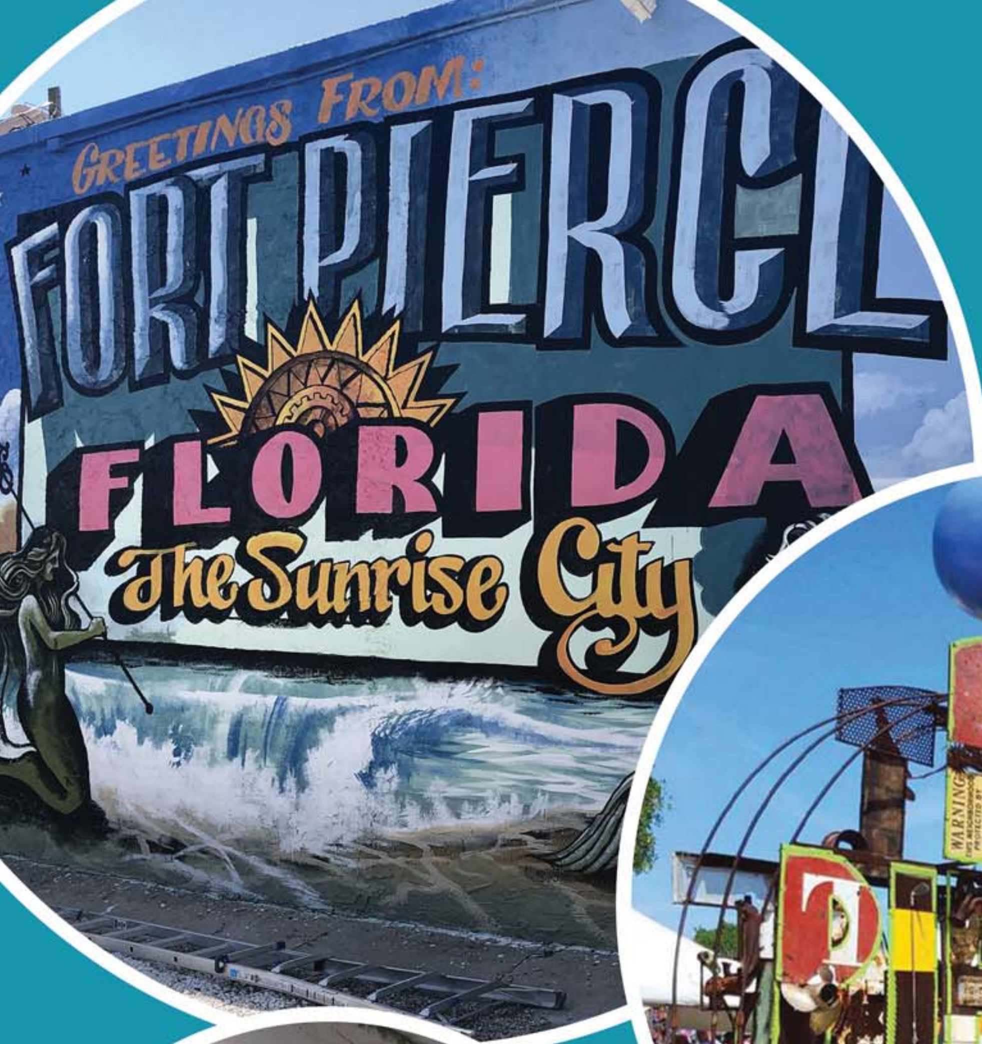
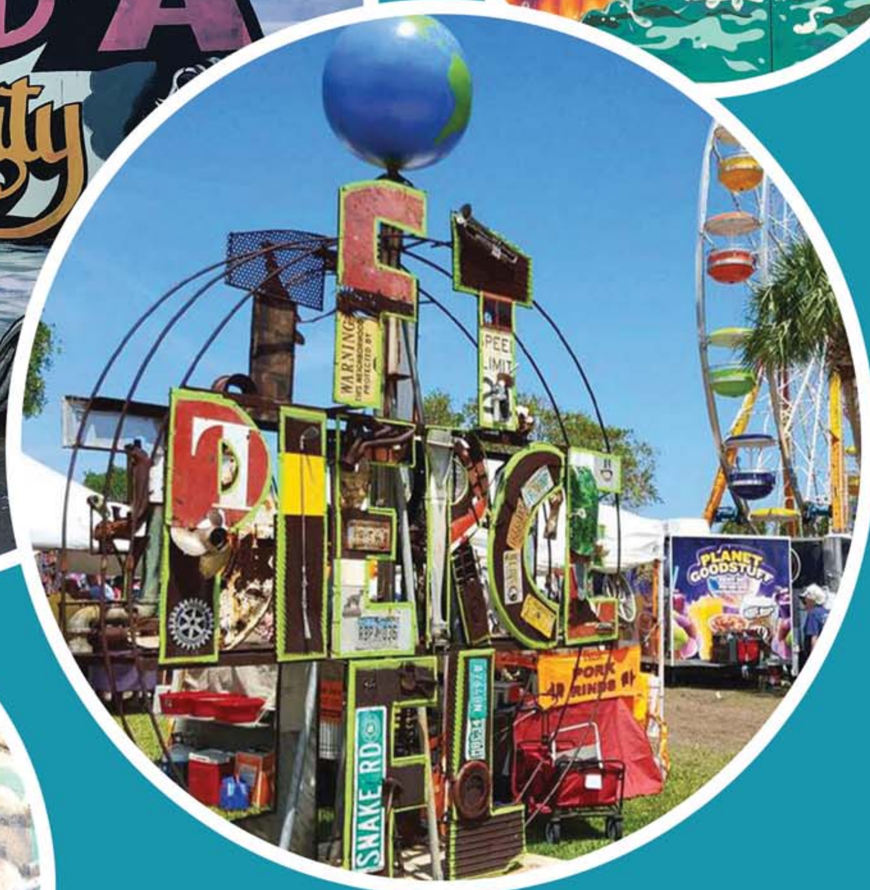
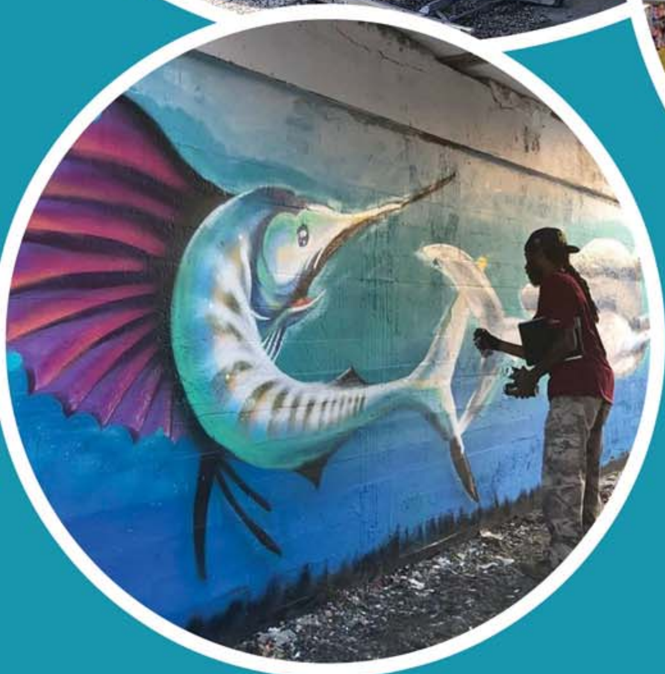






COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2020

FORT PIERCE, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT of the CITY OF FORT PIERCE, FLORIDA

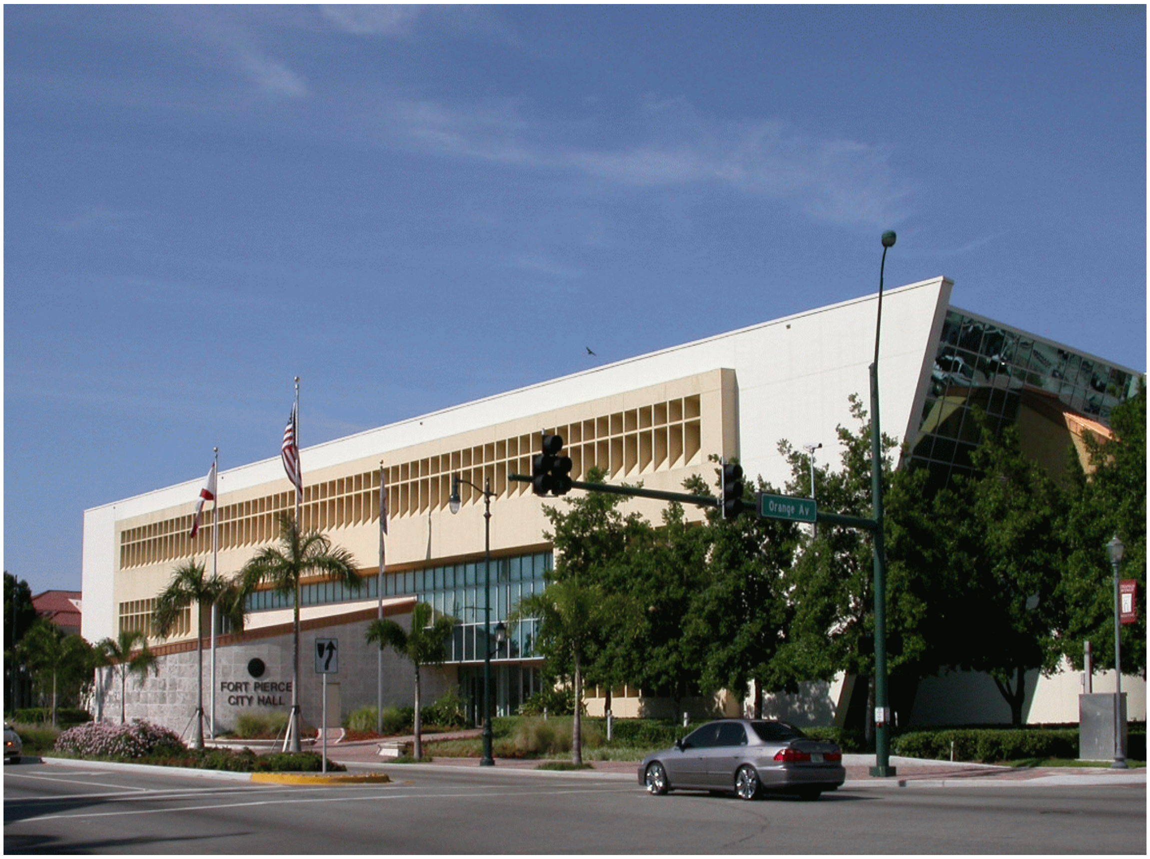
For Fiscal Year Ended September 30, 2020

Prepared by:

Johnna S. Morris
Director of Finance

City of Fort Pierce Finance Department

Fort Pierce City Hall



Mission Statement

"To provide community leadership, quality public service, and a safe environment for all citizens, by an empowered team of employees motivated by pride in themselves and in their work."

I. *INTRODUCTORY SECTION*

- Table of Contents
- City Commission
- City Officials and Department Heads
- Finance Director's Letter of Transmittal
- Organizational Chart
- Certificate of Achievement for Excellence in Financial Reporting

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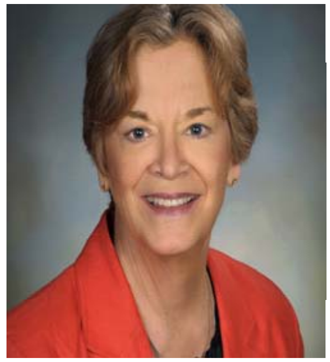


Linda Hudson, Mayor

Rufus J. Alexander II

Jeremiah Johnson

Thomas K. Perona

Reginald Sessions

CITY OFFICIALS

Nicholas Mimms, City Manager

Peter Sweeney
City Attorney

Linda Cox
City Clerk

Johnna S. Morris, *Director of Finance*
Diane Hobley-Burney, *Chief of Police*
John R. Andrews, *City Engineer*
DeVoshay Johnson, *Information Technology Manager*
Paul Thomas *Building Official*
Jennifer Hofmeister*, Director, Planning Department*
Robert Reals, *Director, Public Works/Solid Waste*
Dean Kubitschek, *Marina Manager*
Peggy Arraiz, *Code Compliance Manager*
Daniel Visconti, *Golf Course Manager*
Sharon Engle, *Director, Sunrise Theatre*
Kevin Browning, Human Resources Manager

March 29, 2021

Honorable Mayor, Members of the
City Commission and Citizens
of the City of Fort Pierce, Florida

Dear Mayor, Commissioners, and Citizens:

It is our pleasure to submit this *Comprehensive Annual Financial Report* for the City of Fort Pierce, Florida for the fiscal year ended September 30, 2020. The report fulfills the requirements set forth in the *City Code of Ordinances*, *Florida Statutes*, Chapter 166.241; and the *Rules of the Florida Auditor General*, Chapter 10.550. The organization, form, and contents of this report, plus the accompanying financial statements and statistical tables, are formulated in accordance with the principles prescribed by the Governmental Accounting Standards Board, the American Institute of Certified Public Accountants, the State of Florida, the city Code of Ordinances, and the Government Finance Officers Association.

This report consists of management's representations concerning the finances of the City of Fort Pierce. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Florida Statutes and the *City Code of Ordinances* require that an annual financial audit be performed by independent certified public accountants. This year the audit was performed by DiBartolomeo, McBee, Hartley & Barnes. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended September 30, 2020, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor 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.

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

The Reporting Entity and Its Services

The City of Fort Pierce, Florida was incorporated in 1901 and covers an area of approximately 35.16 square miles. The City operates under an elected City Commission (5 members) and provides a full range of municipal services including general government, public safety, public improvements, planning and zoning, and related general and administrative services to over 46,103 residents. In addition, the City operates a solid waste enterprise activity, a marina, a golf course, a theatre, a building department and a stormwater utility fund. This report includes two component units and one related organization.

Component Units. The financial data of the City's two component units, the Fort Pierce Utilities Authority (FPUA), a proprietary fund, is discreetly presented, and the Community Redevelopment Agency (CRA), a governmental fund, is blended in the Combined Financial Statement. The FPUA is reported in a separate column to emphasize that it is legally separate from the City.

The FPUA provides electric, water, wastewater and natural gas services to residents and businesses of Fort Pierce. The CRA was established for the purpose of carrying out redevelopment activities for areas existing in the City that are defined as slum or blighted. The members of the FPUA governing board are appointed or removed from office by the Fort Pierce City Commission. The members of the governing board of the CRA are the Fort Pierce City Commissioners. The CRA's budget and the FPUA's budget and rates for service are subject to the approval of the City Commission. The CRA issues separate stand-alone financial statements which can be obtained from the CRA at 100 North US 1, P.O. Box 1480, Fort Pierce, Florida 34954. Complete financial statements of the FPUA can be obtained from its administrative office located at 206 South Sixth Street, Fort Pierce, Florida 34948.

Fort Pierce Retirement and Benefit System and the Municipal Police Officers' Retirement Trust Fund. The accounts of these two retirement plans are included in the comprehensive annual financial report as the General Employees' Retirement and Benefits System, and the Municipal Police Officers' Retirement Trust Fund. Both pension trust funds are governed by a separate Board of Trustees subject to the requirements of local ordinances and by applicable provisions of Florida Law which require participation in the respective governing authorities by certain key City officials. Additional criteria include the scope of public service provided by organizations which exist for the benefit of the employees of the City of Fort Pierce.

Related Organizations. The Mayor of Fort Pierce is responsible for appointing the members of the Board of the Fort Pierce Housing Authority (FPHA), but the City's accountability for this organization does not extend beyond making these appointments. The FPHA's operating and capital expenditures, including debt service, are funded entirely from federal grants and rentals. The City has no involvement in the determination of FPHA's budget or rental rates and has no obligation for FPHA's outstanding debt.

Economic Condition and Outlook

The City of Fort Pierce, Florida is located on the southeastern coast of the state in an area categorized as the Fort Pierce Metropolitan Statistical Area.

The major factors in the economy of Fort Pierce and surrounding St. Lucie County are agri-business, construction, retail and wholesale trade, light manufacturing, tourism, and sport and commercial fishing.

The continued increase in the real estate market and the construction industry has had a positive impact on the local economy. The unemployment rate has been impacted along with the revenues generated by the businesses associated with the real estate and construction activities, continual, steady increases in these areas is still being experienced. The tourism industry in response to the COVID 19 pandemic is experiencing a significant downturn.

For years, the local economy has counted on construction as the number one industry in the county. The downturn of the housing market, experienced in the prior years, had a significant impact on the percentage of unemployment. The current unemployment rate of 8.7% is up from 5.7% last year. The sudden increase in unemployment relates directly to the pandemic.

Local business and community leaders continue to recruit new light industrial activity to the area. It is anticipated this type of activity will assist in improving the unemployment rate and the overall economy.

Significant progress is being made on expanding the capabilities of both the St. Lucie County Airport and the Port of Fort Pierce, and ecotourism activities which will act as catalysts in promoting future business and industrial growth.

The City continues its pursuit of an aggressive annexation program which in the past has increased the tax base, and also provided additional customers for the City's owned and operated utility systems. The City has annexed mostly agricultural land which was massive in area but provided very little tax base. All the enhanced activity resultant of the area's growth, while having a positive impact, also presents challenges for the future. The City will need to maintain the high level of service standards that are in effect through effective utilization of both natural and financial resources. A comprehensive plan has been developed to establish goals, objectives, and policies for growth management.

Major Initiatives

In response to the pandemic the City hosted testing sites, assisted in food drives, and assisted residents to secure grant funding for food, shelter, and utilities. The City also helped businesses secure financial assistance through grant funding. The City purchased structural barriers allowing businesses to utilize the street for outdoor dining. The environmental cleanup of the H.D. King power plant downtown is complete. Using a $1,700,000 brownfield grant the old plant was demolished and the property was cleaned-up. The city has contracted with a land developer to develop this site. Development plans include a hotel, retail space, and residential housing. Due to the pandemic, development of the site has been placed on hold, but the developer and the City are diligently working to move the project forward. The City installed outdoor fitness stations at Indian River Drive and Seaway Drive. The City used restricted revenue to complete the project. The City completed a full replacement of the seawall on Melody Lane, which was damaged during the 2017 hurricane season. Funding for the project came from general funds. Also, using general funds the City completed structural rehabilitation on the 5-story free public parking garage. Using infrastructure revenue and stormwater funds the road work including realignment and signal work was finalized on Ohio Ave. Other completed projects include the major stormwater and road improvements with the addition of some sidewalks on Ave A & B, 7th Street and Surfside Road. The City's Engineering Department continues to manage road improvements and stormwater projects throughout the City. Some projects in progress include the lights and roadway improvements on North 17th St. Funding for this project is from restricted revenue, stormwater, and grant funds. Another significant project in the initial stage is the North 8th roadway design. Using restricted funds, the City has begun the structural rehabilitation project on the Citrus Avenue bridge. The Stormwater Utility Fund completed the installation of a new pump station at 8th and Edwards Road. The City Marina completed construction of a new fuel dock and fuel dock building. The Marina also completed some dredging projects. The Building department is in the final stages of the buildout of a permitting hub.

As a result of maintaining the millage rate, the 2020 budget included funding for capital equipment, which prior to FY 2016, because of limited resources, little was budgeted to capital equipment. In 2020, the City was able to replace approximately 40 fleet vehicles, secure 5 refuse trucks in the Solid Waste division, update some technological equipment, and continue road resurfacing. The capital additions were through leasing proceeds and operating revenue. The City's long-term debt at 9/30/2020 was $81,648,921.

2020-2021 Budget Issues

The City of Fort Pierce budget for fiscal 2021 increased from fiscal 2020. The budget for 2021 is $43,323,874 and 2020 was $42,429,972, an increase of $893,902. The increase is attributable to the approximately $1,000,000 increase in ad valorem revenue off set by anticipated decreases in sale and use tax and franchise tax..

The City's taxable valuation is $2,718,065,331 compared to last year's final valuation of $2,562,069,386. This represents an increase of approximately 6.09% or $155,995,945. The City Commission elected to maintain the millage rate at 6.9000. The continued increase in property values and maintaining the millage rate helped balance the budget.

In 2016, the City Commission established an annual restricted amount to be used for capital projects and approved an interfund loan to fund a new capital improvement plan. The 2021 budget includes $600,000 restricted revenue; $400,000 to be used to finance capital improvements and purchases and $200,000 to be used to repay the interfund loan.

There was no appropriation from fund balance to balance General Fund's budget.

The 2021 budget (General Fund) included a $451,288 cost of living increase for sworn officers. A hiring freeze was instituted, and 9 positions were unfunded. Retirement rates for general members are 16.82%, up from 16.77%, Police officers' retirement rates increased to 13.31% up from 11.99%. The budget also assumes a slight increase in health insurance and a decrease in dental insurance. These wage and benefit changes equated to an increase of $384,988.

During FY 2018, 2019 & 2020, the City entered into capital leases to assist in the acquisition of capital assets. In FY 20 the City also refinanced some debt. These transactions resulted in a budget increase in debt payments of $321,692.

The budget includes a $273,227 increase in tax increment financing relating to the increase in property values.

Reserve Policy

The City adopted a formal policy setting the requirement as to the level of unreserved funding that should be set aside for unforeseen expenditures. The policy established and requires ten percent (10%) of General Fund's annual budget be set aside and held for any unexpected costs.

Fiscal Year	Budget	10% Reserve	Beginning Fund Balance
2019	38,909,613	3,890,962	9,650,552
2020	42,429,972	4,242,997	8,740,349

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Fort Pierce, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 2019. This was the thirty-first consecutive year the City of Fort Pierce has achieved this prestigious award.

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

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

Acknowledgments

I thank the Mayor and members of the City Commission for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

The preparation of the comprehensive financial report was made possible by the dedicated service of the entire staff of the Finance Department. Special recognition is given to Karen Logue, the City's Chief Accountant and Wendy Rydzewski, Accountant.

