECTION
FISCAL YEAR ENDED SEPTEMBER 30, 2017

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

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<p style="margin-left: 40px;">These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</p>	
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF LAUDERHILL, FLORIDA
Net Position by Component
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net investment in capital assets	\$ 24,796,635	\$ 24,156,205	\$20,325,910	\$ 22,182,988	\$ 13,181,792	\$ 16,202,120	\$ 7,419,048	\$ 11,419,795	\$ 13,443,358	\$ 10,392,854
Restricted	6,504,816	4,397,068	5,370,240	2,036,571	3,033,340	2,615,738	3,212,780	3,195,881	3,080,126	2,333,592
Unrestricted	6,538,599	2,330,325	5,550,566	1,478,691	5,321,381	3,280,234	3,049,541	(41,662,942)	(40,730,139)	(41,067,492)
Total government activities net position	<u>37,840,050</u>	<u>30,883,598</u>	<u>31,246,716</u>	<u>25,698,250</u>	<u>21,536,513</u>	<u>22,098,092</u>	<u>13,681,369</u>	<u>(27,047,266)</u>	<u>(24,206,655)</u>	<u>(28,341,046)</u>
Business Activities										
Net investment in capital assets	14,087,557	12,292,025	15,557,718	17,163,711	16,583,392	22,272,644	33,559,984	37,741,534	41,446,576	40,950,402
Restricted	200,000	3,200,000	4,911,700	11,317,275	2,000,000	1,000,000	-	-	200,000	200,000
Unrestricted	13,013,219	13,532,070	12,637,267	7,075,980	24,493,356	24,400,278	28,706,475	22,351,885	24,479,585	30,425,983
Total business-type activities net position	<u>\$ 27,300,776</u>	<u>\$ 29,024,095</u>	<u>\$33,106,685</u>	<u>\$ 35,556,966</u>	<u>\$ 43,076,748</u>	<u>\$ 47,672,922</u>	<u>\$ 62,266,459</u>	<u>\$ 60,093,419</u>	<u>\$ 66,126,161</u>	<u>\$ 71,576,385</u>
Total:										
Net investment in capital assets	\$ 38,884,192	\$ 36,448,230	\$35,883,628	\$ 39,346,699	\$ 29,765,184	\$ 38,474,764	\$ 40,979,032	\$ 49,161,329	\$ 54,889,934	\$ 51,343,256
Restricted	6,704,816	7,597,068	10,281,940	13,353,846	5,033,340	3,615,738	3,212,780	3,195,881	3,280,126	2,533,592
Unrestricted	19,551,818	15,862,395	18,187,833	8,554,671	29,814,737	27,680,512	31,756,016	(19,311,057)	(16,250,554)	(10,641,509)
Total net position	<u>\$ 65,140,826</u>	<u>\$ 59,907,693</u>	<u>\$64,353,401</u>	<u>\$ 61,255,216</u>	<u>\$ 64,613,261</u>	<u>\$ 69,771,014</u>	<u>\$ 75,947,828</u>	<u>\$ 33,046,153</u>	<u>\$ 41,919,506</u>	<u>\$ 43,235,339</u>

CITY OF LAUDERHILL, FLORIDA
Changes in Net Position
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
EXPENSES										
Governmental Activities										
General Government	\$ 11,701,546	\$ 11,264,320	\$ 12,990,449	\$ 12,419,477	\$ 12,627,083	\$ 10,251,322	\$ 11,676,450	\$ 11,832,581	\$ 12,198,669	\$ 15,788,780
Public Safety	30,617,084	32,537,466	33,387,260	31,673,615	36,483,202	35,347,845	36,505,031	41,266,892	37,687,877	43,297,109
Public Works	7,184,547	6,491,970	5,421,282	-	-	-	-	-	-	-
Physical Environment	-	-	-	4,523,931	4,556,731	3,078,233	3,688,905	3,741,937	3,320,971	3,262,637
Transportation	-	-	-	1,202,644	2,548,863	2,794,920	2,490,663	2,307,102	2,302,723	2,691,309
Recreation and Social Services	6,242,142	7,089,302	7,450,136	8,604,826	6,415,018	8,182,418	7,907,784	8,884,752	9,138,237	10,826,015
Interest on long-term debt	2,257,723	2,478,666	2,384,424	2,475,944	2,786,822	2,875,566	3,033,403	2,869,306	2,491,542	2,719,475
Total Governmental Activities Expenses	58,003,042	59,861,724	61,633,551	60,900,437	65,417,719	62,530,304	65,302,236	70,902,570	67,140,019	78,585,325
Business-type Activities										
Water and Sewer	12,124,864	13,260,962	14,331,033	15,917,186	15,002,150	16,451,957	16,825,053	18,005,856	17,722,190	17,533,535
Stormwater	3,348,091	3,702,211	4,712,486	4,266,871	4,242,358	5,061,828	4,532,290	4,542,898	3,200,739	4,823,304
Performing Art	-	-	400	38,871	-	-	-	-	1,049,950	1,292,690
Total Business-type Activities Expenses	15,472,955	16,963,173	19,043,919	20,222,928	19,244,508	21,513,785	21,357,343	22,548,754	21,972,879	23,649,529
Total Primary Government Expenses	73,475,997	76,824,897	80,677,470	81,123,365	84,662,227	84,044,089	86,659,579	93,451,324	89,112,898	102,234,854
PROGRAM REVENUES										
Governmental Activities										
Charges for Services										
General Government	1,819,432	2,051,614	2,497,796	3,042,987	2,676,589	2,982,745	3,123,087	3,749,250	3,508,624	3,610,845
Public Safety	11,549,938	9,373,245	11,562,332	11,245,316	17,713,085	17,972,874	18,156,100	15,857,166	17,638,059	18,572,395
Recreation and Social Services	308,439	283,526	184,650	168,015	94,961	158,339	297,546	282,442	307,066	213,453
Transportation	-	-	-	98,314	80,771	1,564	5,249	1,700	1,494	7,320
Operating Grants/ Contributions	3,623,561	3,238,350	6,987,592	4,055,407	3,233,682	2,930,632	955,178	2,356,168	2,197,337	2,802,190
Capital Grants/Contributions	-	-	36,859	654,640	-	-	-	-	-	-
Total Governmental Activities Program Revenues	17,301,370	14,946,735	21,269,229	19,264,679	23,799,088	24,046,154	22,537,160	22,246,726	23,652,580	25,206,203