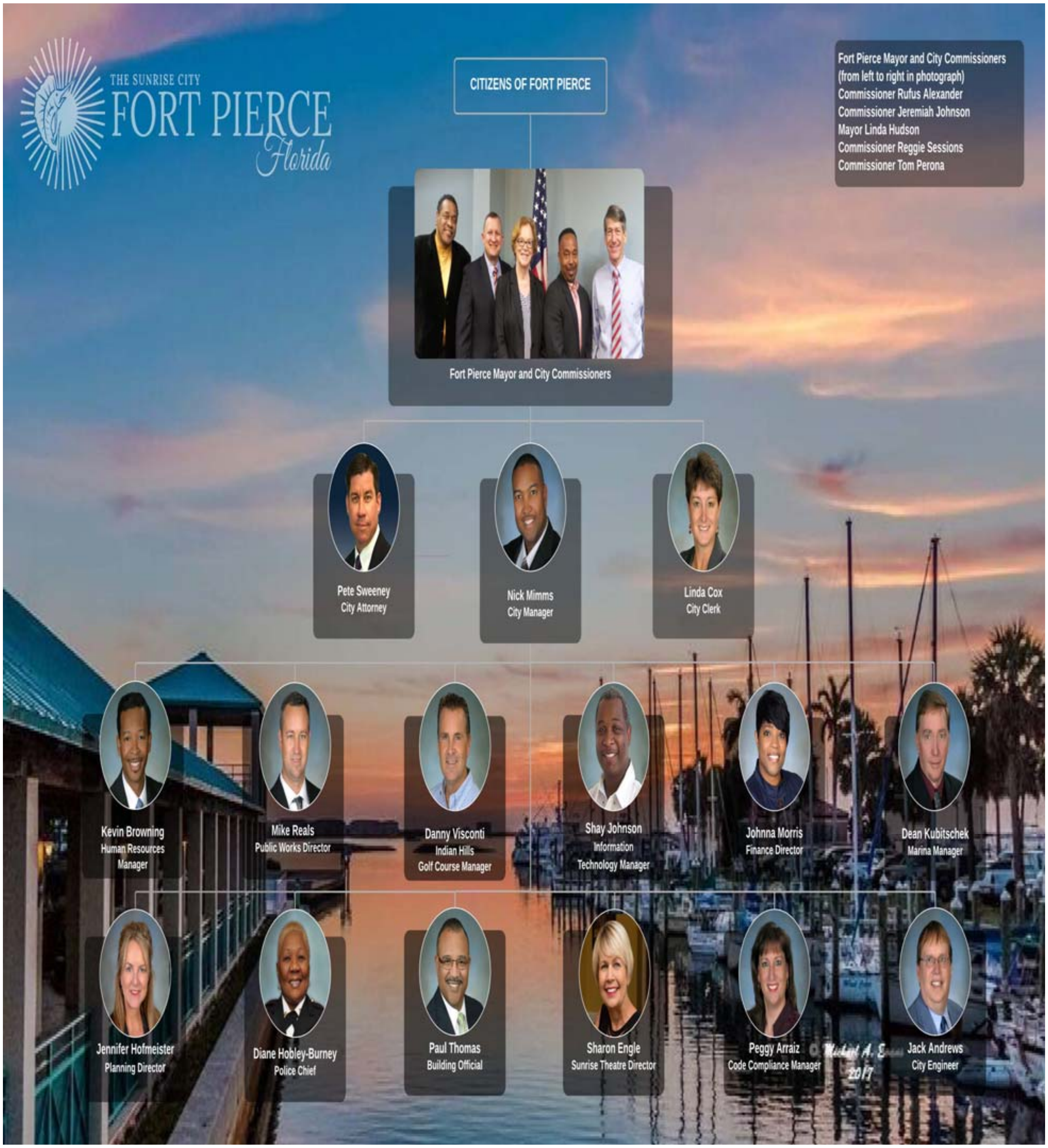
Sincere appreciation is extended to the firm of DiBartolomeo, McBee, Hartley & Barnes for their professional approach and high standard in the conduct of their independent audit of the City's financial records and transactions.

Respectfully submitted,

Johnna S. Morris

Johnna S. Morris
Director of Finance

CITY OF FORT PIERCE , FLORIDA
ORGANIZATIONAL CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Fort Pierce Florida

For its Comprehensive Annual Financial Report
For the Fiscal Year

Ended September 30,

2019

Christopher P. Morrill

Executive Director/CEO

I. *FINANCIAL SECTION*

- Report of Independent Certified Public Accountants
- Management Discussion and Analysis
- Basic Financial Statements
- Notes to the Basic Financial Statements
- Combining and Individual Fund Financial Statements and Schedules

DMHB DiBARTOLOMEO, McBEE, HARTLEY & BARNES, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the City Commission
Fort Pierce, Florida

March 22, 2021

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Fort Pierce, Florida (the "City") as of and for the year ended September 30, 2020, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

2222 Colonial Road, Suite 200 • Fort Pierce, Florida 34950 • 772-461-8833 • Fax: 772-461-8872
591 S.E. Port St. Lucie Blvd. • Port St. Lucie, Florida 34984 • 772-878-1952 • Fax: 772-878-1709
Member AICPA Member AICPA Division For CPA Firms Private Company Practice Section Member FICPA
www.DMHBCPA.net

To the City Commission
Fort Pierce, Florida

March 22, 2021

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Fort Pierce, Florida as of September 30, 2020, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund, and Community Redevelopment Agency Fund, for the year 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 State of America require that the management's discussion and analysis, and pension and post-employment benefit information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. Additionally, the accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis 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*, and Chapter 10.550, Rules of the Auditor General, and is also not a required part of the basic financial statements.

To the City Commission
Fort Pierce, Florida

March 22, 2021

The combining and individual nonmajor fund financial statements, schedule of expenditures of federals awards and state financial assistance, 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, and the schedule of expenditures of federal awards and state assistance are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no 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 22, 2021 on our consideration of the City's internal control over financial reporting and 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 the 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.

DiBartolomeo, McBee, Hartley & Barnes
Certified Public Accountants
City of Fort Pierce

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Fort Pierce (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2020. Management's Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial positions, (d) identify any material deviations from the financial plans, and (e) identify individual fund issues or concerns. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the front of this report and the City's financial statements which follow this section.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the fiscal year by $127,285,452 of which $58,696,813 is governmental and $68,588,639 is the total for business-type activities.

- The City's revenues for Governmental Activities at year end were $50,574,133 an 8.08% increase, and expenses were $44,240,556 a (3.61%) decrease before transfers in of $701,604. Revenues exceeded expenses by $6.33 million before transfers. The revenue increase from 2019 was $3.78 million; this can be attributed to increases in the following: ad valorem and other taxes of $1.29 million, intergovernmental revenue of $0.72 million, charges for service of $1.75 million, operating grants and contributions of $0.41 million, and contribution from component unit of $0.15 million offset by the ($0.35 million) decrease in unrestricted investment earnings, ($0.07) million in other taxes, and ($0.12) million decrease in miscellaneous revenue. The decrease in expenses in comparison to last year was ($1.66) million, resulting from decreases in the following: public safety ($0.89) million, transportation ($0.51) million, economic environment ($0.22) million, culture and recreation ($0.16) million and interest on long-term debt ($0.72) million offset by an increase in general government of $0.84 million.

- Business-type funds revenues were $20,188,557 a decrease of (11.83%) or ($2,707,681) before transfers out of $701,604, and expenses were $20,311,948, a decrease of (6.08%) or ($1,316,063) from the previous year. The decrease in revenue from the prior year is attributable to the decrease in operating and capital grants and contributions of ($2.78) million and the decrease in unrestricted investment earnings of ($0.05) million off set by the increase in charges for services of $0.12 million. The decrease in expenses in comparison to the prior year is attributable to decreases in the following: marina of ($0.73) million, storm water of ($0.44) million, and sunrise theatre of ($0.66) million off set by the increase in solid waste of $0.12 million, building department of $0.37 and golf course of $0.03 million.

- At the close of the fiscal year, the City's governmental funds reported combined ending fund balances of $25,492,020, an increase of $3,894,523. There were increases in the General Fund of $1.09 million, special revenue fund of $3.31 million, including an increase in the restricted revenue fund of $2.38 million and the community redevelopment agency fund of $0.69 million. These increases were offset by a decrease in the debt service of ($0.50 million).

The long-term debt, net of current portion, of the City on 9/30/20 was $73,865,350, a decrease of $4.52 million or 5.77%. The debt services requirements were met financially.

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 comprise 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.

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(business-type activities)*. The governmental activities of the City include general government, public safety, transportation, economic environment, culture and recreation, and interest on long-term debt. The business-type activities include refuse collection, a marina, a golf course, a theatre, and a stormwater utility and building fund.

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 of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

Proprietary funds. The City maintains one of the two different types of proprietary funds.

Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City maintains six enterprise funds to account for the following operations: a solid waste collection and disposal system, a marina, a golf course, a theatre, a stormwater utility, and a building fund.

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 statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's compliance with its General Fund budget and the City's progress in funding its obligation to provide pension benefits to its employees. The combining and individual fund statements are included along with statistical, historic and trend information about the government's operations.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $127,285,452 at the close of the most recent fiscal year.

Approximately 92% of the City's net position reflects its investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its 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.

City of Fort Pierce Net Position - FY 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other Assets	30,364,950	26,784,126	1,917,989	5,042,977	32,282,939	31,827,103
Capital Assets	104,838,069	103,603,617	89,775,305	87,944,780	194,613,374	191,548,397
Total Assets	135,203,019	130,387,743	91,693,294	92,987,757	226,896,313	223,375,500
Deferred Outflows	6,303,314	6,415,785	671,353	1,134,565	6,974,667	7,550,350
Long-term Liabilities O/S	74,048,975	77,283,476	20,034,384	20,528,987	94,083,359	97,812,463
Other Liabilities	8,212,587	7,558,420	3,685,929	3,635,505	11,898,516	11,193,925
Total Liabilities	82,261,562	84,841,896	23,720,313	24,164,492	105,981,875	109,006,388
Deferred Inflows	547,958	300,000	55,695	544,196	603,653	844,196
Net Position:						
Net Invested in Capital Assets	46,251,077	43,122,969	70,914,575	68,807,409	117,165,652	111,930,378
Restricted	2,930,970	3,428,020	-	2,387,689	2,930,970	5,815,709
Unrestricted	9,514,766	5,110,643	(2,325,936)	(1,781,464)	7,188,830	3,329,179
Total Net Position	58,696,813	51,661,632	68,588,639	69,413,634	127,285,452	121,075,266

The City's net position increased by $6,210,186 during the fiscal year. The net position of the Governmental Funds increased by $7.03 million and business type funds decreased by ($0.82) million. Assets of the Governmental Funds increased $4.82 million, and liabilities decreased by $2.58 million. Deferred outflows of the Governmental Funds decreased by ($0.11) million and deferred inflows increased by $0.25 million. In the enterprise funds, the assets decreased (1.39%) or approximately ($1.29) million and liabilities decreased (1.84%) or approximately ($0.44) million. Deferred outflows of the enterprise funds decreased by ($0.46) million and deferred inflows decreased by ($0.49) million.

City of Fort Pierce Statement of Activities- FY 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
Program Revenues						
Charges for Services	13,202,433	11,455,586	20,035,912	19,918,910	33,238,345	31,374,496
Operating grants and Contributions	1,245,979	832,985	-	-	1,245,979	832,985
Capital Grants and Contributions	-	-	113,331	2,890,929	113,331	2,890,929
General Revenues:						
Ad Valorem Taxes	17,112,787	15,823,291	-	-	17,112,787	15,823,291
Other Taxes	6,510,487	6,579,389	-	-	6,510,487	6,579,389
Unrestricted grants and contributions	-	-	-	-	-	-
Intergovernmental	5,684,209	4,962,932	-	-	5,684,209	4,962,932
Miscellaneous	300,350	423,093	-	-	300,350	423,093
Contributions from Component Units	6,276,267	6,125,454	-	-	6,276,267	6,125,454
Unrestricted investment earnings	241,621	590,597	39,314	86,399	280,935	676,996
Total Revenues	50,574,133	46,793,327	20,188,557	22,896,238	70,762,690	69,689,565

City of Fort Pierce Statement of Activities- FY 2020 and 2019 (Cont.)

	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Expenses						
General government	13,317,064	12,478,803	-	-	13,317,064	12,478,803
Public safety	17,827,436	18,718,692	-	-	17,827,436	18,718,692
Transportation	6,238,070	6,743,878	-	-	6,238,070	6,743,878
Economic Environment	1,561,735	1,779,196	-	-	1,561,735	1,779,196
Culture & recreation	2,849,467	3,013,258	-	-	2,849,467	3,013,258
Interest on long-term debt	2,446,784	3,163,194	-	-	2,446,784	3,163,194
Solid Waste	-	-	6,902,042	6,778,735	6,902,042	6,778,735
Marina	-	-	3,646,829	4,375,846	3,646,829	4,375,846
Stormwater	-	-	2,883,250	3,321,553	2,883,250	3,321,553
Golf Course	-	-	1,653,957	1,628,188	1,653,957	1,628,188
Sunrise Theatre	-	-	3,002,666	3,666,296	3,002,666	3,666,296
Building Department	-	-	2,223,204	1,857,393	2,223,204	1,857,393
Total Expenses	44,240,556	45,897,021	20,311,948	21,628,011	64,552,504	67,525,032
Increase (Decrease) in net position						
before transfers	6,333,577	896,306	(123,391)	1,268,227	6,210,186	2,164,533
Transfers In (Out)	701,604	657,539	(701,604)	(657,539)	-	-
Changes in net position	7,035,181	1,553,845	(824,995)	610,688	6,210,186	2,164,533
Net Position - Beginning	51,661,632	50,107,787	69,413,634	68,802,946	121,075,266	118,910,733
Net Position – Ending	58,696,813	51,661,632	68,588,639	69,413,634	127,285,452	121,075,266

Governmental activities. Governmental activities accounted for a positive increase of $6,333,577 in net position of the City.

Revenues increased $3.78 million or 8.08% in Fiscal Year 2020. There are increases in the several categories. Charges for service increased by $1.75 million relating to the increase in tax incremental financing and impact fees. Property values continue to increase, resulting in an increase of $1.29 million in ad valorem revenue. Intergovernmental revenues increased by $0.72 million relating to the infrastructure sales tax. Operating grants and contributions increased by $0.41 million related to pandemic relief. Contributions from component unit increased by $0.15 million in direct relation to unit's increase in revenues. The above increases are offset by a ($0.35 million) decrease in unrestricted investment earnings reflective of the decline in interest rates and a ($0.12) million decrease in miscellaneous revenue. The (3.61%) or ($1.66) million decrease in expenses was attributed to decreases in the following categories: public safety ($0.89) million in relation to a reduction in general spending, and the change in pension and other employment benefit liabilities, transportation ($0.51) million related to a decrease in depreciation expense and contract services, economic environment ($0.22) million related to a reduction in rehabilitation grants, culture and recreation ($0.16) million related to a reduction in youth activities, and interest on long-term debt ($0.72) million related to refinancing. The above decreases are offset by an increase of $0.84 million in general government related to increases in wages, insurance, and payment of local government obligations.

Business-type activities. The business-type activities include the activities of a stormwater utility program, golf course, city marina, theatre, solid waste operation and the building department. Revenues decreased ($2.71) million, operating and capital grants services accounted for ($2.78) million of the decrease, and unrestricted investment earnings accounted for ($0.05) million, these decreases were offset by an increase of $0.12 million relating to charges for services. Expenses decreased ($1.32) million. The marina's decreased ($0.73) million, the theatre's ($0.66) million, the stormwater utility ($0.44) million; offset by increases of $0.37 million in the building department, $0.12 million in solid waste operations and $0.03 million in the golf course.

Financial Analysis of the Government's Funds

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

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

The City maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund, Community Redevelopment Agency Fund, and the Restricted Revenue Fund. As of the end of the current fiscal year, the City's *governmental funds* reported combined ending fund balances of $25,492,020 an increase of $3,894,523 in comparison with the prior year. The non-spendable portion is $404,876, restricted is $14,684,258, $5,213,346 is assigned and $5,189,540 is unassigned and available for spending at the government's discretion.

The *general fund* is the chief operating fund of the City. The ending fund balance in 2020 is $9,826,140, which increased $1.01 million. The 12% increase relates to increases in tax and intergovernmental revenues while maintaining a tight control over expenditures. The increase in fund balance is reflective mainly in the change in the nonspenable, committed and unassigned portions, which represents an increase in prepaid expenses and a reduction in budget appropriations. The debt service fund balance is $2,930,970 a decrease of $0.50 million, which represents payment of principal and interest on debt. Finally, the fund balance in the special revenue funds at 9/30/2020 is $12,734,910 an increase of $3.31 million, $3.10 million of the increase relates to the increase in funds reserved for special purposes and projects.

The city accounts for the community redevelopment agency fund as a special revenue fund. The activity in this fund represents redevelopment activities for certain areas existing in the City of Fort Pierce. The ending fund balance in 2020 is $1,507,899 an increase of $0.70 million from the prior year. The increase in fund balance is reflective in the restricted, which represents the increase in the tax incremental financing restricted for special projects.

The restricted revenue fund, also a special revenue fund, accounts for revenue that is restricted as to the purpose the money generated can be utilized. The fund balance is $9,441,765 an increase of $2.38 million compared to the prior year. The increase in fund balance is reflective in the change in the restricted, which represents increases of $0.50 million in impact fees restricted for capital improvements, $1.31 million in the ½ cent infrastructure revenue restricted for infrastructure projects, $0.30 million in special projects revenue restricted for special projects, and

$0.27 million in park municipal service taxing revenue restricted for improvements in parks and community areas.

Business Type Funds. The enterprise funds have unrestricted net position of ($2,325,936). Net investment in capital assets is $70,914,575. There is no restricted fund balance. The combined net position totals $68,588,639. The decrease in net position of ($0.82) million compared to the prior year is reflective of the combined ($2.36) million operating loss in solidwaste, marina, golf course, and sunrise theatre offset by the combined $1.53 million operating gain in stormwater utility and building department.

General Fund Budgetary Highlights

The General Fund 2020 budget revenue was $42,567,022; the amount realized was $47,023,763, an increase of $4,456,741 or 10.47%. The expenditure budget was $42,429,973, and the actual amount was $45,937,972, an increase of $3,507,999 or 8.27%. All the budget numbers are presented without the netting of transfers in this section. Differences between the original and final revenue and expenditure budget increased fund balance by $1,085,791; listed below are the major notable amendments:

- $543,409 or 2.35% increase in taxes; increases in ad valorem taxes $283,422, local option taxes $12,075, and utility and other taxes $247,912.

- $1,161,891 or 21.94% increase in intergovernmental revenue; $569,716 increase in state and federal grants relating to emergency mitigation reimbursement, $583,180 increase in state shared revenue, relating mainly to the ½ sales tax and the ½ infrastructure sales tax, $62,335 more in state retirement contribution, $65,000 decrease in payments in lieu and $11,660 increase in other intergovernmental.

- $2,682,962 increase in other revenues and other financing sources; $1,635,685 in capital lease proceeds were not budgeted, $19,422 increase in special assessments, $1,633 increase in rents received, $8,166 increase in contribution from component unit, $1,023,410 in administrative and contractual services relating mainly to traffic and signal maintenance and reimbursement of expenditures, $141,006 increase in other miscellaneous revenues mainly from contributions, sale of scrap, and rebates, off-set by $122,391 decrease in reimbursements by other funds, $12,895 decrease in interest and $57,388 decrease in transfer from other funds.

- $3,507,999 or 8.27% increase in expenditures from various departments. The major increases were: Administration $1,825,815 primarily relating to increases in capital outlay, software maintenance and insurance, Public Safety $835,464 relating to personal services and benefits, and transfers out $1,247,317 relating to transfers for debt and transfer to restricted revenue for infrastructure sales tax. These increases were offset by decreases in personnel and benefits in City Attorney of $209,055 and Garage of $116,176.

Capital Asset and Debt Administration

Capital assets. The City's investments in *capital assets* for its governmental and business type activities as of September 30, 2020 amounts to $194,613,374 (this is net of accumulated depreciation). Significant additions during the year consisted of major stormwater projects, street reconstruction and infrastructure projects, 43 new vehicles, 4 side loaders and 1 front loader in solid waste, seawall replacement, completion of dredging at the Marina as well as completion of the construction for the fuel building and fuel dock, significant progress in the construction of a new permitting hub for the Building department, the start of reconstruction and infrastructure improvements on several storm water and engineering projects, and various equipment and machinery. Notable disposals consisted of old computer equipment and old vehicles. See Note H for detail information on the primary government's Capital Assets.

City of Fort Pierce Capital Assets - FY 2020 and 2019
(net of depreciation)

	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land & CIP	28,180,841	28,209,333	2,253,115	1,854,278	30,433,956	30,063,611
Buildings	25,129,143	25,998,601	7,794,508	9,507,672	32,923,651	35,506,273
Improvements Other than Buildings	23,143,610	20,676,466	76,383,693	74,072,098	99,527,303	94,748,564
Machinery & Equipment	6,378,335	5,521,133	3,343,989	2,510,732	9,722,324	8,031,865
Infrastructure	22,006,140	23,198,084	-	-	22,006,140	23,198,084
Total	104,838,069	103,603,617	89,775,305	87,944,780	194,613,374	191,548,397

Debt. At the end of the current fiscal year, the City had total long-term debt outstanding, net of current portion of $73,865,350.

City of Fort Pierce Outstanding Debt
Revenue Bonds, Revenue Notes, Intergovernmental Notes & Capital Leases

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenue bonds, revenue notes, intergovernmental notes & capital leases	62,788,191	66,086,864	18,860,730	19,137,371	81,648,921	85,224,235
Less current portion	(5,877,239)	(5,214,678)	(1,906,332)	(1,620,847)	(7,783,571)	(6,835,525)
Long-term debt, net of current portion	56,910,952	60,872,186	16,954,398	17,516,524	73,865,350	78,388,710

The City's long-term debt, net of current portion debt decreased during the year by a net $4.52 million. The Notes to the Financial Statements (Note I) has additional information on all debt activity.

All bonded debt is insured and carries ratings from Moody's of A/1 issuer rating, as of September 30. 2020. No direct ad valorem tax-supported debt exists currently.

Economic Factors and Next Year's Budgets and Rates

The budget process for the 2021 budget began with a 2.11% increase or $893,902 in the General Fund Budget, of which $600,000 was restricted, the budget is balanced at $43,323,874.

Some of the significant factors considered in preparing the City's Annual General Fund Budget for Fiscal Year 2021, that caused and closed the budget gap are listed below:

- In the General Fund, the City's taxable valuation is $2,718,065,331 compared to last year's final valuation of $2,562,069,386. This represents an increase of approximately 6.09% or $155,995,945 in taxable values. This increase in property values and the City Commission electing to maintain the millage rate at 6.9000 helped to balance the budget. Maintaining the millage rate generated $1.02 million in property tax revenue, of which $400,000 was restricted to be used to finance much needed future capital projects and purchases and an additional $200,000 is restricted to repay the interfund loan from FY 2016.

- The City budgeted a reduction in general sales and use tax and franchise tax of $0.3 million.

- The City budgeted an increase of $0.2 million in miscellaneous revenues relating to reimbursements. All other budgeted revenue items remained substantially the same as the prior year.

- In the 2021 budget the retirement rate for general members is 16.82%, up from 16.77%, Police officers' retirement rate increased to 13.31% up from 11.99%. Health insurance premiums increased 0.50% and dental insurance decreased 8%. These benefit changes equated to an increase of $124,016.

- In the 2021 General Fund budget, to contain costs a hiring freeze was initiated, and 7 positions were unfunded: 1 in the city attorney's office, 1 in information technology, 1 in code enforcement, 2 civilian positions in the police department and 2 positions in public works. To maintain personnel the budget contains a cost-of-living adjustment for all sworn officers. These wage and personnel changes equated to an increase of $609,770.

- The 2021 budget (General Fund) included a decrease of $387,240 in capital projects relating to building improvements.

- The 2021 budget included an increase of $321,692 relating to the payment of debt, the increase relates to higher principal payments on refinanced debt and capital leases.

- The 2021 budget included an increase in the tax incremental financing expense of $273,227.

- The Fort Pierce Redevelopment Agency tax increment financing (TIF) continues to increase. The increase in property tax values and maintaining the millage rate resulted in an increase of $511,158; from $6.7 million to $7.2 million. In the past, the budget was unable to support a number of special projects under historic preservation and restoration; funding for neighborhood and business grants; and other cultural and community events and functions. In prior years, to help balance the budget, transfers from General were used. In FY 2021, because of the increase in tax revenues, no transfer was budgeted but $71,907 was allocated from fund balance to the budget. In the 2021 budget, the Agency continues to allocate $350,000 to fund school resources officers in schools within City boundaries. The 2021 budget also includes an increase of $149,000 in contractual fees relating to projects.

- As for the business-type activities, the Marina and the Stormwater Utility had to make up their budget shortfalls by appropriating retained earnings of $680,849 and $47,100 respectively in FY 2021. Transfers from other funds were used to balance the budget of the Sunrise Theatre ($450,000 from Redevelopment Agency). Solid Waste, Building Department, and Golf Course were able to sufficiently fund their budgets with budgeted revenues.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the Finance Director, 100 North US 1, P. O. Box 1480, Fort Pierce, Florida 34954.

FORT PIERCE, FL

THE SUNRISE CITY

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of Fort Pierce, Florida
STATEMENT OF NET POSITION
September 30, 2020

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	Fort Pierce Utilities Authority
ASSETS				
Current assets:				
Cash and investments	$ 20,276,183	$ 2,516,521	$ 22,792,704	$ 24,808,295
Receivables (net of allowance for uncollectibles)	1,434,495	2,318,822	3,753,317	14,001,101
Due from component unit	260,836	1,036,142	1,296,978	-
Internal balances	4,540,949	(4,540,949)	-	-
Due from other governments	1,532,308	117,361	1,649,669	1,418,112
Inventories and other current assets	404,876	209,411	614,287	5,345,714
Restricted Assets:				
Temporarily restricted:				
Cash and investments	128,726	245,761	374,487	26,089,375
Total current assets	28,578,373	1,903,069	30,481,442	71,662,597
Noncurrent assets:				
Prepaid Insurance	25,928	14,920	40,848	-
Notes Receivable	1,760,649	-	1,760,649	-
FMPA working capital receivable	-	-	-	1,918,608
Investment in Public Gas Partners Pool	-	-	-	34,439
Capital assets, not being depreciated:				
Land	27,796,483	674,008	28,470,491	9,556,000
Construction in progress	384,358	1,579,107	1,963,465	24,976,921
Capital assets (net of accumulated depreciation):				
Buildings	42,764,354	17,903,077	60,667,431	-
Improvements other than buildings	49,282,203	106,710,413	155,992,616	-
Equipment	21,249,695	12,979,378	34,229,073	-
Infrastructure	108,924,361	-	108,924,361	459,064,710
Accumulated depreciation	(145,563,385)	(50,070,678)	(195,634,063)	(276,798,591)
Total noncurrent assets	106,624,646	89,790,225	196,414,871	218,752,087
Total assets	$ 135,203,019	$ 91,693,294	$ 226,896,313	$ 290,414,684
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	3,070,199	238,034	3,308,233	80,545
Pensions	2,946,813	380,014	3,326,827	1,504,894
Other post employment benefits	286,302	53,305	339,607	338,912
Total deferred outflows of resources	6,303,314	671,353	6,974,667	1,924,351

The accompanying notes are an integral part of this statement.

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	Fort Pierce Utilities Authority
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$ 1,269,128	$ 1,162,448	$ 2,431,576	$ 9,545,591
Unearned revenue	189,727	257,332	447,059	597,541
Accrued compensated absences	261,067	79,176	340,243	-
Capital leases payable	788,549	527,662	1,316,211	33,879
Due to other governments	135,140	-	135,140	942,301
Notes and revenue bonds-current	5,088,690	1,378,670	6,467,360	6,015,000
Accrued interest payable	351,560	34,880	386,440	822,536
Liabilities payable from restricted assets:				
Customer deposits	128,726	245,761	374,487	8,735,070
Total current liabilities	8,212,587	3,685,929	11,898,516	26,691,918
Noncurrent liabilities:				
Notes and bonds payable, net	54,951,024	15,809,378	70,760,402	52,811,770
Capital Leases	1,959,928	1,145,020	3,104,948	51,010
Accrued compensated absences	3,155,588	504,981	3,660,569	2,181,032
Other post employment benefits	2,370,405	441,327	2,811,732	1,227,936
Net Pension Liability	11,612,030	2,133,678	13,745,708	10,485,991
Total noncurrent liabilities	74,048,975	20,034,384	94,083,359	66,757,739
Total liabilities	82,261,562	23,720,313	105,981,875	93,449,657
DEFERRED INFLOWS OF RESOURCES				
Payments received in advance	-	-	-	3,132,704
Pensions	509,352	48,507	557,859	673,797
Other post employment benefits	38,606	7,188	45,794	29,299
Total deferred inflows of resources	547,958	55,695	603,653	3,835,800
NET POSITION				
Net Invested in capital assets	46,251,077	70,914,575	117,165,652	167,217,708
Restricted for:				
Capital improvement charges	-	-	-	3,659,943
Debt service and other	2,930,970	-	2,930,970	6,856,825
Unrestricted	9,514,766	(2,325,936)	7,188,830	17,319,102
Total net position	$ 58,696,813	$ 68,588,639	$ 127,285,452	$ 195,053,578

City of Fort Pierce, Florida
STATEMENT OF ACTIVITIES
Year ended September 30, 2020

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 13,317,064	$ 1,477,614	$ 97,850	$ -
Public safety	17,827,436	648,949	233,609	-
Transportation	6,238,070	949,025	-	-
Economic environment	1,561,735	9,723,818	914,520	-
Culture and recreation	2,849,467	403,027	-	-
Interest on long-term debt	2,446,784	-	-	-
Total governmental activities	44,240,556	13,202,433	1,245,979	-
Business-type activities:				
Solid waste	6,902,042	7,681,585	-	-
Marina	3,646,829	2,733,006	-	-
Storm Water	2,883,250	3,888,785	-	113,331
Golf Course	1,653,957	1,262,210	-	-
Sunrise Theatre	3,002,666	1,845,847	-	-
Building Fund	2,223,204	2,624,479	-	-
Total business-type activities	20,311,948	20,035,912	-	113,331
Total primary government	$ 64,552,504	$ 33,238,345	$ 1,245,979	$ 113,331
Component units:				
Fort Pierce Utilities Authority	$ 96,440,195	$ 101,295,680	$ 159,207	$ 3,392,372
Total component units	$ 96,440,195	$ 101,295,680	$ 159,207	$ 3,392,372

General revenues:
- Ad valorem taxes
- General sales and use taxes
- Utility service and franchise taxes
- State revenue sharing-unrestricted
- Additional one cent sales taxes
- Insurance premium tax
- Contributions from component unit
- Miscellaneous
- Unrestricted investment earnings

Transfers

Total general revenues,and transfers

Change in net position

Net position - beginning

Net position - ending

The accompanying notes are an integral part of this statement.

Governmental Activities	Business-type Activities	Total	Fort Pierce Utilities Authority
Net (expense) Revenue and Change in Net Position			
Primary Government			**Component Unit**
$ (11,741,600)	$ -	$ (11,741,600)	$ -
(16,944,878)	-	(16,944,878)	-
(5,289,045)	-	(5,289,045)	-
9,076,603	-	9,076,603	-
(2,446,440)	-	(2,446,440)	-
(2,446,784)	-	(2,446,784)	-
(29,792,144)	-	(29,792,144)	-
-	779,543	779,543	-
-	(913,823)	(913,823)	-
-	1,118,866	1,118,866	-
-	(391,747)	(391,747)	-
-	(1,156,819)	(1,156,819)	-
-	401,275	401,275	-
-	(162,705)	(162,705)	-
$ (29,792,144)	$ (162,705)	$ (29,954,849)	$ -
$ -	$ -	$ -	$ 8,407,064
$ -	$ -	$ -	$ 8,407,064
$ 17,112,787	-	$ 17,112,787	$ -
2,062,075	-	2,062,075	-
4,448,412	-	4,448,412	-
1,413,886	-	1,413,886	-
3,857,988	-	3,857,988	-
412,335	-	412,335	-
6,276,267	-	6,276,267	(6,276,267)
300,350	-	300,350	3,974
241,621	39,314	280,935	2,809,507
701,604	(701,604)	-	-
36,827,325	(662,290)	36,165,035	(3,462,786)
7,035,181	(824,995)	6,210,186	4,944,278
51,661,632	69,413,634	121,075,266	190,109,300
$ 58,696,813	$ 68,588,639	$ 127,285,452	$ 195,053,578

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FUND FINANCIAL STATEMENTS

- **Governmental Funds**
- **Proprietary funds**
- **Fiduciary funds**

City of Fort Pierce, Florida
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2020

	General Fund	Community Redevelopment Agency
ASSETS		
Cash and investments	$ 5,839,242	$ 1,507,803
Accounts receivables	4,486,517	300,888
Liens receivables	4,813,736	-
Due from component unit	260,836	-
Due from other funds	4,285,361	-
Advances to other funds	-	-
Due from other governments	963,681	-
Prepaid items	341,118	9,992
Inventories	52,485	-
Notes receivable	-	-
Total assets	$ 21,042,976	$ 1,818,683
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 1,022,919	$ 8,420
Contracts payable - retainage	-	-
Deposits	128,726	-
Due to other funds	-	22,691
Advances from other funds	567,517	-
Revenue in advance	189,727	-
Total liabilities	1,908,889	31,111
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue	9,307,947	279,673
Total Deferred Inflows	9,307,947	279,673
FUND BALANCES		
Nonspendable	393,603	9,992
Restricted	-	1,497,907
Committed	-	-
Assigned	4,242,997	-
Unassigned	5,189,540	-
Total fund balances	9,826,140	1,507,899
Total liabilities, deferred inflows of resources, and fund balances	$ 21,042,976	$ 1,818,683

The accompanying notes are an integral part of this statement.

Restricted Revenue Fund	Other Governmental Funds	Totals
$ 9,658,756	$ 3,399,108	$ 20,404,909
32,278	25,026	4,844,709
-	-	4,813,736
-	-	260,836
-	-	4,285,361
-	965,766	965,766
27,034	541,593	1,532,308
-	1,281	352,391
-	-	52,485
-	1,760,649	1,760,649
$ 9,718,068	$ 6,693,423	$ 39,273,150
$ 263,213	$ 96,618	$ 1,391,170
13,090	-	13,090
-	-	128,726
-	119,970	142,661
-	-	567,517
-	-	189,727
276,303	216,588	2,432,891
-	1,760,619	11,348,239
-	1,760,619	11,348,239
-	1,281	404,876
9,437,182	3,749,169	14,684,258
-	-	-
4,583	965,766	5,213,346
-	-	5,189,540
9,441,765	4,716,216	25,492,020
$ 9,718,068	$ 6,693,423	$ 39,273,150

City of Fort Pierce, Florida

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO NET POSITION OF GOVERNMENTAL ACTIVITIES

September 30, 2020

Total fund balance per this statement	$	25,492,020
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 reported in the funds. The cost of the assets is $250,401,454 and the accumulated depreciation is $145,563,385		104,838,069
Deferred inflows related to pensions and other post employment benefits are not financial resources and therefore are not reported in governmental funds		(547,958)
Long-term liabilities (capital lease obligations, intergovernmental notes, other post employment benefits, accrued compensated absences, and pension liability) of $83,110,080 plus unamortized premiums of $2,922,798 are not due and payable and therefore, are not reported in the funds.		(80,187,281)
Governmental funds do not report a liability for accrued interest until it is due and payable. Accrued interest must be reported as a liability in the government-wide financial statements.		(351,560)
Insurance costs related to debt issuances and deferred charges on refundings are financial uses in the fund statement; for full accrual, however these expenses are reported as non-current assets in the government-wide financial statements.		3,096,127
Deferred outflows related to pensions and other post employment benefits are not financial resources and therefore are not reported in governmental funds		3,233,115
Various receivables, (liens receivable, loans receivable, notes receivable, and due from other governments are not financial resources in the current period and therefore, are reported as unavailable revenue in the funds.		3,124,281
Net position of governmental activities	$	58,696,813

The accompanying notes are an integral part of this statement.

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City of Fort Pierce, Florida

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

Year ended September 30, 2020

	General Fund	Community Redevelopment Agency
Revenues		
Taxes	$ 23,623,274	$ -
Licenses and permits	486,781	1,048
Intergovernmental	6,456,891	6,824,121
Charges for services	302,697	-
Fines and forfeitures	337,801	-
Contributions from component unit	6,276,267	-
Investment income	77,105	22,264
Other	3,271,206	645,216
Total revenues	40,832,022	7,492,649
Expenditures		
Current		
General government	13,869,729	-
Public safety	16,409,387	-
Transportation	3,078,572	-
Economic environment	-	515,932
Culture and recreation	2,464,639	-
Capital outlay	3,595,203	32,753
Debt service		
Principal	-	-
Interest and fees	20,294	-
Other	-	-
Total expenditures	39,437,824	548,685
Excess of revenues over (under) expenditures	1,394,198	6,943,964
Other financing sources (uses)		
Transfers in	4,556,668	-
Debt issuance	-	-
Capital lease issuance	1,635,073	-
Payment on Advance Refunding	-	-
Transfers out	(6,500,148)	(6,251,225)
Total other financing sources (uses)	(308,407)	(6,251,225)
Net change in fund balances	1,085,791	692,739
Fund balances - beginning of year	8,740,349	815,160
Fund balances - end of year	$ 9,826,140	$ 1,507,899

The accompanying notes are an integral part of this statement.

Restricted Revenue Fund	Other Governmental Funds	Totals
$ -	$ -	$ 23,623,274
355,568	-	843,397
290,067	1,179,178	14,750,257
-	-	302,697
-	50,000	387,801
-	-	6,276,267
52,819	89,433	241,621
1,805,323	176,060	5,897,805
2,503,777	1,494,671	52,323,119
-	-	13,869,729
-	239,077	16,648,464
-	-	3,078,572
8,430	945,146	1,469,508
-	-	2,464,639
1,838,829	99,976	5,566,761
-	5,325,842	5,325,842
-	2,318,585	2,338,879
-	180,953	180,953
1,847,259	9,109,579	50,943,347
656,518	(7,614,908)	1,379,772
1,862,508	9,261,017	15,680,193
-	12,302,111	12,302,111
-	-	1,635,073
-	(12,124,037)	(12,124,037)
(141,479)	(2,085,737)	(14,978,589)
1,721,029	7,353,354	2,514,751
2,377,547	(261,554)	3,894,523
7,064,218	4,977,770	21,597,497
$ 9,441,765	$ 4,716,216	$ 25,492,020

City of Fort Pierce, Florida

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year ended September 30, 2020

Net change in fund balances-total governmental funds	$	3,894,523
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmmental funds report capital outlays as expenditures, however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay ($5,566,761) exceeds depreciation ($4,329,502) in the current period.		1,237,259
Governmental funds report the sale of general capital assets as financial resources, the deletions of general capital assets is not reflected in the fund statement. This is the net amount of the proceeds and the adjusted basis of the assets deleted.		(2,807)
Repayment of bond and note principal ($5,325,842) are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.		5,325,842
Debt issuance ($12,302,111) used to refund bonds ($12,124,037) are other financing sources(uses) in the governmental funds, but increase(decrease) long-term liablities in the Statement of Net Assets.		(178,074)
Capital lease issuance ($1,635,073) used for capital asset acquisition are other financing sources(uses) in the governmental funds, but increase(decrease) long-term liabilities in the Statement of Net Assets.		(1,635,073)
Compensated Absences of ($181,971) 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.		(181,971)
In the Statement of Activities, interest is accrued on outstanding bonds; whereas in governmental funds interest expenditures are reported when due. This is the net amount between the prior and current year.		76,085
Governmental funds do not recognize expenditures for the Change in Net Pension Liability and OPEB each year. This represents the change in the Net Pension Liability and OPEB in the current year.		(1,060,641)
Bond insurance costs and discounts are reported as expenditures when paid. In the Statement of Net Position these costs are amortized. Current year amortization expense was ($4,056)		(4,056)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This is the net amount between the prior and current year.		(435,906)
Change in Net position of governmental activities	$	7,035,181

The accompanying notes are an integral part of this statement.

City of Fort Pierce, Florida

STATEMENT OF GENERAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Taxes	$ 23,079,865	$ 23,623,274	$ 23,623,274	$ -
Licenses and permits	395,000	486,781	486,781	-
Intergovernmental	5,295,000	6,456,891	6,456,891	-
Charges for services	369,300	302,697	302,697	-
Fines and forfeitures	294,500	337,801	337,801	-
Contributions from component unit	6,268,101	6,276,267	6,276,267	-
Investment income	90,000	77,105	77,105	-
Other	2,161,200	3,271,206	3,271,206	-
Total revenues	37,952,966	40,832,022	40,832,022	-
Expenditures				
General government	15,684,065	17,159,182	17,159,182	-
Public safety	15,845,343	16,680,807	16,680,807	-
Transportation	3,117,008	3,078,572	3,078,572	-
Culture and recreation	2,530,726	2,519,263	2,519,263	-
Total expenditures	37,177,142	39,437,824	39,437,824	-
Excess of revenues over expenditures	775,824	1,394,198	1,394,198	-
Other financing sources (uses)				
Capital lease proceeds	-	1,635,073	1,635,073	-
Transfers in	4,614,056	4,556,668	4,556,668	-
Transfers out	(5,252,831)	(6,500,148)	(6,500,148)	-
Total other financing sources (uses)	(638,775)	(308,407)	(308,407)	-
Net change in fund balances	137,049	1,085,791	1,085,791	-
Fund balance - beginning of year	8,740,349	8,740,349	8,740,349	-
Fund balance - end of year	$ 8,877,398	$ 9,826,140	$ 9,826,140	$ -

The accompanying notes are an integral part of this statement.

City of Fort Pierce, Florida

STATEMENT OF SPECIAL REVENUE FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL COMMUNITY REDEVELOPMENT AGENCY

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ 6,700,934	$ 6,824,121	$ 6,824,121	$ -
Investment income	500	22,264	22,264	-
Other	203,600	646,264	646,264	-
Total revenues	6,905,034	7,492,649	7,492,649	-
Expenditures				
Current				
Economic environment	871,338	515,932	515,932	-
Capital outlay	-	32,753	32,753	-
Total expenditures	871,338	548,685	548,685	-
Excess of revenues over expenditures	6,033,696	6,943,964	6,943,964	-
Other financing sources (uses)				
Transfers out	(6,033,696)	(6,251,225)	(6,251,225)	-
Total other financing sources (uses)	(6,033,696)	(6,251,225)	(6,251,225)	-
Net change in fund balances	-	692,739	692,739	-
Fund balance - beginning of year	815,160	815,160	815,160	-
Fund balance - end of year	$ 815,160	$ 1,507,899	$ 1,507,899	$ -

The accompanying notes are an integral part of this statement.

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City of Fort Pierce, Florida
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
September 30, 2020

	Business-type Activities		
	Solid Waste	Marina	Storm Water
ASSETS			
CURRENT ASSETS			
Cash and investments	$ 24,542	$ 507,026	$ -
Receivables - net of allowances:			
Accounts	774,580	111,576	1,238,589
Unbilled services	187,488	-	-
Due from component units	727,370	-	307,997
Due from other governments	-	-	117,361
Inventories and other current assets	70,605	40,233	-
Restricted Assets			
Cash and investments	-	175,238	-
Total current assets	1,784,585	834,073	1,663,947
NON-CURRENT ASSETS			
Prepaid Insurance	-	-	14,920
Non-depreciable capital assets			
Land	-	9,197	-
Construction in progress	-	58,713	541,483
Depreciable capital assets			
Buildings	122,858	843,196	-
Improvements other than buildings	47,243	47,223,544	56,664,795
Equipment	10,503,982	187,436	1,085,563
Accumulated depreciation	(7,823,428)	(14,117,310)	(17,731,800)
Total non-current assets	2,850,655	34,204,776	40,574,961
Total assets	4,635,240	35,038,849	42,238,908
DEFERRED OUTFLOWS			
Deferred charge on refunding	-	238,034	-
Pensions	174,980	32,089	-
OPEB	24,717	4,985	-
Total deferred outflows	199,697	275,108	-

The accompanying notes are an integral part of this statement.

Golf Course	Sunrise Theatre	Building Fund	Business-type Activities Totals
$ 950	$ 3,600	$ 1,980,403	$ 2,516,521
-	6,589	-	2,131,334
-	-	-	187,488
-	-	775	1,036,142
-	-	-	117,361
31,476	59,425	7,672	209,411
-	70,523	-	245,761
32,426	140,137	1,988,850	6,444,018
-	-	-	14,920
314,811	350,000	-	674,008
-	-	978,911	1,579,107
877,676	16,059,347	-	17,903,077
2,774,831	-	-	106,710,413
466,831	234,635	500,931	12,979,378
(2,225,031)	(7,816,998)	(356,111)	(50,070,678)
2,209,118	8,826,984	1,123,731	89,790,225
2,241,544	8,967,121	3,112,581	96,234,243
-	-	-	238,034
23,577	20,828	128,540	380,014
3,083	3,341	17,179	53,305
26,660	24,169	145,719	671,353

City of Fort Pierce, Florida
STATEMENT OF NET POSITION- (CONTINUED)
PROPRIETARY FUNDS
September 30, 2020

	Business-type Activities		
	Solid Waste	Marina	Storm Water
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	$ 479,618	$ 111,758	$ 180,555
Contracts payable - retainage	-	-	73,460
Due to other funds	6,666	3,838	2,064,240
Accrued compensated absences	63,257	3,536	-
Revenue bonds and notes - current	-	458,670	920,000
Capital Lease Payable-current	527,662	-	-
Accrued interest - revenue bonds and notes	-	34,880	-
Liabilities payable from restricted assets			
Customer deposits	-	175,238	-
Revenue in Advance	-	-	-
Total current liabilities	1,077,203	787,920	3,238,255
NON-CURRENT LIABILITIES			
Advances from other funds	-	398,249	-
Other Post Employment Benefits	204,638	41,271	-
Accrued compensated absences	205,555	85,823	-
Net Pension Liability	982,469	180,175	-
Capital Lease Payable	1,145,020	-	-
Revenue bonds and notes payable, net	-	7,412,400	8,396,978
Total non-current liabilities	2,537,682	8,117,918	8,396,978
Total liabilities	3,614,885	8,905,838	11,635,233
DEFERRED INFLOWS			
Pensions	22,334	4,096	-
OPEB	3,333	672	-
Total deferred inflows	25,667	4,768	-
NET POSITION			
Net Invested in capital assets	1,177,973	26,333,706	31,243,063
Unrestricted	16,412	69,645	(639,388)
Total net position	$ 1,194,385	$ 26,403,351	$ 30,603,675

The accompanying notes are an integral part of this statement.