CITY OF LAUDERHILL, FLORIDA
Changes in Net Position-Continued
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
GENERAL REVENUES AND TRANSFERS										
Governmental Activities										
Property Taxes	\$16,179,042	\$ 15,955,227	\$ 15,921,086	\$ 12,932,606	\$ 14,379,270	\$ 14,749,938	\$ 15,752,313	\$ 16,535,701	\$ 18,155,144	\$ 19,744,092
Other Taxes	12,520,752	12,662,694	13,384,607	12,538,173	12,180,315	11,912,135	12,759,724	13,147,314	13,456,265	13,551,681
Investment Earnings	1,504,060	459,343	496,141	207,339	117,479	70,703	175,167	82,774	56,283	136,148
Other	8,137,619	8,866,132	10,925,606	11,709,383	10,779,830	12,312,953	13,015,519	18,530,714	17,061,851	16,312,810
Gain (Loss) on Sale of Land	-	-	-	-	-	-	-	-	249,621	-
Insurance Recoveries	1,556,485	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	15,144	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	(7,336,239)	(1,209,821)	(910,600)	(500,000)
Total Governmental Activities Revenues	39,897,958	37,958,540	40,727,440	37,387,501	37,456,894	39,045,729	34,366,484	47,086,682	48,068,564	49,244,731
Business-type Activities										
Investment Earnings	\$ 136,036	\$ 36,658	\$ 109,007	\$ 32,538	\$ 56,318	\$ 14,366	\$ 214,983	\$ 232,573	\$ 12,319	\$ 43,767
Miscellaneous	-	-	-	440,000	2,406,056	-	-	-	-	-
Transfers	-	-	-	-	-	-	7,336,239	1,209,821	910,600	500,000
Total Business-type Activities Revenues	136,036	36,658	109,007	472,538	2,462,374	14,366	7,551,222	1,442,394	922,919	543,767
Total Primary Government Revenues	\$40,033,994	\$ 37,995,198	\$ 40,836,447	\$ 37,860,039	\$ 39,919,268	\$ 39,060,095	\$ 41,917,706	\$ 48,529,076	\$ 48,991,483	\$ 49,788,498
NET (EXPENSE) REVENUE										
Governmental Activities	\$ (803,713)	\$ (6,956,449)	\$ 363,118	\$ (4,248,257)	\$ (4,161,737)	\$ 561,579	\$ (8,398,592)	\$ (1,569,162)	\$ 4,581,125	\$ (4,134,391)
Business-type Activities	305,471	1,646,331	4,082,590	2,450,281	7,519,782	4,596,174	14,841,534	3,227,170	6,032,742	5,450,224
Total Primary Government	\$ (498,242)	\$ (5,310,118)	\$ 4,445,708	\$ (1,797,976)	\$ 3,358,045	\$ 5,157,753	\$ 6,442,942	\$ 1,658,008	\$ 10,613,867	\$ 1,315,833