Golf Course	Sunrise Theatre	Building Fund	Business-type Activities Totals
$ 39,288	$ 27,142	$ 197,808	$ 1,036,169
-	-	52,819	126,279
867,060	1,190,740	10,156	4,142,700
4,705	2,246	5,432	79,176
-	-	-	1,378,670
-	-	-	527,662
-	-	-	34,880
-	70,523	-	245,761
-	257,332	-	257,332
911,053	1,547,983	266,215	7,828,629
-	-	-	398,249
25,526	27,662	142,230	441,327
14,785	49,696	149,122	504,981
132,381	116,941	721,712	2,133,678
-	-	-	1,145,020
-	-	-	15,809,378
172,692	194,299	1,013,064	20,432,633
1,083,745	1,742,282	1,279,279	28,261,262
3,011	2,659	16,407	48,507
416	450	2,317	7,188
3,427	3,109	18,724	55,695
2,209,118	8,826,984	1,123,731	70,914,575
(1,028,086)	(1,581,085)	836,566	(2,325,936)
$ 1,181,032	$ 7,245,899	$ 1,960,297	$ 68,588,639

City of Fort Pierce, Florida

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - PROPRIETARY FUNDS

Year ended September 30, 2020

	Business-type Activities		
	Solid Waste	Marina	Storm Water
Operating revenues			
Sales and charges for services	$ 7,625,711	$ 1,676,575	$ 3,457,743
Gas and oil sales	-	591,713	-
Other	55,874	464,718	431,042
Total operating revenues	7,681,585	2,733,006	3,888,785
Operating expenses			
Personal services	2,313,356	362,437	-
General and administrative	80,000	-	315,634
Cost of goods and services sold	2,402,156	502,157	-
Depreciation	602,910	1,140,270	1,459,514
Other operating expenses	1,482,845	1,325,897	806,940
Total operating expenses	6,881,267	3,330,761	2,582,088
Operating income (loss)	800,318	(597,755)	1,306,697
Non-operating revenues (expenses)			
Investment income	1,926	16,935	4,847
Interest expense	(20,775)	(316,068)	(301,162)
Total non-operating revenues (expenses)	(18,849)	(299,133)	(296,315)
Income (loss) before transfers and capital contributions	781,469	(896,888)	1,010,382
Capital Contributions	-	-	113,331
Transfers in	-	-	-
Transfers out	(934,031)	(250,000)	-
CHANGE IN NET POSITION	(152,562)	(1,146,888)	1,123,713
Total net position - beginning	1,346,947	27,550,239	29,479,962
Total net position - end of year	$ 1,194,385	$ 26,403,351	$ 30,603,675

The accompanying notes are an integral part of this statement.

Golf Course	Sunrise Theatre	Building Fund	Business-type Activities Totals
$ 1,254,944	$ 1,787,289	$ 2,594,714	$ 18,396,976
-	-	-	591,713
7,266	58,558	29,765	1,047,223
1,262,210	1,845,847	2,624,479	20,035,912
390,837	221,085	1,505,688	4,793,403
64,875	86,879	-	547,388
47,407	602,389	-	3,554,109
140,756	546,904	82,712	3,973,066
1,010,082	1,545,409	634,804	6,805,977
1,653,957	3,002,666	2,223,204	19,673,943
(391,747)	(1,156,819)	401,275	361,969
50	166	15,390	39,314
-	-	-	(638,005)
50	166	15,390	(598,691)
(391,697)	(1,156,653)	416,665	(236,722)
-	-	-	113,331
-	487,821	-	487,821
-	-	(5,394)	(1,189,425)
(391,697)	(668,832)	411,271	(824,995)
1,572,729	7,914,731	1,549,026	69,413,634
$ 1,181,032	$ 7,245,899	$ 1,960,297	$ 68,588,639

City of Fort Pierce, Florida
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2020

	Business-type Activities	
	Solid Waste	Marina
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	$ 7,740,778	$ 2,720,750
Receipts from rental property	-	64,390
Payments to suppliers for goods and services	(4,130,010)	(1,992,274)
Payments to employees for services	(1,417,514)	(261,042)
Payments for benefits on behalf of employees	(732,625)	(110,156)
Net cash provided (used) by operating activities	1,460,629	421,668
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	-	-
Transfers (out)	(934,031)	(250,000)
Net cash provided (used) by noncapital financing activities	(934,031)	(250,000)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(396,413)	(1,528,672)
Receipts from Intergovernmental	-	-
Bond and loan principal payments	(276,053)	(437,839)
Bond proceeds	-	-
Bond and loan interest payments	(20,775)	(297,230)
Net cash provided (used) by capital and related financing activities	(693,241)	(2,263,741)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on cash and investments	1,926	16,935
Net cash provided (used) by investing activities	1,926	16,935
Net increase (decrease) in cash and investments	(164,717)	(2,075,138)
Cash and investments at beginning of year	189,259	2,757,402
Cash and investments at end of yeaı	$ 24,542	$ 682,264
Cash and investments-unrestricted	$ 24,542	$ 507,026
Cash and investments-restricted	-	175,238
	$ 24,542	$ 682,264

The accompanying notes are an integral part of this statement.

Storm Water	Golf Course	Sunrise Theatre	Building Fund	Business-type Activities Totals
$ 3,821,467	$ 1,257,760	$ 1,743,310	$ 2,626,119	$ 19,910,184
-	-	-	-	64,390
(1,314,782)	(904,251)	(1,862,208)	(522,296)	(10,725,821)
-	(158,473)	(253,433)	(850,414)	(2,940,876)
-	(193,340)	(64,946)	(438,693)	(1,539,760)
2,506,685	1,696	(437,277)	814,716	4,768,117
-	-	487,821	-	487,821
-	-	-	(5,394)	(1,189,425)
-	-	487,821	(5,394)	(701,604)
(1,720,604)	(8,500)	(21,000)	(1,031,486)	(4,706,675)
410,237	-	-	-	410,237
(900,000)	-	-	-	(1,613,892)
-	-	-	-	-
(301,165)	-	-	-	(619,170)
(2,511,532)	(8,500)	(21,000)	(1,031,486)	(6,529,500)
4,847	50	166	15,390	39,314
4,847	50	166	15,390	39,314
-	(6,754)	29,710	(206,774)	(2,423,673)
-	7,704	44,413	2,187,177	5,185,955
$ -	$ 950	$ 74,123	$ 1,980,403	$ 2,762,282
$ -	$ 950	$ 3,600	$ 1,980,403	$ 2,516,521
-	-	70,523	-	245,761
$ -	$ 950	$ 74,123	$ 1,980,403	$ 2,762,282

	Business-type Activities	
	Solid Waste	Marina
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	$ 800,318	$ (597,755)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation expense	602,910	1,140,270
(Increase) decrease in accounts receivable	74,785	13,855
(Increase) decrease in due from component unit	(15,592)	-
(Increase) decrease in inventories and other current assets	(70,605)	33,734
(Increase) decrease in deferred outflows	63,569	36,634
Increase (decrease) in accounts payable and accrued liabilities	(77,635)	(50,648)
Increase (decrease) in due to other funds	-	(143,644)
Increase (decrease) in customer deposits	-	38,279
Increase (decrease) in other post employment benefits	19,738	(1,112)
Increase (decrease) in Net Pension Liability	30,715	(41,795)
Increase (decrease) in Deferred Inflows	28,873	(6,888)
Increase (decrease) in accrued compensated absences	3,553	738
Net cash provided (used) by operating activities	$ 1,460,629	$ 421,668
NONCASH INVESTING,CAPITAL AND FINANCING ACTIVITIES		
Defeasance of debt-proceeds deposited directly into an irrovocable trust	$ -	$ 1,945,394
Equipment purchased with capital leases	1,096,915	-
	$ 1,096,915	$ 1,945,394

The accompanying notes are an integral part of this statement.

	Storm Water	Golf Course	Sunrise Theatre	Building Fund	Business-type Activities Totals
	$ 1,306,697	$ (391,747)	$ (1,156,819)	401,275	$ 361,969
	1,459,514	140,756	546,904	82,712	3,973,066
	(10,833)	2,303	-	-	80,110
	(56,489)	-	-	1,640	(70,441)
	4,202	(16,107)	(59,425)	(7,672)	(115,873)
	-	2,437	60,433	(3,023)	160,050
	(172,178)	4,172	(21,394)	131,482	(186,201)
	(24,228)	231,592	450,095	(901)	512,914
	-	(6,754)	(102,537)	-	(71,012)
	-	3,180	(16,070)	18,584	24,320
	-	15,904	(94,541)	118,492	28,775
	-	6,903	(21,942)	45,749	52,695
	-	9,057	(21,981)	26,378	17,745
	$ 2,506,685	$ 1,696	$ (437,277)	$ 814,716	$ 4,768,117
	$ -	$ -	$ -	$ -	$ 1,945,394
	-	-	-	-	1,096,915
	$ -	$ -	$ -	$ -	$ 3,042,309

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TRUST FUNDS

- ## Pension Trust

General Employees
To account for the accumulation of resources to be used for retirement benefits of all City employees. The City has a multi-employer plan; therefore, other governmental units are included in the Fund.

Police Officers
To account for State and police officer's contributions to be used for future retirement benefits of all police officers.

City of Fort Pierce, Florida

STATEMENT OF FIDUCIARY FUNDS NET POSITION

September 30, 2020

		Pension Trusts
ASSETS		
Cash and cash equivalents	$	3,084,265
Investments, at fair value:		
U.S. Government Securities		25,757,859
Mutual Funds		130,174,999
Municipal Bonds		328,518
Certificates of Deposit		174,958
Common Stock		11,461,964
Corporate Bonds		36,126,375
Real Estate Trust L.P.		20,039,072
Common Trust Fund		935,263
Money Market		3,563,137
Total investments		228,562,145
Total cash and investments		231,646,410
Accounts receivable		221,144
Accrued interest receivable		414,935
Total assets		232,282,489
LIABILITIES AND NET POSITION		
LIABILITIES		
Accounts payable and accrued liabilities		15,131
Total liabilities		15,131
NET POSITION-RESTRICTED FOR PENSION BENEFITS	$	232,267,358

The accompanying notes are an integral part of this statement.

City of Fort Pierce, Florida
STATEMENT OF CHANGES IN FIDUCIARY FUNDS NET POSITION
Year ended September 30, 2020

		Pension Trusts
ADDITIONS		
Contributions		
Employer	$	5,343,484
Employees		2,406,609
State-Via the General Fund		412,335
Total contributions		8,162,428
Investment income		
Interest		2,171,042
Dividends		1,804,020
Net appreciation in fair value of investments		17,123,263
Total investment income		21,098,325
Investment expenses		(815,023)
Net investment income		20,283,302
Total additions		28,445,730
DEDUCTIONS		
Retirement benefits paid		15,469,233
Refunds of employee contributions		574,347
Administrative expenses		281,557
Insurance expense		20,651
Total deductions		16,345,788
Net Increase(Decrease)		12,099,942
NET POSITION-RESTRICTED FOR PENSION BENEFITS		
Beginning of year		220,167,416
End of year	$	232,267,358

The accompanying notes are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the City of Fort Pierce, Florida (City) have been prepared in conformity with accounting principles ("GAAP") generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the standard-setting body for governmental accounting and financial reporting.

1. REPORTING ENTITY

The City of Fort Pierce, Florida was incorporated in 1901 under the general law. This incorporation was validated by Act of the State Legislature, Chapter 5100, Acts 1901. The City covers an area of approximately 35.16 square miles and is located in St. Lucie County, Florida. The City operates under an elected City Commission (5 members) and provides services to its more than 46,103 residents in the form of law enforcement, street maintenance, solid waste, culture and recreation, planning and zoning, human resources and general administrative services.

The accompanying financial statements present the primary government and its component units. Component units are legally separate entities for which the primary government is financially accountable or entities which should be included in the City's financial statements because of the nature and significance of their relationship with the primary government.

The decision to include a potential component unit in the City's reporting entity is based on the criteria stated in GASB Statement No. 14 – *The Financial Reporting Entity*, as amended by GASB 39,"*Determining Whether Certain Organizations are Component Units"* and GASB 61, "*The Financial Reporting Entity; Omnibus an Amendment of GASB Statements No. 14 and No. 34"* which includes the ability to appoint a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burden on the City, or the nature and significance of the relationship between the City and the organization is such that exclusion would cause the City's financial statements to be incomplete.

Blended component units, although legally separate entities, are, in substance, part of the City's operations. Accordingly, data from these component units are included with data of the primary government. The discretely presented component unit, on the other hand, is reported in a separate column in the financial statements to emphasize that it is legally separate from the City. The financial activities and balances for each blended and discretely presented component units are as of and for the period ended September 30, 2020.

A. BLENDED COMPONENT UNITS

<u>Community Redevelopment Agency</u>

The Community Redevelopment Agency (CRA) was established for the purpose of carrying out redevelopment activities for certain areas existing in the City of Fort Pierce. The members of the governing board are comprised of the Fort Pierce City Commission. The CRA's budget is subject to approval by the City Commission and the primary government has operational responsibility for the CRA. Complete financial statements of the CRA can be obtained from the finance department office located at 100 North US #1, Fort Pierce, Florida 34950.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1. REPORTING ENTITY (CONTINUED)

B. DISCRETELY PRESENTED COMPONENT UNIT

Fort Pierce Utilities Authority

The Fort Pierce Utilities Authority (Authority) provides electric, water, wastewater and natural gas services to residents and businesses of Fort Pierce and is responsible for the management and operations of the Manatee Observation and Education Center. The members of the governing board are appointed and/or removed from office by the Fort Pierce City Commission. The budget and rates for services are subject to the approval of the Commission. Complete financial statements of the Authority can be obtained from its administrative office located at 206 South Sixth Street, Fort Pierce, Florida 34948.

C. RELATED ORGANIZATION

Fort Pierce Housing Authority

The Mayor of Fort Pierce is responsible for appointing the members of the Board of the Fort Pierce Housing Authority (FPHA), but the City's accountability for this organization does not extend beyond making these appointments. The FPHA's operating and capital expenditures, including debt service, are financed entirely from federal grants and rentals. The City has no involvement in the determination of FPHA's budget or rental rates, and has no obligation for FPHA's outstanding debt. Hence, the FPHA is not considered a component unit of the City, and no financial information is included in these financial statements.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The basic financial statements include both government-wide financial statements (based on the City as a whole) and fund financial statements. Separate financial statements are provided for governmental funds, propriety funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

The Government-Wide Statement of Net Position reports all financial and capital resources of the City, excluding those reported in the fiduciary funds. It is displayed in the format of assets and deferred outflows less liabilities and deferred inflows, equals net position, with the assets and liabilities shown in order of their relative liquidity. Net position is required to be displayed in three components: (1) net investment in capital assets, (2) restricted, and (3) unrestricted. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The restricted component of net position consists of restricted assets reduced by liabilities related to those assets. Restricted assets are those with constraints placed on their use that are either: (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. The unrestricted component of net position is the net amount of the assets and liabilities that are not included in the determination of net investment in capital assets or the restricted component of net position.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The City chooses to eliminate the general and administrative charges between governmental activities to avoid a “doubling up” effect.

Separate financial statements are provided for governmental funds, propriety 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.

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

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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION(CONTINUED

The measurement focus of the governmental funds (in the Fund Financial Statements) is upon determination of financial position and changes in financial position rather than upon net income.

These governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considered property taxes as available if they are collected within 60 days after year-end. A six-month availability period is used for revenue recognition for all other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Taxpayer-assessed property and other taxes, and charges for regularly billed or routinely provided services, are recorded as revenue when earned, taxpayer liability has been established and collectability is assured, or losses can be reasonably estimated. Licenses and fees, fines and forfeitures, and miscellaneous revenues are recorded when received in cash, because they are generally not measurable until actually received. Investment income from cash deposits is recorded as revenue when earned, since it is measurable and available.

The city reports the following major governmental funds:

The *general fund* is the government'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 c*ommunity redevelopment agency-special revenue fund* accounts for the redevelopment of designated areas within the City. Financing is provided by an incremental increase in ad valorem taxes levied each year.

The *restricted revenue fund-special revenue fund* accounts for all revenue that is restricted as to the purpose the money generated can be utilized such as impact fees, municipal service taxing unit revenue, and certain license and permit fees.

The government reports the following major proprietary funds:

<u>Business type activities</u>

The *solid waste fund* is used to account for the solid waste disposal services provided to the residents of the City.

The *marina fund* is used to account for the activities of a special recreation facility for the residents of the City and the surrounding area.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (CONTINUED)

The *storm water fund* is used to account for the storm water drainage and control services provided to the residents of the City.

The *golf course fund* is used to account for the activities of a special recreation facility for the residents of the City and the surrounding area.

The *sunrise theatre fund* is used to account for the activities of a historic theatre for the residents of the City and the surrounding area.

The *building fund* is used to account for the activities of a building department for the residents of the City.

Governmental activities

Additionally, the government reports the following fund types:

Fiduciary funds

The two pension trust funds account for the activities of the General Employees and the Police Officers' Pension Plans, which accumulate resources for pension benefit payments to qualified employees of the respective plans.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's solid waste disposal function and various other functions of the government. 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 proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

a. Deposits and investments

The City has defined cash and cash equivalents to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State statutes and local ordinances authorize the government and the component units to invest in various types of investments as discussed in a subsequent note.

Investments of the City, as well as for its component units, are reported at fair value within the fair value hierarchy established in accordance with GASB Statement No. 72, *Fair Value Measurement and Application.*

Investments include the State Board of Administration Pooled Trust Fund which operates in accordance with appropriate state laws and regulations. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value based on market indicators regarded as measures of equity or fixed income performance results. The City does not have a significant amount of investments valued at other than quoted market prices, except in the pension trust funds, amortization of premium and accretion of discount on investments purchased are not recorded over the term of the investment. The effect of this policy on the financial statements of the various funds is not significant. The reported value of the pool is the same as the fair value of the pool shares.

b. Receivables and payables

All trade receivables are shown net of an allowance for uncollectible accounts. Unbilled service receivables represent the estimated amount of accounts receivable for services that have not yet been billed. The amount represents a timing difference between the end of the financial statement cycle (month end) and the billing cycle (varying dates each billing period).

c. Due to/Due from

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 inter-fund 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.”

d. Inventories and prepaid items

Inventories are valued at cost (using average cost) in governmental type funds and the lower of cost (weighted average) or market in business-type funds. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed rather than when purchased.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. ASSETS, LIABILITIES,DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE (CONTINUED)

e. Restricted assets

Certain proceeds from bonds, notes, and loans, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants and restrictions. As a general rule these restricted assets are maintained in separate accounts.

The Fort Pierce Utilities Authority has similar restricted assets.

f. Capital assets

Capital assets, include property, plant, equipment, and infrastructure assets (e.g., road, bridges, sidewalks, and similar items), which are reported in the applicable governmental or business-type activities columns on the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, works of art, and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value.

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

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

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated lives:

Buildings and improvements	3-55 years
Improvements other than buildings	20-25 years
Equipment	3-20 years
Public domain infrastructure	15-75 years

g. Deferred outflows/inflows of resources

The Statement of Net Position includes a separate section for Deferred Outflows of Resources. This represents the usage of net position applicable to future periods and will be recognized as expenditures in the future period to which it applies. This category includes Deferred Charge on Refunding reported on the Government-wide Statement of Net Position. The deferred charge on refunding is the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or the refunding debt. This category also contains amounts related to pensions and OPEB for certain actuarially determined differences projected and actual investment earnings.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. ASSETS, LIABILITIES,DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE (CONTINUED)

g. Deferred outflows/inflows of resources(continued)

The Statement of Net Position also includes a separate section for Deferred Inflows of Resources. This represents the acquisition of net position applicable to future periods and will be recognized as revenue in the future period to which it applies. Currently, this category includes revenue received in advance, and amounts related to pensions and OPEB for certain actuarially determined differences between projected and actual experience.

Deferred Inflows of Resources in the Governmental Funds Balance Sheet include unavailable revenue. Unavailable revenue consists primarily of special assessment, loans and notes receivable. The city considers revenues available if they are collected within 60 days of the end of the fiscal year.

h. Compensated absences

Accumulated unpaid vacation and sick pay and the benefits associated with them are accrued when incurred in all proprietary fund types and in the component units. In governmental and Fiduciary fund types, the cost of vacation and sick pay is recognized when payments are made to employees or when matured, as a result of employee resignation or retirement.

All sick and vacation pay is accrued when incurred in the Government-Wide Financial Statements.

i. Other Post Employment Benefits

The City provides certain health care and life insurance benefits for retired employees. The primary government recognizes the costs associated with providing these benefits as claims are paid. In the Government-Wide Financial Statements and proprietary fund types in the Fund Financial statements, other post employment benefits are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

j. Long-term obligations

In the Government-Wide Financial Statements and propriety fund types in the Fund Financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as insurance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond insurance costs are reported as deferred charges and amortized over the term of the related debt.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION (CONTINUED)

j. Long-term obligations (continued)

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 while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

k. Fund equity

The City implemented GASB No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions", for the year ended September 30, 2011. The Statement requires the fund balance of governmental funds to be reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

l. New Accounting Pronouncements

In Fiscal Year 2020, the City implemented GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements. This Statement improves the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. This statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. There is no financial impact to the City as a result of the implementation.

5. ACCOUNTING ESTIMATES

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

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Budgetary Information

The appropriated budget is the expenditure authority created by the appropriation ordinance which is signed into law along with related estimated revenues for the general fund, one major special revenue fund; community redevelopment agency fund, and the following non-major special revenue funds: police grant fund, state housing initiatives program fund, community development block grant fund, and hurricane housing recovery grant fund. The major special revenue fund; restricted revenue fund was not legally required to adopt a budget.