CITY OF LAUDERHILL, FLORIDA
Fund Balances-Governmental Funds
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Reserved	\$ 897,221	\$ 1,348,172	\$ 1,152,662	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	6,966,048	6,215,673	5,237,482	-	-	-	-	-	-	-
Nonspendable	-	-	-	166,778	219,609	659,357	4,570,887	3,950,388	5,797,443	4,327,408
Restricted	-	-	-	446,493	542,471	555,090	358,694	281,471	186,703	116,223
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	4,239,121	932,248	2,385,379	2,748,582	6,704,712	5,088,840	5,661,776
Unassigned	-	-	-	5,403,528	7,296,934	7,990,080	8,078,178	6,407,524	6,903,093	6,024,213
	<u>\$ 7,863,269</u>	<u>\$ 7,563,845</u>	<u>\$ 6,390,144</u>	<u>\$ 10,255,920</u>	<u>\$ 8,991,262</u>	<u>\$ 11,589,906</u>	<u>\$ 15,756,341</u>	<u>\$ 17,344,095</u>	<u>\$ 17,976,079</u>	<u>\$ 16,129,620</u>
All Other Governmental Funds										
Reserved	\$ 5,773,949	\$ 3,687,422	\$ 4,806,205	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved Reported In										
Special Revenue	(740,475)	(644,168)	(524,064)	-	-	-	-	-	-	-
Capital Project	2,988,433	43,293	5,313,431	-	-	-	-	-	-	-
Nonspendable	-	-	-	2,888,575	2,888,575	2,888,575	2,888,575	2,228,575	2,228,575	2,099,137
Restricted	-	-	-	107,282	565	565	565	565	565	335,565
Committed	-	-	-	9,994,625	4,753,373	12,585,179	1,620,666	-	-	-
Assigned	-	-	-	1,482,796	2,052,735	1,780,746	4,954,831	2,858,629	3,784,567	36,418,714
Unassigned	-	-	-	(3,693,435)	(3,551,218)	(3,733,318)	(8,960,775)	(10,343,453)	(12,895,048)	(13,422,021)
	<u>\$ 8,021,907</u>	<u>\$ 3,086,547</u>	<u>\$ 9,595,572</u>	<u>\$ 10,779,843</u>	<u>\$ 6,144,030</u>	<u>\$ 13,521,747</u>	<u>\$ 503,862</u>	<u>\$ (5,255,684)</u>	<u>\$ (6,881,341)</u>	<u>\$ 25,431,395</u>

Note: Information for fiscal years 2005 to 2010 have not been restated for Governmental Accounting Standards Board (GASB) Statement No. 54 classifications.

CITY OF LAUDERHILL, FLORIDA
Changes in fund Balances-Governmental Funds
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
REVENUES										
Property Taxes	\$ 16,179,042	\$15,955,227	\$ 15,921,086	\$ 12,932,608	\$14,379,270	\$14,749,937	\$15,752,313	\$16,535,701	\$18,155,146	\$19,744,092
Franchise Taxes	4,281,390	3,968,536	4,552,969	4,133,917	3,912,249	3,614,238	4,217,704	4,405,487	4,440,784	4,394,459
Public Service Taxes	8,239,362	8,694,157	8,831,638	8,404,256	8,268,066	8,297,897	8,542,020	8,741,827	9,015,481	9,157,222
Charges for services	8,038,796	10,040,958	11,276,229	11,221,702	16,963,862	17,841,126	17,909,475	15,409,625	17,278,595	17,896,627
Administrative Charges	2,051,343	3,624,548	4,713,999	5,344,558	5,073,029	4,957,242	5,108,603	7,903,572	8,314,619	7,961,360
Intergovernmental	12,015,037	8,143,497	12,191,590	11,229,104	8,233,766	9,277,197	8,116,564	11,347,439	10,280,240	10,200,702
License and Permits	1,740,312	1,916,602	2,057,512	1,952,467	2,222,920	2,417,456	2,583,521	1,971,292	3,003,092	3,394,687
Fines and Forfeiture	3,902,553	691,736	677,075	585,134	1,378,623	764,389	1,088,252	1,239,761	1,151,164	1,411,015
Investment Income	1,504,060	459,343	496,141	207,313	117,479	70,703	175,167	82,774	78,674	136,148
Rental Income	174,458	255,757	255,560	361,587	369,315	447,600	379,910	368,960	392,140	415,496
Other	515,915	84,103	1,598,548	279,534	337,403	685,154	518,815	3,022,491	356,646	669,787
Total Revenue	58,642,268	53,834,464	62,572,347	56,652,180	61,255,982	63,122,939	64,392,344	71,028,929	72,466,581	75,381,595
EXPENDITURE										
Current:										
General Government	11,329,546	10,886,907	12,734,557	11,607,562	12,270,763	9,615,531	11,169,703	10,569,176	12,199,661	15,478,401
Public Safety	29,470,084	31,044,616	31,901,233	30,277,908	35,424,845	33,665,496	35,364,606	37,072,694	38,528,388	40,576,266
Public Work	6,335,756	5,620,699	5,086,473	-	-	-	-	-	-	-
Physical environment	-	-	-	4,209,013	4,339,131	2,792,573	3,465,528	3,387,963	3,159,961	3,013,909
Transportation	-	-	-	676,078	2,078,314	2,264,951	1,957,271	1,719,003	1,802,477	2,125,648
Recreation and social services	5,342,142	6,136,233	8,392,014	7,132,328	5,101,008	6,583,836	6,436,763	6,866,763	7,892,902	9,137,460
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Economic and Community Development	-	-	-	-	-	-	-	-	-	-
Debt Service:										
Principal retirement	995,000	2,124,992	2,159,247	2,284,670	2,824,579	3,439,512	4,469,488	6,649,251	5,106,888	5,056,358
Interest and issuance cost	2,254,223	2,359,299	2,319,841	2,475,944	1,704,290	2,708,991	2,987,542	3,018,959	2,667,394	2,656,960
Capital Outlay:	17,168,754	7,926,487	5,224,302	4,516,269	3,413,523	3,510,509	2,817,317	5,624,220	1,993,635	3,047,241
Total Expenditures	72,895,505	66,099,233	67,817,667	63,179,772	67,156,453	64,581,399	68,668,218	74,908,029	73,351,306	81,092,243
Excess Revenue Over (Under Expenditures)	(14,253,237)	(12,264,769)	(5,245,320)	(6,527,592)	(5,900,471)	(1,458,460)	(4,275,874)	(3,879,100)	(884,725)	(5,710,648)
OTHER FINANCING SOURCE (USES)										
Transfer In	4,286,828	10,042,142	6,102,670	11,470,253	7,238,055	6,488,401	11,707,672	8,789,100	8,784,449	9,455,309
Transfer Out	(4,286,828)	(10,042,142)	(6,102,670)	(11,470,253)	(7,238,055)	(6,488,401)	(19,043,911)	(9,998,921)	(9,695,049)	(9,955,309)
Payment to refunded bond escrow agent	(3,500)	(62,000)	(108,250)	(225,576)	-	(214,716)	(61,029)	(27,005,514)	-	-
Refunding bonds issued	-	-	-	-	-	-	-	25,265,000	-	-
Premium on bonds (refunding) issued	-	-	-	-	-	-	-	1,740,514	-	1,416,925
Issuance of debt	778,071	7,054,000	10,065,000	11,803,215	-	11,225,000	2,060,000	-	-	35,260,000
Capital leases	-	576,841	-	-	-	424,537	175,658	1,402,829	-	-
Advance	-	(554,000)	-	-	-	-	-	-	-	-
Sale of capital assets	-	15,144	-	-	-	-	-	-	801,652	-
Loss on sale	-	-	-	-	-	-	-	(485,700)	-	-
Insurance recoveries	1,556,485	-	623,894	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	2,331,056	7,029,985	10,580,644	11,577,639	-	11,434,821	(5,161,610)	(292,692)	(108,948)	36,176,925
Net Change in Fund Balance	\$ (11,922,181)	\$ (5,234,784)	\$ 5,335,324	\$ 5,050,047	\$ (5,900,471)	\$ 9,976,361	\$ (9,437,484)	\$ (4,171,792)	\$ (993,673)	\$30,466,277
Debt Service as a Percentage of Non-capital Expenditures	5.83%	7.71%	7.16%	8.12%	7.10%	10.07%	11.32%	13.95%	10.89%	9.88%