The amended budget reflects the appropriated budget for the general fund and certain special revenue funds. Budgets are not adopted for governmental funds other than the general fund and previously noted major and non-major special revenue funds. All annual appropriations lapse at fiscal year end.

The City follows these procedures in establishing the appropriated budget reflected in the financial statement:

a. Prior to August 15, 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.

b. Public hearings are conducted to obtain taxpayer comments.

c. Prior to October 1, the budget is legally enacted through passage of an ordinance.

d. Formal budgetary integration is employed as a management control device during the year for the general fund, certain major and non-major special revenue funds. Formal budgetary integration is not employed for debt service funds because effective budgetary control is alternately achieved through general obligation bond indenture provisions.

e. Budgets for the general fund, certain major and non-major special revenue funds are adopted on a basis consistent with generally accepted accounting principles. (GAAP).

f. The level of control (level at which expenditures may not exceed budget) is the department. Department heads may move budget appropriations from one line item to another line item within his/her department with the approval of the Director of Finance. Transfers of budget appropriations between departments must be approved by the Director of Finance and the City Manager. Any increase in budget over what was appropriated must be approved by the City Commission. Unexpended balances of appropriations lapse at year end.

g. In accordance with past practices, after the close of the year, the budget has been amended to reflect changes in available revenues and transfers of appropriations between departments and programs.

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

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

"Total fund balances" as reported on the City's Governmental Funds Balance Sheet $25,492,020 differs from the "net position" of governmental activities $58,696,813 that are reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the current financial resources focus of the Governmental Funds Balance Sheet. The effect of the differences is illustrated below.

Capital related items

When capital assets (land, buildings and improvements, infrastructure, machinery and equipment, and construction in progress that are to be used in governmental activities) are purchased or constructed, the cost of those assets is reported as expenditures in governmental funds. However, the Statement of Net Position includes those capital assets among the assets of the city as a whole:

Cost of capital assets, not being depreciated	$	28,180,841
Cost of capital assets, being depreciated		222,220,613
Accumulated depreciation		(145,563,385)
Total	$	104,838,069

Long-term debt transactions

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the Statement of Net Position. Balances at September 30, 2020 were:

Bonds and notes payable	$	(60,039,714)
Capital lease obligations		(2,748,477)
Other post employment benefits		(2,370,405)
Net Pension Liability		(11,612,030)
Compensated absences		(3,416,655)
Total	$	(80,187,281)

Accrued interest

Accrued liabilities in the Statement of Net Position differ from the amount reported in governmental funds due to accrued interest on bonds and revenue notes.

Bond and revenue notes	$	(351,560)

NOTE C – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

1. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position (continued)

Prepaid Insurance and Deferred Charge on Refunding

Bond insurance costs and deferred charge on refunding in the Statement of Net Position differs from the amount reported in governmental funds because bond insurance costs and the difference between the carrying value of refunded debt and its reacquisition price are capitalized and amortized over the term of the bonds, whereas these costs are reported as expenditures in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance.

Net bond insurance costs	$	25,928
Net Deferred charge on refunding	$	3,070,199

Unavailable revenues

Unavailable revenues in the Statement of Net Position differ from the amount reported in governmental funds due to various receivables. Governmental fund financial statements report unearned revenues or revenues which are measurable but not available, as unavailable revenues. However, unavailable revenues in governmental funds are subject to full accrual on the government-wide financial statements.

Liens receivable	$	9,459,523
Loans receivable		56,966
Notes receivable		1,769,282
Due from other governments		62,460
Allowance for doubtful accounts		(8,223,950)
Deferred revenues	$	3,124,281

Deferred Inflows and Outflows from Pension Activity

Deferred inflows and outflows related to pensions are not financial resources and are not reported in governmental funds.

Deferred inflows/outflows		
Deferred Inflows-Pensions and OPEB	$	(547,958)
Deferred Outflows-Pensions and OPEB	$	3,233,115

Elimination of inter-fund receivables/payables

Inter-fund receivables and payables in the amount of $401,249 between governmental funds have been eliminated for the Statement of Net Position.

NOTE C – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

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

The "net change in fund balances" for government funds $3,894,523 differs from the "change in net position" for governmental activities $7,035,181 reported in the Statement of Activities. The differences arise primarily from the long-term economic focus of the Statement of Activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Capital related items

When capital assets are purchased or constructed for governmental activities, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of financial resources expended, whereas net position decreases by the amount of depreciation expense charged for the year.

Capital outlay	$	5,566,761
Depreciation expense		(4,329,502)
	$	1,237,259

In the Statement of Activities, only the gain and loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the adjusted basis of the capital assets sold. Also, governmental funds do not show contributions of capital assets. Thus, the change in net assets differs from the change in fund balance by the fair market value of the asset at date of contribution.

Net book value of capital assets disposed	$	(2,807)

Long-term debt transactions

Repayments of principal on bonds, notes, and capital leases are reported as expenditures in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used. Principal payments reduce the liabilities in the Statement of Net Position, but do not result in an expense in the Statement of Activities.

Bond, notes, and capital lease principal payments	$	5,325,842

NOTE C – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

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

Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds. The amounts listed below are the net of prior and current fiscal years and are included in the Statement of activities.

Net change in other post employment benefits	$	(109,731)
Net change in compensated absences	$	(181,971)
Net interest adjustment	$	76,085
Net Change in Pension Liability	$	(950,910)

In the Statement of Activities, debt proceeds increase long-term liabilities. However, in the governmental funds, debt proceeds are treated as other financing sources (uses) since they provide current financial resources to governmental funds.

Debt Issuance	$	(12,302,111)
Payment on advance refunding		12,124,037
Capital lease proceeds		(1,635,073)
	$	(1,813,147)

Bond issuance costs

Bond issuance costs are reported as expenditures in the governmental funds. However, in the Statement of Activities, the bond issuance costs are amortized over the terms of the bond agreement.

Amortization expenses	$	(4,056)

Deferred revenues

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Net change in Deferred Revenue	$	(435,906)

Reclassification and Eliminations

The General Fund recognizes revenues in the amount of $1,310,275 for the general administrative charges to the various functions. These revenues and expenditures must be eliminated to avoid "double counting". Transfers in and transfers out in the amount of $14,978,589 between governmental activities are eliminated in the government-wide financial statements.

NOTE D – CASH AND INVESTMENTS

All deposits are held in qualified public depositories and are included on the accompanying balance sheet as cash and investments. The carrying amount of these deposits at September 30, 2020 was $23,167,191 and the bank balance was $23,618,980. The deposits are insured by federal depository insurance or collateralized under the provisions of Chapter 280, Florida Statutes.

Deposits - Florida statutes require state and local governmental units to deposit monies with financial institutions classified as "Qualified Public Depositories," a multiple financial institution pool whereby groups of securities pledged by the various financial institutions provide common collateral for their deposits of public funds. This pool is provided as additional insurance to the federal depository insurance and allows for additional assessments against the member institutions, providing full insurance for public deposits. The City had deposits only with qualifying institutions as of September 30, 2020, or with banks in which depository insurance was sufficient to cover the deposit balance.

Cash resources of the individual funds are combined to form a pool of cash and investments which is managed by the City Finance Director. Cash equivalents consist of demand deposits, certificates of deposit, and money market accounts. Investments in the pooled fund consist of Repurchase agreements (overnight), Treasury notes, and Government securities.

The FPUA also invests in the SBA Florida PRIME Local Government Surplus Fund which are governed by Chapter 19-7 of the Florida Administrative Code, which identifies the Rules of the SBA. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the SBA. Additional information regarding the Local Government Surplus Funds Trust Fund may be obtained from the State Board of Administration.

The Florida PRIME has met the criteria as a “2a7-like” pool; this pool was assigned a rating of AAAm by the Standards and Poor’s Rating Service. The FPUA has a $5,597,381 balance at September 30, 2020. The fair value of the position in the pool is valued the same as the pooled shares.

The Florida Municipal Investment Trust (Municipal Trust) was created under the laws of the State of Florida to provide eligible units of local government with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment advisor. The Florida League of Cities serves as the administrator, investment manager and secretary-treasurer of the Trust. The Municipal Trust is not a registrant with the Securities and Exchange Commission (SEC); however the board has adopted operating procedures consistent with the requirements for a “2a-7 like” pool.

The City has implemented the GASB Statement No. 72 *Fair Value Measurement and Application* by categorizing its investments according to the fair market value hierarchy established by the statement. The hierarchy is based on the valuation input used to measure the fair value of the asset as follows:

- Level 1- inputs are quoted prices for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2- inputs-other than quoted prices included within level 1-debt securities classified as level 2 are valued using a matrix pricing technique.
- Level 3- unobservable inputs for an asset or liability.

NOTE D – CASH AND INVESTMENTS (CONTINUED)

A summary of pooled cash and investments as of September 30, 2020 is as follows:

	Primary Government	Component Unit-FPUA
Cash	$ 4,340,518	$ 6,620,687
Investments:		
Certificates of Deposit	-	13,060,021
State Board of Administration pooled trust fund	-	5,597,381
Florida Municipal Investment trust	54,655	-
Repurchase agreements	18,772,018	25,619,581
Total investments	18,826,673	44,276,983
Total pooled cash and investments	$ 23,167,191	$ 50,897,670

All investments held in the primary government and component unit at September 30, 2020 have maturity dates less than one year.

A summary of investments held in pension trust funds as of September 30, 2020 is as follows:

	Fair Value Measurements		
	Level 1	Level 2	Level 3
U.S. Agencies	$ 25,757,859	$ -	$ -
Municipal Bonds	328,518	-	-
Certificates of Deposit	174,958	-	-
Corporate obligations	-	36,126,375	-
Common stock	11,461,964	-	-
Mutual funds-equity	130,174,999	-	-
Real estate trust L.P.	-	-	20,039,072
Common trust fund	-	-	935,263
Money market funds	3,563,137	-	-
	$ 171,461,435	$ 36,126,375	$ 20,974,335

NOTE D – CASH AND INVESTMENTS (CONTINUED)

	Investment Maturities in Years					
	under 1	1-5	6-10	10-20	over 20	total
U.S. Agencies	$ -	$ 1,925,887	$ 6,751,370	$ 2,420,852	$ 14,659,750	$ 25,757,859
Municipal Bonds	-	-	-	-	328,518	328,518
Certificates of Deposit	-	174,958	-	-	-	174,958
Corporate obligations	-	15,291,892	12,198,544	4,133,739	4,502,200	36,126,375
Common stock	11,461,964	-	-	-	-	11,461,964
Mutual funds-equity	130,174,999	-	-	-	-	130,174,999
Real estate trust L.P.	20,039,072	-	-	-	-	20,039,072
Common trust fund	935,263	-	-	-	-	935,263
Money market funds	3,563,137	-	-	-	-	3,563,137
	$ 166,174,435	$ 17,392,737	$ 18,949,914	$ 6,554,591	$ 19,490,468	$ 228,562,145

Credit Risk. State law limits investments in corporate notes to the top two ratings issued by nationally recognized statistical ratings organizations (NRSROs). It is the City's policy to limit its investments in these investment types to A or better, with a maximum 15% discretionary allocation to BBB by Standard and Poor's. Money Market securities rated A1/P1 by Standard and Poor's/Moody's are allowed. The City has certain investments in an unrated 2a7-like investment pool administered by the Florida League of Cities.

As of September 30, 2020, the pension plans had the following fixed income investments with corresponding credit ratings:

	Credit Rating	Amount
Corporate Bonds	A1	2,139,616
Corporate Bonds	A2	8,875,371
Corporate Bonds	A3	9,435,629
Corporate Bonds	Aaa	1,742,856
Corporate Bonds	Aa1	1,023,676
Corporate Bonds	Aa2	1,515,072
Corporate Bonds	Aa3	1,670,628
Corporate Bonds	Baa1	6,304,128
Corporate Bonds	Baa2	2,588,518
Corporate Bonds	not rated	830,881
		$ 36,126,375
Municipal Bonds	A2	$ 328,518

NOTE D – CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy discourages long-term investments. For the City's pension plans, maturities are significantly longer. The pension system may invest in various mortgaged-backed securities, such as collateralized mortgage obligations. These securities are based on cash flows on underlying mortgages. Therefore, they are sensitive to prepayments by mortgagees, which may result from a decline in interest rates.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the city will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's pension funds consist of uninsured, unregistered investments held by a counterparty's trust department but not in the City's name.

Investments - The primary government, except for the Enterprise Fund and Expendable Pension Trust Funds, is authorized by Ordinance to invest in:

1. Local Governmental Surplus Trust Funds
2. Interest-bearing time deposits or savings accounts in banks organized under the laws of this State or the United States and doing business in this State as detailed in the investment policy of the City.
3. Deposits and certificates of deposit in out-of-state banks, savings and loan associations and other regulated financial institutions as may be required by contractual agreements when approved by the City Commission.
4. Negotiable direct obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the United States Government at the then prevailing price for such securities.
5. Repurchase Agreements, secured by the type of investment listed above, restricted as to acquisition, term, and market value.

The FPUA (a component unit) is authorized by resolution to invest in:

1. Local Government Surplus Trust Funds.
2. Negotiable direct obligations of the United States Government, or obligations, the principal and interest which are unconditionally guaranteed by the United States Government.
3. Obligations of the Federal Farm Credit Banks, the Federal Home Loan Mortgage Corporation, including Federal Home Loan Corporation participation certificates, or the Federal Home Loan Bank or its district banks, or obligations guaranteed by the Government National Mortgage Association, U. S. Treasury, agencies, and instrumentalities.
4. Repurchase Agreements secured by the type of investment listed above, restricted as to acquisition, term and market value.

NOTE D – CASH AND INVESTMENTS (CONTINUED)

5. Interest-bearing time deposits or savings accounts in banks organized under the laws of this State, in national banks organized under the laws of the United States and doing business and situated in this State, in savings and loan associations which are under State supervision, or in federal savings and loan associations located in this State and organized under federal law and federal supervision, provided that any such deposits are secured by collateral as may be prescribed by law.

6. Deposits and certificates of deposit in out-of-state banks, savings and loan associations and other regulated financial institutions insured by the FDIC.

7. Full faith and credit direct general obligations of any state, or unlimited tax direct obligations of any political subdivision thereof, the payment of which the full faith and credit of such political subdivision is pledged, provided that at the time of purchase such obligations are rated in either of the two highest rating categories by a nationally recognized bond rating agency.

The General Employees Pension Trust Fund is authorized by resolution to invest in:

1. Common and preferred stock issues.

2. Publicly traded Government, corporate, and agency bonds.

3. Publicly traded money market securities.

The Police Officers Pension Trust Fund is authorized by resolution to invest in:

1. Common and preferred stock issues. (Limited to holdings of less than five percent of any one entity's stock, and aggregate stock holdings of less than fifty percent of total plan assets.)

2. Publicly traded Government, corporate, and agency bonds.

3. Publicly traded money market securities.

4. Interest-bearing time deposits or savings accounts in banks organized under the laws of this State or the United States and doing business in this State as detailed in the investment policy of the Police Officers' Pension Trust Fund.

NOTE E - PROPERTY TAXES

The City's property tax is levied by St. Lucie County each November 1 on the assessed value listed as of the prior January 1 for real and personal property located in the City. Property taxes become a lien on the first day of the levy year and are due on or before March 31. Assessed values are established by the St. Lucie County Property Appraiser. The assessed value at January 1, 2020, upon which the 2019-2020 levy is based, was $2,562,069,386.

The City is permitted by State law to levy taxes of up to 10 mills of assessed valuation for the General Fund. Taxes are levied at 6.9 mills for the General Fund for the fiscal year ended September 30, 2020.

NOTE F - ACCOUNTS RECEIVABLE/NOTES RECEIVABLE

Accounts Receivable

Accounts receivable held by the primary government's enterprise funds and the FPUA (a component unit) are stated net of allowances for estimated uncollectibles of $15,639 for the marina, $27,235 for sanitation, $0 for storm water, $0 for golf course, and $681,117 the FPUA, respectively. The general fund accounts receivable is stated net of allowance for estimated uncollectibles of $8,223,950. No other allowance is provided for receivables held by governmental or fiduciary fund types because, in the opinion of management, all such accounts are collectible.

Notes Receivable

Notes Receivable is comprised of various down payment assistance loans as part of the City’s redevelopment plan. The terms of the notes range from 5 to 30 years with interest rates from 0% to 5% based on the recipient’s income level.

NOTE G - DUE FROM OTHER GOVERNMENTS

Amounts due from other governments include $409,462 from U.S. Department of Housing & Urban Development, $80,374 from Federal Department of Justice, $28,239 from the Florida Department of Law Enforcement, $113,331 from the Florida Division of Emergency Management, $738,530 from St. Lucie County, $62,460 from FEMA, $23,518 from Florida Attorney General, $72,500 from Florida Inland Navigation, $116,279 from Florida Department of Transportation, and $4,976 due from St. Lucie County Housing Authority.

NOTE H - CAPITAL ASSETS

Capital asset activity of the **primary government** for the year ended September 30, 2020 was as follows:

Governmental Activities:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	$ 27,796,483	$ -	$ -	$ -	$ 27,796,483
Construction in Progress	412,850	374,691	-	(403,183)	384,358
Total capital assets, not being depreciated	28,209,333	374,691	-	(403,183)	28,180,841
Capital assets, being depreciated:					
Buildings	42,748,801	15,553	-	-	42,764,354
Improvements other than buildings	45,883,266	2,995,754	-	403,183	49,282,203
Equipment	19,572,458	2,180,763	(558,570)	55,044	21,249,695
Infrastructure	108,924,361	-	-	-	108,924,361
Total	217,128,886	5,192,070	(558,570)	458,227	222,220,613
Less accumulated depreciation for:					
Buildings	(16,750,200)	(885,011)	-	-	(17,635,211)
Improvements other than buildings	(25,206,800)	(931,793)	-	-	(26,138,593)
Equipment	(14,051,326)	(1,320,753)	555,763	(55,044)	(14,871,360)
Infrastructure	(85,726,276)	(1,191,945)	-	-	(86,918,221)
Total accumulated depreciation	(141,734,602)	(4,329,502)	555,763	(55,044)	(145,563,385)
Total capital assets, being depreciated, net	75,394,284	862,568	(2,807)	403,183	76,657,228
Total capital assets, net	$ 103,603,617	$ 1,237,259	$ (2,807)	$ -	$ 104,838,069

Depreciation expense charged to functions/programs of the **primary government** (governmental activities) for the year ended September 30, 2020 was as follows:

Governmental activities:

General government	$ 179,183
Public safety	697,319
Transportation	3,071,525
Economic environment	76,384
Culture and recreation	305,091
Total	$ 4,329,502

NOTE H - CAPITAL ASSETS (CONTINUED)

Business-type activities:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	$ 674,008	$ -	$ -	$ -	$ 674,008
Construction in Progress	1,180,270	1,533,862	-	(1,135,025)	1,579,107
Total capital assets, not being depreciated	1,854,278	1,533,862	-	(1,135,025)	2,253,115 `
Capital assets, being depreciated:					
Buildings	17,903,077	-	-	-	17,903,077
Improvements other than buildings	102,926,308	2,649,080	-	1,135,025	106,710,413
Equipment	11,567,079	1,620,649	(153,306)	(55,044)	12,979,378
Total	132,396,464	4,269,729	(153,306)	1,079,981	137,592,868
Less accumulated depreciation for:					
Buildings	(9,523,161)	(585,408)	-	-	(10,108,569)
Improvements other than buildings	(27,726,454)	(2,600,266)	-	-	(30,326,720)
Equipment	(9,056,347)	(787,392)	153,306	55,044	(9,635,389)
Total accumulated depreciation	(46,305,962)	(3,973,066)	153,306	55,044	(50,070,678)
Total capital assets, being depreciated, net	86,090,502	296,663	-	1,135,025	87,522,190
Total capital assets, net	$ 87,944,780	$ 1,830,525	$ -	$ -	$ 89,775,305

Additions to accumulated depreciation and depreciation expense charged to functions/programs of the **primary government** (business-type activities) for the year ended September 30, 2020 was as follows:

` Solid waste	$ 602,910
Marina	1,140,270
Stormwater	1,459,514
Golf course	140,756
Sunrise Theatre	546,904
Building Fund	82,712
Total	$ 3,973,066

NOTE H - CAPITAL ASSETS (CONTINUED)

Capital asset activity of the **FPUA** (a component unit) for the year ended September 30, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Utility Plant, not being depreciated:				
Land	$ 9,556,000	$ -	$ -	$ 9,556,000
Construction Work in Progress	17,483,427	16,951,494	(9,458,000)	24,976,921
Total Utility Plant, not being depreciated	27,039,427	16,951,494	(9,458,000)	34,532,921
Utility Plant, being depreciated:				
Transmission, distribution and collection systems	350,450,718	9,664,992	(264,000)	359,851,710
Equipment	56,613,000	1,802,000	(159,000)	58,256,000
Structures and improvements	40,972,000	56,000	(71,000)	40,957,000
Total Utility Plant being depreciated	448,035,718	11,522,992	(494,000)	459,064,710
Less accumulated depreciation for:				
Transmission, distribution and collection systems	(200,599,377)	(10,191,214)	264,000	(210,526,591)
Equipment	(37,888,000)	(2,317,000)	159,000	(40,046,000)
Structures and improvements	(25,421,000)	(876,000)	71,000	(26,226,000)
Total accumulated depreciation	(263,908,377)	(13,384,214)	494,000	(276,798,591)
Total Utility Plant, being depreciated, net	184,127,341	(1,861,222)	-	182,266,119
Total Utility Plant, net	$ 211,166,768	$ 15,090,272	$ (9,458,000)	$ 216,799,040

Construction work in progress at September 30, 2020 consists principally of expansions and upgrades to the electric transmission and distribution system, water supply and distribution system, wastewater collection system, and gas distribution system.

The **FPUA** has entered into contracts for the construction or expansion of various system assets as follows.

	Project Total	Expended to Date	Remaining Commitment	Required Further Financing
Water	$ 2,994,000	$ 1,149,000	$ 1,845,000	None
Wastewater	1,491,000	592,000	899,000	None
Gas	20,000	5,000	15,000	None
Electric	1,185,000	372,000	813,000	None
Administration	354,000	339,000	15,000	None
	$ 6,044,000	$ 2,457,000	$ 3,587,000	

In addition, the component unit has entered into unit price contracts for the construction and renovation of system assets. These contracts are not firm commitments, and the contractors are utilized as needed. As of September 30, 2020, costs of $1,549,000 were authorized under these contracts, $1,373,000 has been spent, and authorized amounts of $176,000 remained.