CITY OF LAUDERHILL, FLORIDA
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years

FISCAL YEAR	TAX ROLL YEAR	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	INDUSTRIAL PROPERTY	ALL OTHER PROPERTIES	LESS: EXEMPTIONS					TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
						HOMESTEAD	GOVERNMENTAL	INSTITUTIONAL	SAVE OUR HOMES	OTHER		
2007	2006	n/a	n/a	n/a	n/a	\$ 354,840,809	\$ 64,418,643	\$ 71,831,051	\$ 413,823,392	\$ 3,529,238	\$ 2,138,901,131	6.6510
2008	2007	n/a	n/a	n/a	n/a	355,994,920	187,710,230	75,452,364	950,577,710	5,887,900	2,675,359,177	5.4840
2009	2008	n/a	n/a	n/a	n/a	380,328,250	246,808,100	98,329,092	1,176,566,740	1,013,308	3,035,752,766	5.9346
2010	2009	n/a	n/a	n/a	n/a	629,541,380	246,808,100	106,601,588	868,255,460	8,263,680	2,776,843,012	6.9274
2011	2010	n/a	n/a	n/a	n/a	591,870,172	269,469,940	207,596,040	407,855,100	7,723,220	2,376,012,968	7.1954
2012	2011	n/a	n/a	n/a	n/a	508,426,900	281,891,010	103,825,609	103,549,150	7,354,630	1,852,925,615	8.0949
2013	2012	n/a	n/a	n/a	n/a	459,112,080	288,509,821	85,296,229	86,673,880	7,062,740	1,754,261,980	8.7002
2014	2013	n/a	n/a	n/a	n/a	448,525,450	294,876,428	87,551,121	153,744,933	7,229,440	1,808,062,038	8.6502
2015	2014	n/a	n/a	n/a	n/a	441,644,030	300,290,287	93,175,377	317,459,390	7,209,630	1,909,152,144	8.6502
2016	2015	n/a	n/a	n/a	n/a	436,481,910	303,231,926	60,198,365	507,960,920	8,987,240	2,128,509,560	8.6615
2017	2016	n/a	n/a	n/a	n/a	438,772,150	321,568,319	61,817,249	625,613,360	26,115,500	2,271,574,340	8.6180

CITY OF LAUDERHILL, FLORIDA
Property Tax Millage Rates
Direct and Overlapping Governments
Last Ten Fiscal Year