NOTE I – LONG TERM OBLIGATIONS

Long-term liability activity of the **primary government** for the year ended September 30, 2020 was as follows:

	Beginning Balance 10/1/2019	Additions	Reductions	Ending Balance 9/30/2020	Amounts Due within One Year	Amounts Due after One Year
Governmental Activities:						
Notes, bonds payable, and loans:						
Revenue notes	$ 36,604,777	$ 12,302,111	$ 14,025,972	$ 34,880,916	$ 3,145,690	$ 31,735,226
Revenue bonds	23,030,111	-	1,925,111	21,105,000	1,660,000	19,445,000
Section 108 Loan	1,414,000	-	283,000	1,131,000	283,000	848,000
Unamortized items	3,363,751	-	440,953	2,922,798	-	2,922,798
	64,412,639	12,302,111	16,675,036	60,039,714	5,088,690	54,951,024
Capital lease payable						
Capital lease payable	1,674,225	1,635,073	560,821	2,748,477	788,549	1,959,928
Other Liabilities:						
Other post employment benefits	2,309,675	60,730	-	2,370,405	-	2,370,405
Net Pension Liability	11,183,533	428,497	-	11,612,030	-	11,612,030
Compensated absences	3,234,684	1,603,562	1,421,591	3,416,655	261,067	3,155,588
Total governmental activities	$ 82,814,756	$ 16,029,973	$ 18,657,448	$ 80,187,281	$ 6,138,306	$ 74,048,975
Business-type Activities:						
Notes, bonds payable, and capital leases:						
Revenue notes	$ 15,205,714	$ 1,979,820	$ 3,143,364	$ 14,042,170	$ 1,378,670	$ 12,663,500
Revenue bonds	3,225,000	-	-	3,225,000	-	3,225,000
Unamortized items	(145,163)	-	(66,041)	(79,122)	-	(79,122)
	18,285,551	1,979,820	3,077,323	17,188,048	1,378,670	15,809,378
Capital lease payable						
Capital lease payable	851,820	1,096,915	276,053	1,672,682	527,662	1,145,020
Other Liabilities:						
Other post employment benefits	417,007	24,320	-	441,327	-	441,327
Net Pension Liability	2,104,903	28,775		2,133,678	-	2,133,678
Compensated absences	566,412	298,732	280,987	584,157	79,176	504,981
Total business activities	$ 22,225,693	$ 3,428,562	$ 3,634,363	$ 22,019,892	$ 1,985,508	$ 20,034,384

Compensated absences	Beginning Balance 10/1/2019	Additions	Reductions	Ending Balance 9/30/2020
Governmental Activities:				
General Fund	$ 3,219,332	$ 1,586,441	1,407,440	$ 3,398,333
Community Development Block Grant	15,352	17,121	14,151	18,322
	$ 3,234,684	$ 1,603,562	$ 1,421,591	$ 3,416,655

The compensated absence liability, net pension liability and net other postemployment obligation attributed to governmental activities are being liquidated in the General Fund, and Community Development Block Grant.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Governmental Activities

The City has outstanding Revenue Bonds and Notes from direct borrowings and direct placements related to its governmental activities totaling $55,985,916. The outstanding Revenue Bonds and Notes, or borrowing facilities are secured by the respective revenues and/or pledged revenues subject to budget and appropriation. The City's governmental activity bonds and notes that are secured by a pledge to budget and appropriate legally available non-ad valorem revenues require that the City ensure that before any additional borrowing or debt is incurred, (i) that the City's adjusted revenue for the immediately preceding fiscal year is equal to at least 200% of the Maximum Bond Service Requirement on all Debt to be outstanding following the issuance of such new Debt and (ii) 100% of any amounts owed for Policy Costs (as defined in various resolutions of the City), (iii) No additional Debt may be issued without the prior written consent of all applicable bond insurers if any Policy Costs are past due and owing.

Governmental Activities Direct Placements

The City's Revenue bonds of $21,105,000 contain a provision defining the following events as a default: 1) failure to make payment, 2) dissolution, liquidation, or voluntary filing of bankruptcy, or 3) the City fails to perform any of the other covenants, conditions, agreements, and provisions contained in the bond or in the resolution. In the event of a default, which has not been remedied, after legal proceedings, pledged funds will be distributed.

$2,9353,000 Capital Improvement Revenue Refunding Bonds, Series 2010B-The Series 2010 Bonds were issued pursuant to Chapter 166, Part II, Florida Statutes, The City Charter, Chapter 159, Part VII, Florida Statutes, and Resolution No. 10-34 as supplemented for the purpose of (i) refunding all of the City's outstanding Capital Improvement Revenue Bonds, Series 1998, all of the City's outstanding Capital Improvement Revenue Refunding Bonds, Series 2001 and a portion of the City's outstanding Taxable Capital Improvement Revenue Refunding Bonds, Series 2008B (ii) financing the costs of issuance of the Series 2010 Bonds including the municipal bond insurance premium and reserve policy premium. The resolution provides for the creation and establishment of the following funds:

1. Reserve Fund – For deposit of an amount equal to the reserve requirement to be used only for the purpose of the payment of amortization installments, principal of, or interest on the outstanding bonds when the other monies are insufficient therefore, and for no other purpose. The "reserve account requirement" is defined as the lesser of (i) the maximum debt service requirement, (ii) 125% of the average annual debt service requirement, or (iii) 10% of the proceeds of the Series 2010 Bonds. As provided for in the resolution, the City elected to provide for the maximum reserve by purchasing a surety bond through Assured Guaranty municipal Corp.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

The Series 2010 Bonds and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of, redemption price, if any, and interest on the Series 2010 Bonds when due. Interest at 5.344% payable semi-annually and annual sinking fund installments ranging from 380,000 to 400,000 beginning in 2014 through September 1, 2022. Current portion of bond is 380,000.

$26,460,000 Capital Improvement Revenue and Refunding Bonds, Series 2019-The Series 2019 Notes were issued for the purpose of: (i) advance refund the City's outstanding Capital Improvement Revenue Refunding Bonds, Series 2015, (ii) financing the cost of designing, permitting, constructing, reconstructing and equipping a marina project (iii) finance the costs of issuance of the Series 2019 bonds.

The Series 2019 Bonds and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of and interest on the Series 2019 Bonds when due. Interest at 5%, is payable semi-annually and sinking fund installments ranging from $500,000 to $2,180,000 through September 1, 2038. Proceeds used to defease the Series 2015 Capital Improvement Revenue Refunding Note, and finance costs of a marina project. Current portion is $1,280,000.

This bond is split between Governmental activities (Original issue $23,235,000) and Business type activities (Original issue $3,225,000).

Governmental Activities Direct Borrowings

The City's outstanding notes from direct borrowing and direct placements related to governmental activities of $34,880,916 contains a provision defining events of default as the following: 1) failure to make payment, 2) The City fails to performs any of the other covenants, conditions, agreements, and provisions contained in the Note or the Agreement, 3) any proceedings are willfully instituted effecting a compromise between the City and its creditors for the purpose of adjusting the claims of such creditors, pursuant to any federal or state statue now or hereinafter enacted, 4) an admission in writing of its inability to pay debts as become due, 5) bankruptcy, insolvency, or declaration a financial emergency, and 6) if any court assumes control of the City or a substantial part of its property for the relief or aid of debtors. Upon the occurrence of a default the notes shall bear interest at the default rate. Acceleration of payments is remedy for event 1 only for non-remedied defaults. Non-remedied defaults for events 2-6, allow Noteholders to pursue legal proceedings for specific performance of any covenant or agreement and recover all costs and expense for proceedings. These amounts are payable only from pledged revenues.

In addition to the above, the City's 2015 A&B note from direct borrowing and direct placement related to governmental activities, contain additional default events: a) a final judgement for the payment of money of $1,000,000 or more (only if insurance is not available to cover the judgement), b) long term public debt ratings fall below Baa2 for Moody's or BBB for Fitch, or Standards & Poor's, c) the failure to adopt a budget depositing incremental revenue into the Redevelopment Trust Fund, and d) any breach of representations or warranties. These notes contain the same non-remedied defaults with the addition of an acceleration of payment for event B, and events 3, 4, 5&6 above.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

$20,000,000 Redevelopment Revenue Refunding Note, Series 2015A-The Series 2015 Notes were issued for the purpose of: (i) currently refunding the Fort Pierce Redevelopment Bonds, Series 2005 and advance refund the Fort Pierce Redevelopment Bonds, Series 2006 (ii) finance the costs of issuance of the Series 2015 notes.

The Series 2015 Notes and interest thereon are payable from and secured by a first lien and pledge upon the Tax Increment Revenues. Interest at 3.2%, payable semi-annually and sinking fund installments ranging from $1,145,000 to $1,615,000 through May 1, 2031. Proceeds used to refund the Fort Pierce Redevelopment Bonds, Series 2005 and 2006. Current portion is $1,145,000.

$11,055,000 Redevelopment Revenue Refunding Note, Series 2015 B-The Series 2015 Notes were issued for the purpose of: (i) currently refunding the Fort Pierce Redevelopment Bonds, Series 2005 and advance refund the Fort Pierce Redevelopment Bonds, Series 2006 (ii) finance the costs of issuance of the Series 2015 notes.

The Series 2015 Notes and interest thereon are payable from and secured by a first lien and pledge upon the Tax Increment Revenues. Interest at 3.2%, is payable semi-annually and sinking fund installments ranging from $630,000 to $905,000 through May 1, 2031. Proceeds used to refund the Fort Pierce Redevelopment Bonds, Series 2005 and 2006. Current portion is $630,000.

Taxable Capital Improvement Revenue and Refunding Notes, Series 2020 A & B-The Series 2020 Notes were issued for the purpose of: (i) currently refund the City's outstanding Capital Improvement Revenue Note, Series 2014, (ii) advance refund the City's outstanding Taxable Capital Improvement Revenue Note, Series 2016A and Capital Improvement Revenue Notes, Series 2016B & 2016C (iii) finance the costs of issuance of the Series 2020 bonds.

The Series 2020 Notes and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of and interest on the Series 2020 Notes when due.

$4,324,598 Series 2020A Notes with interest at 3.055%, payable semi-annually and sinking fund installments ranging from $53,950 to $701,902 through September 1, 2031. Proceeds used to defease the Series 2014 and 2016 Capital Improvement Revenue Notes. Current portion is $0.

$2,640,970 Series 2020B Notes with interest at 3.055%, payable semi-annually and sinking fund installments ranging from $533,680 to $869,492 through September 1, 2023. Proceeds were used to defease the Series 2014 and 2016 Capital Improvement Revenue Notes. Current portion is $859,399.

$7,316,363 Capital Improvement Revenue and Refunding Notes, Series 2020C-The Series 2020 Notes were issued for the purpose of: (i) advance refund the City's outstanding Capital Improvement Revenue Refunding Note, Series 2018 (ii) finance the costs of issuance of the Series 2020 bonds.

The Series 2020 Notes and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of and interest on the Series 2020 Notes when due. Interest at 1.264%, is payable semi-annually and sinking fund installments ranging from $700,976 to $734,572 through

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

September 1, 2030. Proceeds were used to defease the Series 2018 Capital Improvement Revenue Refunding Notes. The current portion is $700,976 (511,291 governmental activities portion).

This note is split between Governmental activities (Original issue $5,336,543) and Business type activities (Original issue $1,979,820).

Governmental activities bonds and notes outstanding at September 30, 2020, consist of the following:

	Purpose	Amount Issued	Amount Outstanding	Interest Rate	Maximum Annual Debt Svc.
Revenue Bonds:					
Taxable Capital Improvement Revenue Refunding Bonds, Series 2010B	Refunding	$ 2,935,000	780,000	5.34%	411,530
Fort Pierce Capital Improvement Revenue and Refunding Bonds, 2019	Refunding	$ 23,235,000	20,325,000	5.00%	2,299,250
		$ 26,170,000	$ 21,105,000		
Revenue Notes:					
Fort Pierce Redevelopment Revenue Refunding Notes,2015A	Refunding	$ 20,000,000	14,870,000	3.20%	1,666,680
Fort Pierce Redevelopment Revenue Refunding Notes,2015B	Refunding	$ 11,055,000	8,180,000	3.20%	933,960
Fort Pierce Capital Improvement Revenue Refunding Notes, 2020A	Refunding	$ 4,324,598	4,324,598	3.055%	749,307
Fort Pierce Capital Improvement Revenue Refunding Notes, 2020B	Refunding	$ 2,640,970	2,262,571	3.055%	896,663
Fort Pierce Capital Improvement Revenue Refunding Notes, 2020C	Refunding	$ 5,336,543	5,243,747	1.26%	577,572
		$ 43,357,111	$ 34,880,916		
Other Direct Borrowings:					
Section 108 Loan Payable	*see note below*	$ 3,395,000	$ 1,131,000	2.70%	314,468

Section 108 Loan Payable-The City entered into a Loan Guarantee Assistance Contract with the Secretary of Housing and Urban Development in 2009, for the construction of a shopping center by a developer. The City then executed a mortgage receivable with the developer to ensure repayment of the debt. The Note Payable requires semi-annual interest payments at 2.7%. Annual principal payments begin in 2013 and continue to 2023. The loan is secured by future Community Development Block Grant funds in the event that the developer defaults. Current portion is $283,000.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Business-Type Activities

The City has outstanding Revenue Bonds and Notes from direct borrowings related to its business type activities totaling $17,267,170. The outstanding Revenue Bonds and Notes, or borrowing facilities are secured by the respective revenues and/or pledged revenues subject to budget and appropriation or a by the respective revenues from the operation of the related business-type activities.

The City's outstanding bonds of $3,225,000 and notes from direct borrowings related to business type activities of $4,702,170 contain the same provisions for events of defaults and remedies for non-remedied defaults as the direct borrowing and direct placements related to governmental activities. The City outstanding note from direct borrowings related to business type activities of $9,340,000, also contains the same provisions for default events, but acceleration of payment is not a remedy. Under this note from direct borrowings the only remedy for non-remedied defaults is to pursue legal proceedings for pledged revenues and expenses.

$3,225,000 Capital Improvement Revenue and Refunding Bonds, Series 2019-The Series 2019 Notes were issued for the purpose of: (i) advance refund the City's outstanding Capital Improvement Revenue Refunding Bonds, Series 2015, (ii) financing the cost of designing, permitting, constructing, reconstructing and equipping a marina project (iii) finance the costs of issuance of the Series 2019 bonds.

The Series 2019 Bonds and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of and interest on the Series 2019 Bonds when due. Interest at 5%, is payable semi-annually and sinking fund installments attributed to the marina, ranging from $500,000 to $575,000 through September 1, 2038. Current portion is $0.

$3,920,771 Capital Improvement Revenue Note, Series 2014- The Series 2014 Notes were issued for the purpose of: (i) financing the construction of improvements and rehabilitation of the city owned and operated marina (ii) finance the costs of issuance of the Series 2014 notes.

The Series 2014 Notes and interest thereon are payable from net marina revenues and the half-cent sales tax sufficient to pay principal of and interest on the Series 2014 Notes when due. Interest at 3.19% is payable semi-annually and annual principal payments ranging from 268,985 to 346,491 beginning in 2016 through December 1, 2029. Proceeds used for construction costs related to the city owned marina. Current portion of note is 268,985.

13,745,000 Stormwater Revenue Refunding Note, Series 2016- The Series 2016 Notes were issued for the purpose of: (i) refunding the Stormwater Utility System Revenue Bonds Series 2002 and 2006 (ii) finance the costs of issuance of the Series 2016 notes.

The Series 2016 Notes and interest thereon are payable from and secured by a first lien and pledge upon the Stormwater revenues. Interest at 2.90% is payable semi-annually and sinking fund installments ranging from $740,000 to $1,095,000 through October 1, 2030. Proceeds were used to currently refund the 2002 and 2006 Stormwater Utility Revenue Bonds. The Current portion is $920,000.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

$1,979,820 Capital Improvement Revenue and Refunding Notes, Series 2020C-The Series 2020 Notes were issued for the purpose of: (i) advance refund the City's outstanding Capital Improvement Revenue Refunding Note, Series 2018 (ii) finance the costs of issuance of the Series 2020 bonds.

The Series 2020 Notes and interest thereon are payable from amounts the City has covenanted and agreed to appropriate in its annual budget by amendment if necessary, from non-ad valorem funds sufficient to pay principal of and interest on the Series 2020 Notes when due. Interest at 1.264%, is payable semi-annually and sinking fund installments ranging from $189,685 to $197,026 through

September 1, 2030. Proceeds were used to defease the Series 2018 Capital Improvement Revenue Refunding Notes. The current portion is $189,685.

Business type activities bonds and notes outstanding at September 30, 2020, consist of the following:

	Purpose	Amount Issued	Amount Outstanding	Interest Rate	Maximum Annual Debt Svc.
Revenue Bonds:					
Fort Pierce Capital Improvement Revenue and Refunding Bonds, 2019	Refunding	$ 3,225,000	3,225,000	5.00%	596,750
Revenue Notes:					
Capital Improvement Revenue Note,2014A	Construction at Marina	$ 3,920,771	2,756,776	3.19%	354,781
Stormwater Utility Revenue Refunding Note,2016	Refunding	$ 13,745,000	9,340,000	2.90%	1,198,905
Fort Pierce Capital Improvement Revenue Refunding Notes, 2020C	Refunding	$ 1,979,820	1,945,394	1.26%	214,275
		$ 19,645,591	$ 14,042,170		

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Requirements to pay principal and interest on the **primary government's** obligations in each of the years/periods ending September 30, is as follows:

Governmental Activities:

	Revenue Bonds			Revenue Notes		
	Principal	Interest	Total	Principal	Interest	Total
2021	$ 1,660,000	$ 1,050,780	$ 2,710,780	$ 3,145,690	$ 895,808	$ 4,041,498
2022	1,745,000	962,938	2,707,938	3,217,782	818,391	4,036,173
2023	1,410,000	885,000	2,295,000	3,303,477	1,105,092	4,408,569
2024	1,480,000	814,500	2,294,500	3,169,012	1,357,843	4,526,855
2025	1,545,000	740,500	2,285,500	3,237,628	1,279,213	4,516,841
2026-2030	9,010,000	2,459,500	11,469,500	16,233,377	4,178,348	20,411,725
2031-2032	4,255,000	321,750	4,576,750	2,573,950	135,272	2,709,222
	$ 21,105,000	$ 7,234,968	$ 28,339,968	$ 34,880,916	$ 9,769,967	$ 44,650,883

	Promissory Notes- Section 108 Loan		
	Principal	Interest	Total
2021	$ 283,000	$ 31,468	$ 314,468
2022	283,000	24,224	307,224
2023	283,000	16,583	299,583
2024	282,000	8,347	290,347
	$ 1,131,000	$ 80,622	$ 1,211,622

Business-Type Activities:

	Revenue Bonds			Revenue Notes		
	Principal	Interest	Total	Principal	Interest	Total
2021	$ -	$ 96,750	$ 96,750	$ 1,378,670	$ 381,246	$ 1,759,916
2022	-	96,750	96,750	1,418,061	343,519	1,761,580
2023	-	96,750	96,750	1,458,947	304,634	1,763,581
2024	-	96,750	96,750	1,498,596	264,567	1,763,163
2025	-	96,750	96,750	1,534,753	223,329	1,758,082
2026-2030	-	483,750	483,750	6,753,143	494,246	7,247,389
2031-2035	1,545,000	438,300	1,983,300	-	-	-
2036-2038	1,680,000	101,700	1,781,700	-	-	-
	$ 3,225,000	$ 1,507,500	$ 4,732,500	$ 14,042,170	$ 2,011,541	$ 16,053,711

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Defeasance of Revenue Bonds/Notes Payable

On June 3, 2020 the city advance refunded and defeased the Series 2018 Capital Improvement Revenue Refunding Bonds maturing on September 1, 2023 through September 1, 2031 amounting to $6,720,000 ($4,901,557 governmental activities and $1,818,443 business-type). The City deposited proceeds of $7,219,613 from Series 2020C Capital Improvement Revenue and Refunding Notes, in an irrevocable trust account and invested in direct obligations of the United States of America to allow for future payments of principal and interest until the redemption date of September 1, 2030 at a redemption price of 100%.

The difference in the cash flows of the old debt service compared to the new issue was a positive $373,648. The economic gain (difference between the present value of the net debt service payments of the refunded and refunding debt) was $353,135. The City refunded the issue to reduce debt service costs over the term of the loan.

On May 1, 2020 the city advance refunded and defeased the Series 2016A Taxable Capital Improvement Revenue Refunding Note and the Series 2016B & C Capital Improvement Revenue Refunding Notes maturing on August 1, 2020 through August 1, 2031 amounting to $2,455,000. The City deposited proceeds of $2,610,957 from Series 2020B Taxable Capital Improvement Revenue and Refunding Notes, in an irrevocable trust account and invested in direct obligations of the United States of America to allow for future payments of principal and interest until the redemption date of September 1, 2030 at a redemption price of 100%.

The difference in the cash flows of the old debt service compared to the new issue was a positive $49,202. The economic loss (difference between the present value of the net debt service payments of the refunded and refunding debt) was $20,151. The City refunded the issue to reduce debt service costs over the term of the loan.

On May 1, 2020 the city refunded and defeased on a current basis the Series 2014 Capital Improvement Revenue Bonds maturing on December 1, 2020 through December 1, 2028 amounting to $4,112,506. The City used proceeds of $4,247,454 from Series 2020A Capital Improvement Revenue Refunding Notes to currently defease the Series 2014 Bonds and pay certain costs incurred in connection with issuing the bonds.

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

The difference in the cash flows of the old debt service compared to the new issue was a positive $91,061. The economic gain (difference between the present value of the net debt service payments of the refunded and refunding debt) was $204,328. The City refunded the issue to reduce debt service costs over the term of the loan.

In prior years, the city defeased certain outstanding Redevelopment Revenue Bonds payable from tax increment revenues. The city also defeased certain Sunshine Governmental Financing Commission Revenue Notes payable from Non-Ad Valorem Revenues appropriated in the City's annual budget. For each issue, the City deposited proceeds of the refunding bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements.