City of Lauderhill					Overlapping Rates											Total Tax Rate
Fiscal Year	Tax Roll	Operating Millage	Debt Service Millage	Total City Millage	Broward County			School Board of Broward County				Childrens Services	So. Florida Water Management District	Florida Inland Navigational District	North Broward Hospital District	
					Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	School Board Millage	Total Millage					
2007	2006	6.0200	0.6310	6.6510	-	-	6.7830	7.6790	0.1897	7.8687	0.4231	0.6970	0.0385	2.1746	24.6359	
2008	2007	4.7340	0.7500	5.4840	-	-	5.2868	7.4770	0.1714	7.6484	0.3572	0.6240	0.0345	1.6255	21.0604	
2009	2008	5.0646	0.8700	5.9346	-	-	5.3145	7.4170	-	7.4170	0.3754	0.6240	0.0345	1.7059	21.4059	
2010	2009	5.9574	0.9700	6.9274	4.8889	0.5000	5.3889	7.4310	-	7.4310	0.4243	0.6240	0.0345	1.7059	22.5360	
2011	2010	5.9574	1.2380	7.1954	5.1021	0.4509	5.5530	7.6310	-	7.6310	0.4696	0.6240	0.0345	1.8750	23.3825	
2012	2011	6.8198	1.2751	8.0949	5.1860	0.3670	5.5530	7.4180	-	7.4180	0.4789	0.4363	0.0345	1.8750	23.8906	
2013	2012	7.4198	1.2804	8.7002	5.2576	0.2954	5.5530	7.4560	-	7.4560	0.4902	0.4289	0.0345	1.8564	24.5192	
2014	2013	7.3698	1.2804	8.6502	5.4400	0.2830	5.7230	7.4800	-	7.4800	0.4882	0.4110	0.0345	1.7554	24.5423	
2015	2014	7.3698	1.2804	8.6502	5.4584	0.2646	5.7230	7.4380	-	7.4380	0.4882	0.3842	0.0345	1.5939	24.3120	
2016	2015	7.5898	1.0717	8.6615	5.4741	0.2489	5.7230	7.2030	0.0710	7.2740	0.4882	0.3551	0.0320	1.4425	23.9763	
2017	2016	7.5898	1.0282	8.6180	5.4474	0.2216	5.6690	6.8360	0.0703	6.9063	0.4882	0.3307	0.0320	1.3462	23.3904	

CITY OF LAUDERHILL, FLORIDA
Principal Property Taxpayers
Current Year and Nine Years Ago

TAXPAYER	TYPE OF BUSINESS	2017		
		TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE
TMIF Glen LLC (Apartments)	Real Estate	\$ 39,494,940	1	1.7%
Serramar Apts Holdings LLC (Apartments)	Real Estate	39,443,430	2	1.7%
Daejan Inverrary Gardens LLC (Apartments)	Real Estate	33,298,310	3	1.5%
Pacifica Lauderhill LLC (Retirement Home)	Service	32,668,690	4	1.4%
Waterford Park Apartment LLC (Apartment)	Real Estate	32,525,420	5	1.4%
Summit Palms lauderhill LLC (Apartments)	Real Estate	19,923,200	6	0.9%
Kimco Dev Corp (Shopping Center)	Retail	19,728,310	7	0.9%
Inverrary AL/IL Real (Retirement Home)	Service	18,491,040	8	0.8%

TAXPAYER	TYPE OF BUSINESS	2008		
		TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE
Landings of Inverrary (Apartments)	Real Estate	\$ 23,556,000	1	1.6%
Westbrooke of Inverrary (Retirement Home)	Sevice	21,824,360	2	1.5%
Inverrary Gardens (Apartments)	Real Estate	21,133,570	3	1.5%
Target Corporation (Shopping Center)	Retail	18,460,680	4	1.3%
Rossland Real Estate (Lauderhill Mall)	Retail	14,266,500	5	1.0%
Kimco Development (Shopping Center)	Retail	12,969,850	6	0.9%
Inverrary 441 Trust (Apartments)	Real Estate	10,007,960	7	0.7%
Inverrary Apartments LLC (Apartments)	Real Estate	7,094,950	8	0.5%

Source: City of Lauderhill Finance Department

CITY OF LAUDERHILL, FLORIDA
Property Tax Levies and Collections
Last Ten Fiscal Years

<u>FISCAL YEAR</u>	<u>TAXES LEVIED FOR THE FISCAL YEAR</u>		<u>COLLECTION WITHIN THE FISCAL YEAR OF THE LEVY</u>		<u>PERCENTAGE OF LEVY</u>	<u>COLLECTIONS IN SUBSEQUENT YEARS</u>		<u>TOTAL COLLECTION TO DATE</u>	
	<u>FISCAL YEAR</u>	<u>AMOUNT</u>	<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>		<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>	<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>
2007	\$ 16,045,030	\$ 15,414,838	96.07	\$ 126,557	\$ 15,477,407	96.46%			
2008	14,403,466	14,294,160	99.24	148,358	14,420,718	99.09%			
2009	14,063,408	13,953,535	99.22	141,571	14,101,893	99.27%			
2010	14,157,121	13,632,070	96.29	123,964	13,773,641	97.29%			
2011	11,129,627	10,825,254	97.27	116,673	10,949,218	98.38%			
2012	11,887,054	11,550,580	97.17	98,177	11,667,253	98.15%			
2013	12,415,310	12,272,124	98.85	128,490	12,370,301	99.64%			
2014	13,116,133	12,720,538	96.98	121,217	12,849,028	97.96%			
2015	13,929,300	13,468,609	96.69	127,652	13,589,826	97.56%			
2016	15,696,380	15,272,578	97.30	66,410	15,400,230	98.11%			
2017	17,231,953	17,145,384	99.50	-	17,211,794	99.88%			

Source: Office of Broward County Revenue Collections

CITY OF LAUDERHILL, FLORIDA
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Dollars in Thousands Except Percentage of Personal Income & Per Capita)

FISCAL YEAR	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES					PERCENTAGE OF PERSONAL INCOME	PER CAPITA*
	GENERAL OBLIGATION BONDS	REVENUE BONDS	ECONOMIC DEVELOPMENT NOTES PAYABLE	CAPITAL LEASES	WATER & SEWER REVENUE BONDS	STORMWATER REVENUE BONDS	STATE REVOLVING FUND LOANS	TOTAL PRIMARY GOVERNMENT			
2008	\$ 32,150	\$ 16,595	\$ 7,503	\$ -	\$ 23,110	\$ 4,890	\$ 6,811	\$ 91,059	0.11	\$ 1,348	
2009	31,200	22,195	7,901	458	22,195	10,780	8,570	103,299	0.03	1,359	
2010	30,220	31,335	9,001	298	21,175	10,360	8,472	110,861	0.04	1,459	
2011	29,205	41,505	8,926	736	20,125	9,960	8,200	118,657	0.06	1,774	
2012	28,155	39,888	8,926	576	24,050	9,540	7,682	118,817	0.06	1,776	
2013	27,070	38,212	19,631	842	22,950	9,105	7,155	124,965	0.07	1,868	
2014	25,945	38,188	18,590	798	21,530	10,705	6,612	122,368	0.06	1,753	
2015	23,350	35,702	17,513	1,710	20,060	9,930	6,053	114,318	0.06	1,637	
2016	22,225	33,332	16,404	1,208	16,830	9,220	5,413	104,632	0.05	1,499	
2017	59,194	30,967	15,258	823	16,535	8,550	4,887	136,214	0.07	1,951	

* See Schedule of Demographic and Economic Statistics on page 119 for population data.

CITY OF LAUDERHILL, FLORIDA
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

FISCAL YEAR	GENERAL OBLIGATION BONDS	LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUND	NET GENERAL BONDED DEBT	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY *	PER CAPITA **
2008	\$ 32,150	\$ -	\$ 32,150	1.06	\$ 423
2009	31,200	-	31,200	1.31	411
2010	30,220	-	30,220	1.27	398
2011	29,205	-	29,205	1.58	437
2012	28,155	-	28,155	1.60	421
2013	27,070	-	27,070	1.54	405
2014	25,945	-	25,945	1.43	372
2015	23,350	-	23,350	1.22	334
2016	22,225	718	21,507	1.04	308
2017	59,194	725	58,469	2.61	838

* See Schedule of Assessed Value and Estimated Actual value of Taxable Property on page 111 for property value data.

** See Schedule of Demographic and Economic Statistics on page 119 for population data.

CITY OF LAUDERHILL, FLORIDA
Direct and Overlapping Governmental Activities Net Debt
September 30, 2017

GOVERNMENTAL UNIT	<u>NET DEBT OUTSTANDING</u>	<u>ESTIMATED PERCENTAGE APPLICABLE</u>	<u>ESTIMATED SHARE OF OVERLAPPING NET DEBT</u>
Broward County			
General Obligation Bonds	\$ 247,946,000	1.41%	\$ 3,503,813
Broward County School Board			
General Obligation Bonds	156,361,000	1.41%	<u>2,209,593</u>
Subtotal Overlapping Debt			5,713,407
City of lauderhill Direct Debt			
General Obligation Debt	59,194,000 *	100.00%	59,194,000
Revenue Bonds	30,967,000	100.00%	30,967,000
Capital Lease	823,000	100.00%	823,000
Notes Payable	15,258,000	100.00%	<u>15,258,000</u>
Subtotal Direct Debt			<u>106,242,000</u>
Total Direct and Overlapping Debt			<u>\$ 111,955,407</u>

Sources: Assesed value data used to estimate applicable percentages was provided by the Broward County Property Appraiser. Debt outstanding data was provided by each governmental unit.

* includes premium

CITY OF LAUDERHILL, FLORIDA

Revenue Bond Coverages

Last Ten Fiscal Years

Water and Sewer Revenue Bond Issues

Fiscal Year	Operating Income Before Depreciation, Amortization and Operating Grant Expenses Plus Interest Income	Debt Service	Times Coverage
2008	\$ 2,441,963	\$ 1,862,584	1.31
2009	3,343,077	1,927,139	1.73
2010	6,744,874	1,909,006	3.53
2011	3,500,718	1,901,806	1.84
2012	3,211,917	1,887,425	1.70
2013	3,143,906	2,321,488	1.35
2014	3,388,009	2,287,574	1.48
2015	3,953,863	2,284,721	1.73
2016	5,426,019	2,279,296	2.38
2017	6,710,244	596,962	11.24

Stormwater Revenue Bond Issues

Fiscal Year	Operating Income Before Depreciation and Amortization Plus Interest Income	Debt Service	Times Coverage
2008	\$ 1,514,737	\$ 323,478	4.68
2009	1,741,159	319,078	5.46
2010	1,705,643	913,058	1.87
2011	2,673,115	882,226	3.03
2012	3,039,410	883,650	3.44
2013	3,319,630	878,890	3.78
2014	3,457,315	883,684	3.91
2015	2,916,478	922,123	3.16
2016	3,209,415	923,588	3.47
2017	2,674,852	905,838	4.48