At September 30, 2020 the following bonds are considered defeased:

Bond Issue	Series	Beginning Balance 10-1-2019	Additions	Retirement	Ending Balance 9-30-2020
Capital Improvement Bonds	2001	$ 225,000	$ -	$ 110,000	$ 115,000
Redevelopment Revenue Bonds	2003	2,725,000	-	635,000	2,090,000
Capital Improvement Bonds	2008	21,015,000	-	1,135,000	19,880,000
Redevelopment Revenue Bonds	2006	12,880,000	-	735,000	12,145,000
Capital Improvement Revenue Refunding Bonds	2010	6,345,000	-	505,000	5,840,000
Capital Improvement Revenue Refunding Bonds	2015	25,345,000	-	1,595,000	23,750,000
Capital Improvement Revenue Refunding Notes	2016A	-	935,000	120,000	815,000
Capital Improvement Revenue Refunding Notes	2016B	-	680,000	50,000	630,000
Capital Improvement Revenue Refunding Notes	2016C	-	840,000	205,000	635,000
Capital Improvement Revenue Refunding Bonds	2018	-	6,720,000	70,000	6,650,000
		$ 68,535,000	$ 9,175,000	$ 5,160,000	$ 72,550,000

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Component Unit

Bond obligations and Direct placements payable of the FPUA (a component unit) as of September 30, 2020 are as follows:

	Business-type Activities
Revenue Bonds Payable at September 30, 2020 consist of:	
$10,223,254 Utilities Revenue Capital Appreciation Bonds, Series 1999B, collateralized by pledge of and first lien on the net revenues of the combined systems, yield varying from 5.80% to 5.90%. The accreted value at September 30, 2020 is $19,371,000. The remaining principal to be paid totals $21,625,000 in annual amounts ranging from $4,335,000 to $4,340,000 through October 1, 2024.	19,371,000
$34,800,000 Utilities Refunding Revenue Bonds, Series 2009, collateralized by pledge of and first lien on the net revenues of the combined systems, interest varying from 4.0% to 5.00% on the remaining annual principal amounts ranging from $1,360,000 to $7,285,000 through October 1, 2029.	31,025,000
Revenue Bonds Payable	50,396,000
Direct Placements Payable at September 30, 2020 consist of:	
$9,545,000 Utilities Revenue Bonds, Series 2016, collateralized by pledge of and first lien on the net revenues of the combined systems, interest at 2.14%. Theremaining annual principal amounts range from $308,000 to $3,451,000 through October 1, 2026.	$ 8,468,000
Total Revenue Bonds and Direct Placements	58,864,000
Less: Unamortized portion of bond premium and discounts	37,000
Current portion payable from restricted assets	6,015,000
	$ 52,812,000

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Component Unit

Bonds payable are reported net of any applicable discounts. Bond discounts are deferred and amortized over the life of the bonds using the effective interest method.

Unresolved events of default on direct placements for (a) failure to make payments of principal or interest, (b) dissolution or bankruptcy of FPUA, (c) defaults with the covenants, agreements or provisions of the bond resolution, or (d) if final judgement is rendered shall result in interest rates escalating to Prime plus 6% with and additional assessment of 6% on overdue amounts.

Long-term liability activity of the **FPUA** (a component unit) for the year ended September 30, 2020 was as follows:

	Balance 10/1/2019	Additions	Reductions	Balance 9/30/2020	Due within One Year
Revenue bonds	$ 54,947,000	$ 1,094,000	$ (5,645,000)	$ 50,396,000	$ 5,700,000
Direct Placement	8,776,000	-	(308,000)	8,468,000	315,000
Deferred Amounts	(42,000)	-	5,000	(37,000)	-
Net Pension Liability	11,606,000	-	(1,120,000)	10,486,000	-
Capital Leases	113,620	-	(28,731)	84,889	33,879
Other Liabilities:					
Compensated absences	2,211,000	1,619,000	(1,649,000)	2,181,000	-
Other Post Employment Benefits	989,000	344,000	(105,000)	1,228,000	
Total	$ 78,600,620	$ 3,057,000	$ (8,850,731)	$ 72,806,889	$ 6,048,879

Requirements to pay principal and interest on the **FPUA** (a component unit) obligations in each of the years/periods ending September 30, 2020 are as follows

	Revenue Bonds			Direct Placements		
	Principal	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2021	$ 5,700,000	$ 1,410,000	$ 7,110,000	$ 315,000	$ 174,000	$ 489,000
2022	5,755,000	1,351,000	7,106,000	321,000	168,000	489,000
2023	5,810,000	1,288,000	7,098,000	328,000	161,000	489,000
2024	5,875,000	1,224,000	7,099,000	335,000	153,000	488,000
2025	5,940,000	1,154,000	7,094,000	343,000	146,000	489,000
2026-2030	23,630,000	2,904,000	26,534,000	6,826,000	74,000	6,900,000
2031-2032		-	-	-	-	-
	52,710,000	$ 9,331,000	$ 62,041,000	$ 8,468,000	$ 876,000	$ 9,344,000
Future accretion on capital appreciation bonds						
	(2,314,000)	2,314,000	-	-	-	-
	$ 50,396,000	$ 11,645,000	$ 62,041,000	8,468,000	$ 876,000	$ 9,344,000

NOTE I – LONG TERM OBLIGATIONS (CONTINUED)

Component Unit

Significant Bond Covenants for Utilities Revenue Bonds

The Series 1999, 2009, and 2016 bond issues provide that the Authority accumulate monthly 1/6 of the amount of all interest becoming due on the next semi-annual interest payment date, and 1/12 of the amount of principal which will become due and payable on the next principal maturity date. Additionally, FPUA's Master Bond Resolution requires renewal and replacement, emergency reserve, and debt service reserve subaccount funds with minimum requirements of $500,000, $900,000 and $5,457,000, respectively. These reserves are funded in the amounts of $500,000, $900,000, and $5,457,000, respectively, at September 30, 2020.

Redemption Options Prior to Maturity

The 2016 Utilities Refunding Bonds, maturing on October 1, 2026 with an interest rate of 2.14% are redeemable at any time at the option of FPUA. Any full or partial prepayment will carry a fee equal to the greater of (i) 1% of the principal balance multiplied by the number of years remaining or (ii) a "yield maintenance Fee".

The Series 2009 Bonds maturing in the year 2029 with an interest rate of 4.70% are redeemable, prior to their stated date of maturity, at the option of the Authority, on or after October 1, 2014. The Series 2009 Bonds maturing on or after October 1, 2020 (excluding those maturing in the year 2029 with an interest rate of 4.7%) are redeemable, prior to their stated date of maturity, at the option of the Authority, on or after October 1, 2019 at par plus accrued interest to the redemption date.

NOTE J - INTERFUND ADVANCES, RECEIVABLES, PAYABLES, AND TRANSFERS

Advances

During the year ending September 30, 2015, the Section 108 Debt Service fund advanced approximately $1,090,000 to the Marina Fund to aid in the construction of new docks. Terms of the loan require 96 monthly payments of $12,903, including interest at 3%. At September 30, 2020, the long-term portion of the advance was $398,249.

During the year ending September 30, 2016, the Section 108 Debt Service fund advanced approximately $1,400,000 to the General Fund to aid in the construction of infrastructure improvements. Terms of the loan require 96 monthly payments of $16,421, including interest at 3%. At September 30, 2020, the long-term portion of the advance was $567,517.

The composition of interfund balances as of and for the year ended September 30, 2020, is as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor	$ 119,970
General	Community Redevelopment Agency	22,691
General	Solid Waste	6,666
General	Marina	3,838
General	Stormwater	2,064,240
General	Golf Course	867,060
General	Sunrise Theatre	1,190,740
General	Building Fund	10,156
		$ 4,285,361

Due to/Due from other funds:

Amounts due to the General Fund include general and administrative charges and various reimbursements.

Due to the primary government and from the component units:

Receivable Entity	Payable Entity	Amount
General fund	FPUA	$ 260,836
Solid waste fund	FPUA	727,370
Storm Water fund	FPUA	307,997
Building fund	FPUA	775
		$ 1,296,978

NOTE J - INTERFUND ADVANCES, RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Inter-fund transfers:

	General	Restricted Revenue Funds	Sunrise Theatre	Nonmajor Funds	Total
Transfers out:					
General	$ -	$ 1,862,508	$ -	$ 4,637,640	$ 6,500,148
Community Redev. Agency	3,263,585	-	450,000	2,537,640	6,251,225
Restricted Rev.	103,658		37,821		141,479
Solid Waste	934,031	-	-	-	934,031
Marina	250,000	-	-	-	250,000
Building	5,394	-	-	-	5,394
Nonmajor	-	-	-	2,085,737	2,085,737
	$ 4,556,668	$ 1,862,508	$ 487,821	$ 9,261,017	$ 16,168,014

Transfers into the Nonmajor funds were for debt service payments made from the various debt service funds. The transfer into the Sunrise Theatre from the Community Redevelopment Agency special revenue fund and Restricted Fund were to provide support for operations and capital expenses, respectively. The General Fund received a transfer from the Community Redevelopment Agency Fund to subsidize redevelopment district projects and related debt. The General Fund also received an annual transfer from the Solid Waste Fund, Marina Fund, and Building Fund.

NOTE K - TRANSACTIONS WITH COMPONENT UNITS

Fort Pierce Utilities Authority (a discretely presented component unit)

Transactions occur throughout the year in the ordinary course of operations between the City and the Fort Pierce Utilities Authority (FPUA) (a proprietary fund and component unit of the City). A summary of significant transactions follows:

Vehicle Maintenance - The City charges the FPUA, on a monthly basis, for fuel used by FPUA vehicles.

Non-metered and Metered Service Charges - The FPUA bills the City, on a monthly basis, for all nonmetered and metered services.

Charges to City residents for sanitation and utility taxes are included on the FPUA's monthly billing statements to customers as a service to the City. The FPUA acts only as an agent with all cash collections relating to the charges forwarded directly to the City. The City is charged $187,200 annually by the FPUA for performance of these services.

NOTE K - TRANSACTIONS WITH COMPONENT UNITS(CONTINUED)

Total charges to the City for nonmetered and metered services for the year ended September 30, 2020, were approximately $1,616,000. Total disbursements made to the City by the FPUA, including payments of utility tax and sanitation charges collected during year ended September 30, 2020, were approximately $11,139,000. Amounts receivable from the FPUA at September 30, 2020 were approximately $1,248,000.

The Fort Pierce City Charter, Article XII, Section 178, provides that each year the Utility Authority shall pay to the City of Fort Pierce a sum equal to six percent of gross revenues derived from the operation of the utilities for the preceding fiscal year. The city commission, by majority vote, may agree to accept a lesser percentage. For purposes of this section the Charter defines gross revenues as all income derived from retail sales of electricity, gas, and wastewater disposal; wholesale and retail sales of water; gains on sales of assets, interest, rents, royalties, dividends, and management fees. Where a power cost adjustment or purchase gas adjustment is utilized, gross income shall mean the amount billed based upon the applicable rate without a debit or credit for the cost adjustment. For the year ended September 30, 2020, the amount transferred to the General Fund under this provision was $6,276,000.

NOTE L - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City's risk management program mainly encompasses obtaining property and liability insurance through commercial insurance carriers. During the year ended September 30, 2020, the City paid premiums of approximately $2,790,827 to commercial insurance carriers for provisions of various liability, property, casualty and workers compensation insurance. The City has various deductible amounts ranging from $500 to $25,000 on various policies. At year-end, the City did not have any significant claims, and past claims have not exceeded insurance coverage in any of the past three years. There were no significant changes in coverage retention, or limits during the fiscal year. The General Fund handles property claims for the City and absorbs the loss for any amounts below the deductible amounts.

The City contracted with Blue Cross and Blue Shield of Florida for health insurance for its employees, effective June 1, 2008. Prior to June 1, 2008, the City was a self-insurer for the health and accident claims of its employees. The City closed the Internal Service Fund as of September 30, 2009 and accordingly, no current claims liability is reported.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS

The City participates in two retirement and benefit plans. The General Employees' Retirement and Benefit System covers all primary government and component unit employees. The Municipal Police Officers' Retirement Trust Fund covers the City's police officers. The City and The Utilities Authority, a component unit, offer a Deferred Retirement Option Plan (DROP).

Currently an annual actuarial evaluation is performed for both Plans. The most recent actuarial valuations were performed for the year ended September 30, 2020. Other information regarding contributions and funding progress is included as supplementary information to this report.

The City accounts for both plans as pension trust funds; therefore, they are accounted for in substantially the same manner as proprietary funds with an economic resources measurement focus and the accrual basis of accounting. Plan member contributions, employer contributions and contributions from other entities are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with terms of the plans. Plan assets are valued at fair market value for financial statement purposes.

The defined benefit plans do not issue stand-alone financial reports and are not included in any other retirement system's or entity's financial report. Financial statements for the individual pension plans are presented below since separate GAAP financial reports have not been issued for the individual plans.

Below is a summary of all pension related items in the aggregate across governmental, business-type and component unit activities. Details related to these items are presented separately for each plan on the following pages.

	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense
Municipal Police Officers' Retirement Trust Fund	1,157,043	1,084,749	271,682	326,085
General Employee Retirement and Benefit System (City Portion)	12,588,665	2,242,078	286,177	4,119,213
Subtotal	13,745,708	3,326,827	557,859	4,445,298
General Employee Retirement and Benefit System (FPUA Portion)	10,485,991	1,504,894	673,797	3,431,185
Total	24,231,699	4,831,721	1,231,656	7,876,483

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

The General Employees' Retirement and Benefit System

Plan Description

The General Employees' Retirement and Benefit System (the System) is a cost-sharing multiple-employer PERS defined benefit plan administered by the City covering all municipal employees, including the Fort Pierce Utilities authority employees (FPUA). The System does not issue a stand-alone financial report but is included in the Pension Trust Fund of the City's financial statements. Participation in the Plan is compulsory for all full-time employees of the City, who are eligible upon employment.

Upon retirement, members are entitled to an annual retirement benefit, payable for life, of total service times 3.0% of final average salary, based upon the highest five consecutive years of the last ten years for General Employees and Utilities Authority.

Plan Changes effective for October 1, 2012

For members hired prior to October 1, 2012:

- Benefits vest 100% after five years of service.
- Overtime hours included in compensation are limited to 300 hours per year.
- Payments for unused sick/vacation time are limited to the September 30, 2012 balance.
- Maximum pension benefit paid is $100,000 per year.

Plan Changes effective for October 1, 2018 (retroactive change)

For members hired after October 1, 2012:

- Benefits vest 100% after five years of service.(10 year of service before retroactive change)
- Overtime hours included in compensation are limited to 300 hours per year.
- Maximum pension benefit paid is the lesser of $100,000 or 75% of final five year average.

Police receive 3.0% of final average salary, based upon the highest five years out of the last ten years. (Optional benefit forms are available on an actuarial equivalent basis.) The system also provides death and disability benefits. These benefit provisions and all other requirements are established and may be amended by State Statute and City ordinance. Ad hoc increases in benefits may be granted periodically by a decision of the Retirement Board with the approval of the City Commission.

Funding Policy

Per City Code Section 2-279 and 2-280, the City and FPUA employees are required to contribute 5.16% and 6.16% respectively of their annual salary to the System whether or not they are subject to collective bargaining. The employer is required to contribute actuarially determined amounts which, together with member contributions, are sufficient to fund the System. Administrative costs are financed through investment earnings.

The System funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

assets to pay benefits when due. The normal cost and actuarial accrued liability are determined using an attained age actuarial funding method. Unfunded actuarial accrued liabilities are being amortized at a level percent of payroll over periods of 1-30 years.

Membership

At September 30, 2020**,** the Plan's membership consisted of: (1) 534 retirees and beneficiaries currently receiving benefits and 40 terminated employees entitled to benefits but not yet receiving them; (2) 324 vested active employees; and (3) 246 non-vested active employees.

Benefits

The plan provides retirement, termination, disability, and death benefits to all full time employees.

Normal Retirement- Eligibility occurs at 25 years of service regardless of age, or at age 60 (55 for police officers) with 5 years of service. Retirees receive of 3% of final average salary times total service with a maximum of $100,000 per year.
Non-Duty Disability Retirement- Benefits occur after 5 years of service; computed as a normal retirement based upon service and final average salary at date of disability.
Duty Disability Retirement- No service requirement; computed as a normal retirement based upon service projected to the end of the duty disability period and final average salary at the time of disability.
Non-Duty Pre-Retirement Death Benefit- Benefits occur after 5 years of service; computed as a normal retirement but actuarially reduced in accordance with a 100% joint and survivor election.
Duty Pre-Retirement Death Benefit- No age of service requirement benefits begin upon termination of workers compensation; benefits paid at the same amount that was paid by workers' compensation to the spouse until death, or to unmarried children under 18 and dependents of parents.
Deferred Retirement Option Plan- Eligibility is based on normal retirement. The maximum participation period is 5 years, but not beyond 30 years of service. The benefit is calculated as normal retirement but based on service and final average salary at the date of the DROP election. Member contributions cease and monthly benefits accumulate in a self-directed DROP account and are payable upon termination of employment.

Contributions

For the Three years ended 2018, 2019 and 2020, employer contributions to the Plan, all made in accordance with actuarially determined requirements, were $4,909,654, $5,240,707 and $5,343,484 which was 16.27%, 16.20% and 16.10% respectively, of annual covered payroll.

The total payroll for employees covered by the System for the year ended September 30, 2020 was $33,184,229 which includes $15,814,510 for Fort Pierce Utilities Authority employees. One hundred percent of required contributions were actually made for 2018, 2019 and 2020.

Pension Payable

At September 30, 2020, the City reported payable's to the pension for their final payroll of the fiscal year of $125,408 (including member contributions of $43,521) for the City and the final payroll of the fiscal year $95,736 (including member contributions of $26,071) for FPUA.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Investments

Investments are reported at fair value and are managed by third party money managers. Investments that do not have established market values are reported at estimated fair market value.

Best estimates of real rates of return for each major asset class included in the plan's target asset allocation as of September 30, 2020 are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Allocation-weighted Long-term Expected Real Rate of Return
Large Cap Equity	26%	4.75%	1.24%
Small/Mid Cap Equity	12%	5.00%	0.60%
Global Ex-US Equity	25%	5.00%	1.25%
Domestic Fixed Income	27%	5.00%	0.14%
Real Estate	10%	4.00%	0.40%
	100%		3.63%

For the year ended September 30, 2020, the annual money-weighted rate of return, net of investment expenses was 9.61%.

Pension Liabilities, Pension Expense and Deferred Outflows and Inflows of Resources

At September 30, 2020, the City and Fort Pierce Utilities Authority (FPUA) reported their proportional share of the following:

	City	Component Unit FPUA
Net Pension Liability	12,588,665	10,485,991
Employer Allocation Percentage	54.56%	45.44%
Proportional Share of Plan Pension Expense	4,119,213	3,431,185

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

The City and FPUA reported proportional shares of deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government:		
Difference between Expected and Actual Experience	1,244,499	286,177
Net Difference between Projected and Actual Investment Earnings on PensionPlan Investments	229,293	-
Change of Assumptions	332,867	-
Changes in Proportion and Differences between Employer Contributions and Share of Contributions	435,419	-
	2,242,078	286,177
Component Unit-FPUA:		
Difference between Expected and Actual Experience	1,036,632	238,378
Net Difference between Projected and Actual Investment Earnings on PensionPlan Investments	190,994	-
Change of Assumptions	277,268	-
Changes in Proportion and Differences between Employer Contributions and Share of Contributions	-	435,419
	1,504,894	673,797
	3,746,972	959,974

Deferred outflows and inflows of resources by year to be recognized in future pension expenses:

	Net Deferred Outflows of Resources		
Year Ending September 30	City	Component Unit FPUA	Total
2021	478,245	113,238	591,483
2022	582,834	234,958	817,792
2023	1,168,618	768,884	1,937,502
2024	(273,796)	(285,983)	(559,779)
Thereafter	-	-	-
TOTAL	$ 1,955,901	$ 831,097	$ 2,786,998

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Actuarial Assumptions

The annual required contribution for the current year was determined as part of the September 30, 2020 actuarial valuation of the Plan. The following methods and assumptions were used to determine the contribution rates:

Valuation date	Actuarily determined contribution rates are calculated as of September 30, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
Actuarial cost method	Individual Entry Age Normal
Amortization method	Level Percent of Payroll, closed
Remaining amortization period	1-30 years as of September 30, 2018
Asset valuation method	4-year smoothed market
Wage Inflation	4.0%
Salary increases	General & Utilities Authority; 4.0% to 6.5%, including inflation Police; 4.2% to 8.0%
Investment rate of return	7.75%
Long-term municipal bond rate	2.41%
Retirement Age	Age and service-based tables that are specific to the type of eligibility condition.
Mortality	The Florida Retirement System(FRS) mortality tables which use variations of the fully generational RP-2000 Mortality Tables with projection scale BB.
Cost-of-living Adjustment	COLA's are granted if the investment return exceeds the investment return assumption and the cummulative actuarial gains and losses since 1995 are positive. Because the cummulative gains and losses are (38.5) million, the COLA provision is assumed to not operate for the indefinite future.

Notes:There were no changes in plan provisions or actuarial assumptions during the year.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Discount Rate

A single discount rate of 7.75% is used to measure the total pension liability. This single rate was based on the expected rate of return on pension plan investments of 7.75%. The projection of cash flows used to determine this single discount rate assumes that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Pension Liability

The following presents the City's proportional share of the plan's net pension liability, calculated using a single discount rate of 7.75%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is one-percentage-point lower or one-percentage-point higher:

Sensitivity of the Net Pension Liability to the Single Discount Rate Assumption

	1% Decrease 6.75	Current Single Discount Rate Assumption 7.75	1% Increase 8.75
Total Pension Liability	$ 265,078,535	$ 238,525,403	216,063,146
Net Position Restricted for Pensions	215,450,747	215,450,747	215,450,747
Net Pension Liability	$ 49,627,788	$ 23,074,656	$ 612,399
Primary Government	$ 27,075,055	$ 12,588,662	$ 334,102
Component Unit-FPUA	22,552,733	10,485,991	278,297
	$ 49,627,788	$ 23,074,653	$ 612,399

Municipal Police Officers' Retirement Trust Fund

Plan Description

The Municipal Police Officers' Retirement Trust Fund (the Fund) is a single employer defined benefit plan administered by the City for the benefit of its police officers. The Fund is established under the provisions of Chapter 185 Florida Statutes. The Fund does not issue a stand-alone financial report, but is included in the Pension Trust Fund of the City's financial statements. Participation in the Plan is compulsory for all certified police officers of the City, who are eligible upon employment.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Police officers with ten or more years of continuous service with the police department are eligible for benefits. On April 15, 1985, the Fort Pierce City Commission approved an amendment to the benefit provisions of the Pension Trust. Prior to the amendment, all police officers who were eligible for benefits had the option to accept a lump sum in cash or the purchase of an annuity equal to the value of the lump sum payment at the date of retirement.

The amendment allows lump sum payments only to participants hired prior to December 17, 1984.

These benefit provisions and all other requirements are established and may be amended by State Statute and City Ordinance. Ad hoc increases in benefits may be granted periodically by a decision of the Police Retirement Board with approval by the City Commission.