Capital Improvement Revenue Bond Issues

Fiscal Year	1/2 Cent Sales Tax Revenues	Debt Service	Times Coverage
2008	\$ 3,581,018	\$ 1,590,988	2.25
2009	3,258,324	1,584,050	2.06
2010	3,257,795	1,741,581	1.87
2011	3,406,437	1,726,855	1.97
2012	3,675,954	1,649,678	2.23
2013	3,902,357	1,746,210	2.23
2014	4,125,078	1,765,732	2.34
2015	4,311,002	1,763,509	2.44
2016	4,539,497	1,748,755	2.60
2017	4,639,164	1,671,118	2.78

CITY OF LAUDERHILL, FLORIDA
Demographic and Economic Statistics
Last Ten Fiscal Years

FISCAL YEAR	CITY OF LAUDERHILL POPULATION	BROWARD COUNTY POPULATION	BROWARD COUNTY	COUNTY	CITY	CITY	UNEMPLOYMENT RATE
			PERSONAL INCOME (IN THOUSANDS)	PER CAPITA PERSONAL INCOME	PERSONAL INCOME (IN THOUSANDS)	PER CAPITA PERSONAL INCOME	
2008	76,000	1,759,591	\$ 72,440,602	41,169	\$ 1,469,612	\$ 19,337	6.3
2009	76,000	1,751,234	72,096,553	41,169	1,469,612	19,337	9.8
2010	76,000	1,751,234	72,096,553	41,169	1,469,612	19,337	9.8
2011	66,887	1,748,066	49,758,699	28,465	1,293,394	19,337	9.8
2012	66,887	1,748,066	49,758,699	28,465	1,293,394	19,337	9.8
2013	66,887	1,748,066	49,758,699	28,465	1,293,394	19,337	9.8
2014	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7
2015	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7
2016	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7
2017	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7

U.S. Department of Commerce, Bureau of the Census for 1960-2014

* Estimate based on annexation of un-incorporated area's

CITY OF LAUDERHILL, FLORIDA
Principal Employers
Current Year and Nine Years Ago

EMPLOYER	2017			2008		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
City of Lauderhill	600	1	33.33%	514	1	56.24%
Broward County Public School District in Lauderhill	500	2	27.78%	400	2	43.76%
United Parcel Service	400	3	22.22%			
Target	200	4	11.11%			
Publix	100	5	5.56%			
Total	1,800		100.00%	914		100.00%

Source: City of Lauderhill Economic Development Department

CITY OF LAUDERHILL, FLORIDA
 Full Time Equivalent City Government Employees by Function /Program
 Last Ten Fiscal Years

FUNCTION/PROGRAM	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Government										
Commission	5	5	5	0	0	1	0	0	0	0
City Manager	4	3	3	3	3	5	6	7	7	6
City Clerk	4	4	6	4	4	4	4	4	3	4
MIS	4	3	5	5	5	4	5	4	5	6
Special Events	2	3	3	3	3	2	2	2	2	3
Park Ranger	0	0	0	0	0	0	0	0	3	5
Finance	5	5	6	7	7	6	5	5	5	5
Purchasing	2	2	2	2	2	3	2	2	3	3
Housing & Eco	4	4	3	3	0	0	0	0	4	5
Utility Customer Service	11	11	8	9	10	10	8	6	5	6
Management & Budget	7	8	7	6	7	6	6	7	4	3
Fleet Maint	4	4	3	2	2	2	3	5	4	4
Human Resources	5	4	4	4	4	4	5	5	5	6
Grants Administration	0	0	1	1	1	0	0	0	0	0
Building	0	0	0	0	0	0	0	0	5	4
Planning/Zoning	4	5	8	6	5	3	5	0	5	4
Code Enforcement	11	9	8	9	10	15	13	8	9	12
Building Maint	20	16	16	12	11	7	8	9	12	15
Streets & Roads	17	17	14	20	21	4	2	3	4	4
Public Safety										
Police - Administration	13	15	8	6	14	9	12	11	11	11
Police - Operations	91	90	80	80	87	75	72	64	65	64
Police - Support Serv.	37	34	50	43	20	39	40	40	44	47
Fire/EMS	58	60	54	64	66	70	69	67	64	63
Fire Inspections	5	5	4	3	2	2	3	3	3	3
Fire - Rescue	31	29	29	28	23	23	26	25	23	24
Fire-Fleet Service	5	5	5		0	0	0	0	1	1
Culture and Recreation										
PALS - Admin	3	3	2	2	2	2	3	3	4	4
PALS - Aquatics	3	2	2	2	2	2	1	2	3	5
PALS - Athletic Programs	2	2	2	2	2	2	2	2	4	1
PALS - Park Maintenance	0	0	0	1	1	21	21	19	20	22
PALS - Sports Park	3	1	1	0	1	1	1	1	1	2
PALS - Childrens Programs	2	1	1	1	1	1	1	2	1	0
PALS - Community Services	6	6	6	6	6	6	6	8	6	7
Business Enterprise										
Engineering	10	8	8	8	9	9	10	7	3	4
Water Distribution	8	8	2	1	1	1	1	1	1	1
Stormwater Capital Projects	14	17	14	15	14	15	15	17	24	20
Stormwater Maintenance	3	3	4	4	1	1	3	3	2	4
Water Transmission	22	23	24	23	21	23	22	21	18	18
Lauderhill PAC	0	0	0	0	0	0	0	0	0	2
TOTALS	425	415	398	385	368	378	382	363	383	398

Source: City of Lauderhill Finance Department

CITY OF LAUDERHILL, FLORIDA
Operating Indicators by Function/Program
Last Ten Fiscal Years

FUNCTION/PROGRAM	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety										
Police										
911 & Non Emergency Calls Received	76,216	1929	74516	76,805	61,488	62,222	63,932	65,375	59,029	66243
Citations Processed	13,493	9690	6197	5,869	6,108	5,910	7,620	5,350	3,253	2254
Arrests Processed	1,702	1716	1791	1,151	1,136	1,065	1,119	1,210	828	910
Fire Rescue										
Total Incidents	11,764	11892	12704	12164	12,998	13,052	14,569	15,679	15,330	15227
Total Fire Incidents	281	213	178	186	166	152	152	177	181	236
Physical Environmen										
Water Distribution										
Water Main Failures	-	-	19	9	11	21	22	7	8	4
New Water Mains Construction (Feet)	-	5675	50	-	870	-	180	-	-	-
Raw Water Treated (Billions of Gallons)	-	2913	2.04	2.04	2	2	2	2	2	2.2
Water Treatment										
Raw Wastewater Treated (Bilion of Gallons)	2.2	2.2	2.2	2.2	2	2	2	2	2	2.2
Sanitation										
Household Refuse Collected (Tons)	-	-	-	-	-	-	-	-	-	-
Recycling Tonnage	-	-	-	-	-	-	-	-	-	-
Culture and Recreation										
Parks and Recreation										
Pavilion Rentals	1,065	1,100	1,032	21	34	15	46	109	279	109
Park Attendance	236,932	171,019	323,740	308,411	355,043	384,330	232,952	405,102	419,500	393,721
Pool Attendance	17,510	12,450	15,537	14,458	5,704	15,348	11,541	8,355	4,165	11,733

-Figures were unavailable

Source: City of Lauderhill Various Departments

CITY OF LAUDERHILL, FLORIDA
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

FUNCTION/PROGRAM	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Public Safety										
Police										
Station	4	4	4	3	3	3	4	4	3	5
Patrol Units										
Fire Stations	4	4	4	4	4	4	4	4	4	4
Highways and Streets										
Streets(miles)	110	111	111	111	111	111	111	111	111	111
Streets lights	1620	1620	1620	1620	1620	1620	1620	1620	1620	1620
Culture and recreation										
Parks Acreage	105.91	235.76	236.66	237.69	237.69	237.69	237.69	237.69	237.69	237.69
Parks	18	20	21	22	22	22	22	22	22	22
Tennis Courts	18	18	18	18	18	18	18	18	18	18
Community Centers	4	4	5	6	7	7	7	7	7	7
Aquatic Center	2	2	2	3	3	3	3	3	3	3
Water										
Water Mains (miles)	141	145	145	145	145.16	145.16	145.16	144.04	145	145
Fire Hydrants	1306	1318	1326	1327	1327	1331	1334	1335	1342	1342
Maximum Daily Capacity* (millions of gallons)*	-	-	16	16	16	16	16	16	16	16
Sewer										
Sanitary Sewers (miles)	123.22	123.22	123.22	123.24	123.24	123.24	123.24	123.44	123.44	123.44
Storm Sewers (miles)	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53
Maximum Daily Capacity* (millions of gallons)*	-	-	7	7	7	7	7	7	7	7

-Figures were unavailable

Source: City of Lauderhill Various Departments

City of Lauderdale

Brown & Brown Public Risk Insurance Agency

Insurance Coverage

October 1, 2016-17

Total Premium \$960,127

Coverage	Limit	Deductibles/Retention
Property	\$95,371,971	\$25,000 All other Perils, 5% occurrence per named storm minimum of \$35,000
Boiler & Machinery	\$50,000,000	\$5,000
Earthquake Annual Aggregate	\$1,000,000	\$25,000 per earth movement
Flood Aggregate	\$5,000,000	\$25,000 per flood loss except zones A&V excess NFIP
Terrorism	\$5,000,000	\$25,000
General Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Employee Benefits Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Law Enforcement Liability	\$1,000,000/\$1,000,000	\$100,000 (Self-Insured Retention)
Public Officials Liability	\$2,000,000/\$2,000,000	\$100,000 (Self-Insured Retention)
Employment Practice Liability	\$2,000,000/\$2,000,000	\$100,000 (Self-Insured Retention)
Workers Compensation	\$1,000,000	\$350,000 (Self-Insured Retention)
Auto Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Crime	\$500,000	\$5,000

Source: Brown and Brown Public Risk Insurance Agency



www.lauderhill-fl.gov

CITY COMMISSION

Mayor Richard J. Kaplan
Vice Mayor Howard Berger
Commissioner M. Margaret Bates
Commissioner Hayward J. Benson, Jr.
Commissioner Ken Thurston

City of Lauderhill, FL
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Lauderhill, FL 33313