Membership

As of September 30, 2020, Plan membership consisted of: (1) 45 retirees and beneficiaries currently receiving benefits and 1 terminated employees entitled to benefits but not yet receiving them; (2) 35 vested active employees; and (3) 71 non-vested active employees.

Funding Policy

Contribution requirements for the Plan are established and may be amended by State law and City ordinance. Contributions for the Plan are financed principally by contributions from the State of Florida, which are financed by a .85% excise tax on casualty insurance premiums on policies covering property within the corporate limits of City of Fort Pierce, as provided under provisions of Chapter 185, Florida Statutes. Current year contributions to the plan from the State of Florida were $412,335. The revenue and corresponding expense are recorded in the general fund. In accordance with City Code Section 2-389 each Plan member is required to make contributions of 7% of their salaries to the Plan. The funding policy for the Plan is actuarially determined in that an annual actuarial valuation is made to determine if State and employee contributions are sufficient to fund the Plan. The City is not required to contribute in any way to the Plan. Administrative costs are financed through investment earnings.

The actuarial valuation as of September 30, 2020 found anticipated revenues to be sufficient to fund the current year benefits provided by the Plan in accordance with the provisions of Chapter 185, Florida Statutes.

Benefits

The plan provides retirement, termination, disability, and death benefits to all full time police officers.

Normal Retirement- Benefits occur at age 55 with 10 years of service, or 25 years of service. Retirees receive the greater of 2% of final average salary times total service with a maximum of $1,000 per month, or 1% of final average salary times credited service up to 30 years.
Early Retirement-Benefits occur at age 45 with 10 years of service. Retirees receive 2% of final average salary times total service, with a maximum benefit of $1,000 per month. The pension is reduced by 3% for each complete year retirement age precedes 55.
Disability Retirement- Benefits occur after 10 years of service. A lump sum payment equal to the actuarial equivalent of pension benefit the member accrued as of the date of disability.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Pre-Retirement Death Benefit- Benefits occur after 10 years of service. A lump sum payment equal to the actuarial equivalent of pension benefits to which the deceased member would have been entitled at normal retirement age.

Deferred Retirement Option Plan- Eligibility is based on normal retirement. The maximum participation period is 5 years, but not beyond 30 years of service. The monthly pension is calculated with normal retirement based on frozen years of service and final average salary at the time the member elects to participate in DROP.

Pension Payable

At September 30, 2020, the City reported a payable to the police pension related to employee contributions of $16,127 withheld from the City's final payroll of the fiscal year.

Investments

Investments are reported at fair value and are managed by third party money managers. Investments that do not have established market values are reported at estimated fair market value.

Best estimates of real rates of return for each major asset class included in the plan's target asset allocation as of September 30, 2020 are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Allocation-weighted Long-term Expected Real Rate of Return
Large Cap Equity	15%	8.60%	1.30%
Small/Mid Cap Equity	14%	9.10%	1.30%
Global Ex-US Equity	15%	3.70%	0.60%
Domestic Fixed Income	25%	3.30%	0.80%
MLP	6%	6.40%	0.40%
High Yield	6%	6.40%	0.40%
Convertible Bonds	8%	7.90%	0.60%
REITS	5%	7.90%	0.40%
Real Estate	5%	5.00%	0.20%
Cash	1%	0.50%	0.00%
	100%		6.00%

For the year ended September 30, 2020, the annual money-weighted rate of return, net of investment expenses was 6.95%.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Pension Liabilities, Pension Expense and Deferred Outflows and Inflows of Resources

At September 30, 2020, the City reported a liability of $1,157,043 for its share of the net pension liability. The net pension liability was measured at September 30, 2020 with an actuarial valuation date of September 30, 2020.

For the year ended September 30, 2020, the city recognized pension expense of $326,085. The City reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	690,244	204,856
Net Difference between Projected and Actual Investment Earnings on PensionPlan Investments	339,061	-
Change of Assumptions	55,444	66,826
Total Deferred Outflows/Inflows of Resources	1,084,749	271,682

Deferred outflows and inflows of resources by year to be recognized in future pension expenses:

Year Ending September 30	Net Deferred Outflows of Resources
2021	169,254
2022	221,032
2023	191,675
2024	109,904
2025	53,755
Thereafter	67,447
TOTAL	$ 813,067

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Net Pension Liability and Plan Fiduciary Net Position

The components of the net pension liability and plan fiduciary net position of the City at September 30, 2020, were as follows:

Total Pension Liability:		
Service cost	$	582,493
Interest		1,206,126
Benefit change		-
Difference between actual & expected experience experience		508,292
Assumption changes		65,004
Benefit payments		(719,495)
Refunds		(164,491)
Net Change in Total Pension Liability		1,477,929
Total Pension Liability-Beginning		16,495,725
Total Pension Liability-Ending (a)	$	17,973,654
Plan Fiduciary Net Position:		
Contributions-employer	$	-
Contributions-employer (from state)		412,335
Contributions-Employee(Including buyback contributions)		536,158
Net investment income		1,018,217
Benefit payments		(719,495)
Refunds		(164,491)
Administrative expense		(39,627)
Other		-
Net Change in Plan Fiduciary Net Position		1,043,097
Plan Fiduciary Net Position-Beginning		15,773,514
Plan Fiduciary Net Position-Ending (b)	$	16,816,611
Net Pension Liability-Ending (a) - (b)		1,157,043

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Actuarial Assumptions

The annual required contribution for the current year was determined as part of the September 30, 2019 actuarial valuation of the Plan. The following methods and assumptions were used to determine the contribution rates:

Valuation date	September 30, 2019
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent of Payroll, closed
Remaining amortization period	22 years (single equivalent amortization period)
Asset valuation method	4-year smoothed market
Inflation rate	2.5%
Salary increases	3.5% to 6.5% depending on completed years of service including inflation
Investment rate of return	7.00%
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition
Mortality	PUB-2010 Headcount Weighted Safety Healthy Employee Mortality Table(for pre-retirement mortality) and the PUB-2010 Headcount Weighted Safety Healthy Retiree Mortality Table(for postretirement mortality), with seperate rates for males and females and ages set forward one year, with mortality improvements projected for all future years after 2010 using Scale MP-2018. For males, the base mortality rates for both pre-retirement and post retirement mortality are based on the Below Median Healthy tables. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System(FRS). Florida Statutes Chapter 112.63(1)(f) mandates the use of the mortality tables used in either of the two most recently published actuarial valuation reports of FRS.

Discount Rate

A single discount rate of 7% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (7%) was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Sensitivity of Pension Liability

The following presents the plan's net pension liability, calculated using a single discount rate of 7%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is one-percentage-point lower or one-percentage-point higher:

1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
$ 3,380,053	$ 1,157,043	$ (691,731)

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

City of Fort Pierce, Florida
COMBINING STATEMENT OF
FIDUCIARY FUNDS NET POSITION
September 30, 2020

	Pension Trusts		
	General Employees	Police Officers	Total
ASSETS			
Cash and cash equivalents	$ 2,701,486	$ 382,779	$ 3,084,265
Investments, at fair value:			
U.S. Government Securities	24,107,381	1,650,478	25,757,859
Mutual Funds	119,260,909	10,914,090	130,174,999
Municipal Bonds	328,518	-	328,518
Certificates of Deposit	-	174,958	174,958
Common Stock	11,461,964	-	11,461,964
Corporate Bonds	34,409,420	1,716,955	36,126,375
Real Estate Trust L.P.	20,039,072	-	20,039,072
Common Trust Fund	-	935,263	935,263
Money Market	2,549,311	1,013,826	3,563,137
Total investments	212,156,575	16,405,570	228,562,145
Total cash and investments	214,858,061	16,788,349	231,646,410
Accounts receivable	205,017	16,127	221,144
Accrued interest receivable	401,763	13,172	414,935
Total assets	$ 215,464,841	$ 16,817,648	$ 232,282,489
LIABILITIES			
Accounts payable and accrued liabilities	$ 14,094	$ 1,037	$ 15,131
NET POSITION-RESTRICTED FOR PENSION BENEFITS	$ 215,450,747	$ 16,816,611	$ 232,267,358

NOTE M - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

City of Fort Pierce, Florida
COMBINING STATEMENT OF CHANGES
IN FIDUCIARY FUNDS NET POSITION
Year ended September 30, 2020

	Pension Trusts		
	General Employees	Police Officers	Total
ADDITIONS			
Contributions			
Employer	$ 5,343,484	$ -	$ 5,343,484
Employees	1,870,451	536,158	2,406,609
State-via the general fund	-	412,335	412,335
Total contributions	7,213,935	948,493	8,162,428
Investment income			
Interest	2,096,248	74,794	2,171,042
Dividends	1,450,854	353,166	1,804,020
Net appreciation (depreciation) in fair value of investments	16,466,665	656,598	17,123,263
Total investment income	20,013,767	1,084,558	21,098,325
Investment expenses	(748,683)	(66,340)	(815,023)
Net investment income	19,265,084	1,018,218	20,283,302
Total increases	26,479,019	1,966,711	28,445,730
DEDUCTIONS			
Retirement benefits paid	14,749,738	719,495	15,469,233
Refunds of employee contributions	409,856	164,491	574,347
Administrative expenses	241,930	39,627	281,557
Insurance expense	20,651	-	20,651
Total deductions	15,422,175	923,613	16,345,788
Net Increase (Decrease)	11,056,844	1,043,098	12,099,942
NET POSITION-RESTRICTED FOR PENSION BENEFITS			
Beginning of year	204,393,903	15,773,513	220,167,416
End of year	$ 215,450,747	$ 16,816,611	$ 232,267,358

NOTE N - POST-EMPLOYMENT HEALTH CARE BENEFITS

In addition to providing pension benefits, the City provides certain health care and life insurance benefits for retired employees. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. The primary government recognizes the costs associated with providing these benefits as premiums are paid. The FPUA (a component unit) recognizes the cost as it is incurred. Premiums paid by retirees for the primary government and for the FPUA total approximately $278,370 and $223,000, respectively.

Section 112.0801, Florida Statutes, as amended by Sections 1 and 2 of Chapter 87-373, Laws of Florida, requires all public employers to allow their retirees to participate in the same health group plan or self-insurance plan offered to their active employees.

Plan Description

The Other Post Employment Benefit plan is a single-employer benefit plan administered by the City. Retiree's are charged the same rate by the insurance company as active employees. Premiums charged by the insurance company are a blended rate based on the experience of younger active employees and older retired employees. Since retirees actually have higher costs yet pay the same rate as younger active employees, the city actually subsidizes the cost of the retirees' health insurance coverage.

Funding Policy

As of September 30, 2020, the most recent actuarial measurement date, the city's and FPUA's plans were unfunded.

Membership

At September 30, 2020**,** the City's Plan membership consisted of: (1) 51 retirees and beneficiaries, and (2) 308 active employees. At September 30, 2020, the FPUA's Plan membership consisted of: (1) 49 retirees and beneficiaries, and (2) 267 active employees.

OPEB Liabilities, OPEB Expense and Deferred Outflows and Inflows of Resources

At September 30, 2020, the City and FPUA reported an OPEB liability of $2,811,732, and $1,227,936. The net OPEB liability was measured at September 30, 2020 with an actuarial valuation date of September 30, 2018.

For the year ended September 30, 2020, the city and FPUA recognized OPEB expense of $250,594, and $62,386, respectively.

	Primary Government	Component Unit FPUA
OPEB Expense:		
Service Cost	$ 122,692	$ 29,458
Interest on the Total OPEB Liability	75,171	32,928
Recognition of Outflow(Inflow) of of Resources Due to Liabilities	52,731	-
	$ 250,594	$ 62,386

NOTE N - POST-EMPLOYMENT HEALTH CARE BENEFITS(CONTINUED)

Recognition of Deferred Outflows and Inflows of Resources

Differences between expected and actual experience and changes in assumptions are recognized in OPEB expense using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the OPEB plan (active employees and inactive employees) determined as of the beginning of the measurement period. At the beginning of the current measurement period, the expected remaining service lives of all active employees in the plan was approximately 2,680 years. Additionally, the total plan membership (active employees and inactive employees) was 359. As a result, the average of the expected remaining service lives for purposes of recognizing the applicable deferred outflows and inflows of resources established in the current measurement period is 7.4649 years.

The City and FPUA reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government:		
Difference between Expected and Actual Experience	101,922	-
Change of Assumptions	237,685	45,794
	339,607	45,794
Component Unit-FPUA:		
Difference between Expected and Actual Experience	95,271	29,299
Change of Assumptions	243,641	-
Difference between Expected and Actual Experience	-	-
	338,912	29,299

Deferred outflows and inflows of resources by year to be recognized in future OPEB expenses:

	Net Deferred Outflows of Resources	
Year Ending September 30	Primary Government	Component Unit FPUA
2021	52,731	49,603
2022	52,731	49,603
2023	52,731	49,603
2024	52,731	49,603
2025	56,317	56,036
Thereafter	26,572	55,165
TOTAL	$ 293,813	$ 309,613

NOTE N - POST-EMPLOYMENT HEALTH CARE BENEFITS(CONTINUED)

Net OPEB Liability

	Primary Government	Component Unit FPUA
Total OPEB Liability:		
Service cost	$ 122,692	$ 29,458
Interest	75,171	32,928
Benefit change	-	-
Difference between actual & expected experience	-	-
Assumption changes	(3,721)	281,710
Benefit payments	(109,092)	(105,378)
Net Change in Total OPEB Liability	85,050	238,718
Total OPEB Liability-Beginning	2,726,682	989,218
Total OPEB Liability-Ending (a)	$ 2,811,732	$ 1,227,936
Covered Payroll	16,903,846	17,191,000
Net OPEB Liability as a Percentage of Covered Employee Payroll	16.63%	7.14%

Actuarial Assumptions and Methods

Valuation date	September 30, 2018
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent of Payroll,open 30-year period
Wage Inflation	2.5%
Salary increases	General : 4.0% to 6.5%, including inflation Police; 4% to 8%
Retirement Age	Age and service-based tables that are specific to the type of eligibility
Mortality	The Florida Retirement System(FRS) mortality tables which use variations of the fully generational RP-2000 Mortality Tables with projection scale BB.
Health Care Trend Rates	Trend starting at 9.0% and gradually decreasing to an ultimate trend rate of 4.0%
Aging Factors	Based on the 2013 SOA Study "Health Care Costs-From Birth to Death"
Expenses	Administrative expenses are included in the premium costs
Notes	There were no benefit changes during the year. Assumption changes include: 1) resetting the trend, 2) adjusting the single discount rate from 2.75% to 2.41%, 3) updates to the election assumption, and 4) the removal of a 2% excise tax load.

NOTE N - POST-EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Discount Rate

For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 2.41% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-Year Municipal GO AA Index"). The discount rate was 2.41% as of the prior measurement date.

Sensitivity of Total OPEB Liability

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 2.41%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

Sensitivity of the Total OPEB Liability to the Discount Rate Assumption

1% Decrease 1.41	Current Single Discount Rate Assumption 2.41	1% Increase 3.41
$ 3,109,982	$ 2,811,732	$ 2,565,429

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

Sensitivity of Total OPEB Liability to Healthcare Cost Rate Assumption

1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
$ 2,519,626	$ 2,811,732	$ 3,186,812

NOTE O - DEFERRED COMPENSATION PLAN

The primary government (the City) and the component unit (the Authority) offer employees a deferred compensation Plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation assets are not available to employees until termination, retirement, death, or unforeseeable emergency.

During the year ended September 30, 1997, the assets in the plan were transferred into trust funds. The assets are protected by the trust agreement from any claims on the employer and from any use by the employer other than paying benefits to employees and their beneficiaries in accordance with the plan. In accordance with GASB Statement No. 32, the plan's assets and related liability were removed from the City and the Authority balance sheets as of September 30, 1997.

NOTE P - CONTRACT COMMITMENTS

FPUA, the "Authority" (a component unit)

FMPA All-requirements Power Supply Project

As of January 1, 1998, the Authority became a participant in Florida Municipal Power Agency's (FMPA) All-Requirements Power Supply Project (hereinafter referred to as ARP). The Authority has agreed to purchase all capacity and energy necessary for their electric system from FPMA's ARP during the term of the contract. The contract is a 30 year evergreen, automatically renewing on October 1 of each year unless notification is provided one year prior to the automatic extension date.

Prior to being involved in the ARP, the Authority had Project Support Contracts and Power Sales Contracts with FMPA regarding Stanton Unit No. 1 (Stanton and Tri-City Projects) and Stanton Unit No. 2, coal-fired plants constructed by the Orlando Utilities Commission. The Authority's resources which have been assigned include the contracts with FMPA related to Stanton Unit No. 1 and Stanton Unit No. 2, and part of the contract with Florida Gas Transmission for the purchase of firm capacity natural gas. (See below). The contracts related to the St. Lucie Project, detailed below, have not been assigned; however, as of January 1, 1998, the Authority's share of transmission costs related to the St. Lucie Project has been assigned to the ARP.

FMPA St. Lucie Project

The Authority has entered into agreements with the Florida Municipal Power Agency (FMPA), of which it is a member, and with certain other members of FMPA, for entitlement to capacity, energy and transmission services from Florida Power & Light Company's St. Lucie Unit No. 2 (the Unit), which is located on South Hutchinson Island near Fort Pierce, and through a reliability exchange agreement in St. Lucie Unit No. 1, located on the same site. Pursuant to a Power Sales Contract and a Project Support Contract, the Authority has acquired an entitlement share of FMPA's allocation of these services. The Power Sales Contract requires payments for each month in which capacity, energy, or transmission services are available from the St. Lucie Project. Payments due each month are based upon an annual budget. Once each year the excess or deficiency of payments related to actual cost is calculated and applied to the monthly statements from FMPA to the Authority.

NOTE P - CONTRACT COMMITMENTS(CONTINUED)

The Power Sales Contract will remain in effect until the latest of (i) the date principal of, premium, if any, and interest on all bonds of the Unit have been paid or funds are set aside for the payment thereof, (ii) the date the Unit is decommissioned or finally disposed of as an electric generating unit pursuant to the Participation Agreement or FMPA's interest in the Unit is terminated pursuant to the Participation Agreement or otherwise disposed of, or (iii) the date all obligations or FMPA under the Participation Agreement have been paid, performed or provided for.

In any month when electric capacity, energy, or transmission services are not made available to the Authority, payment is made to FMPA under a Project Support Contract in a like amount as would have been due under the Power Sales Contract.

Purchases under these contracts are accounted for as operating expenses by the Authority. Total cost included in operating expenses for the year ended September 30, 2020 is $7,136,000. The Authority is committed under the agreements to payments totaling $7,056,000 for the year ending September 30, 2020.

Florida Gas Transmission

The Authority executed an All Requirements Gas Service Agreement with Florida Gas Utility (FGU) on January 15, 2002. As a member of the All Requirements project, the Authority is required to purchase natural gas and the firm capacity needed for its delivery through FGU. The firm capacity of natural gas is the availability of the pipeline required to transport the natural gas to the Authority. This agreement will remain in effect until cancelled by the Authority.

On July 3, 2012, the Authority acquired additional firm capacity from the City of Sunrise, Florida in order to meet the needs of new industrial customers. This agreement will remain in effect until cancelled by the Authority. In fiscal 2016, additional firm capacity was made available from FGT and the Authority exercised rights to obtain this capacity. An additional 96,800 MMbtu of capacity was obtained. With the additional capacity, the amount of Sunrise capacity was reduced by 45,300 MMbtu via a revised interlocal agreement with the City of Sunrise. In fiscal 2021, FPUA will be entitled to firm capacity of 566,412 MMBtu, and will commit to purchase 192,905 MMBtu of natural gas at a cost of $480,000. The amounts purchased under these contracts for fiscal 2020 and fiscal 2019 were $1,330,000 and 1,717,000, respectively.

FMPA Treasure Coast Energy Center

The Authority has entered into an agreement with FMPA to manage and operate their newly developed facility located in St. Lucie County near Fort Pierce. The Treasure Coast Energy Center (TCEC) is a natural gas fueled power generation site. The initial terms of this agreement(s) commenced on July 24, 2007 and expired on September 30, 2011, after which the agreement becomes a one-year evergreen protecting both parties from a long term commitment. The agreement has been extended for the year ended September 30, 2020.

The Authority has been engaged to manage, operate, and maintain the TCEC. TCEC employees are on the payroll of the Authority and all costs associated with them are reimbursed bi-weekly by FMPA. TCEC employee costs and revenue for Fiscal 2020 totaled $2,332,000.

NOTE Q - CONTINGENT LIABILITIES

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

NOTE R - LEASES

Operating Leases:

The city entered into a 5 year agreement effective August 2018, for body camera equipment and support at $7,500 per month extending to August 2023.

The City entered into a 25 year lease agreement, effective October 2012, with the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida. The City, as lessee, agrees to certain conditions for the use of sovereign submerged land for the purpose of operating the Marina under an operating lease expiring September 23, 2037. Per the agreement, annual lease payments may be adjusted due to a change in the 5 year average consumer price index.

Minimum future rental payments under operating leases for each of the years/period ending September 30 are as follows:

2021	$ 122,302
2022	122,302
2023	122,302
2024	114,802
2025	32,302
Thereafter	387,624
	$ 1,033,114

Rent expense for the above referenced leases was $131,260 for the year ended September 30, 2020.

Capital Leases:

The City has entered into lease agreements as lessee for financing the acquisition of vehicles and certain equipment. These lease agreements qualify as capital leases for accounting purposes and accordingly have been recorded at the present value of their future minimum lease payments as of the inception date. Aggregate cost and accumulated depreciation of assets acquired through capital leases are as follows:

	Governmental Activities	Business-Type Activities
Machinery and Equipment	$ 3,347,215	$ 2,621,330
Less: accumulated depreciation	(1,012,756)	(983,745)
Total	$ 2,334,459	$ 1,637,585

NOTE R – LEASES(CONTINUED)

The future minimum lease obligations and net present value of these minimum lease payments as of September 30, 2020, were as follows:

	Governmental Activities	Business-Type Activities
2021	$ 912,412	$ 567,330
2022	880,859	511,875
2023	532,451	234,596
2024	441,392	234,596
2025	284,093	215,046
	3,051,207	1,763,443
Less: Amount representing interest	(302,730)	(90,761)
Present value of future minimum lease payments	$ 2,748,477	$ 1,672,682

FPUA(component unit) entered into a five-year capital lease on January 14, 2018 for equipment capitalized at $154,000. The interest/maintenance costs for 2020 were $17,000. The Future minimum lease payments for this capital lease are as follows:

	Amount
2021	45,468
2022	45,468
2023	11,367
	102,303
Less: Amount representing interest	(17,414)
Present value of future minimum lease payments	$ 84,889

NOTE S - OPERATING LESSOR

In December 2018, the City, as lessor, entered into an agreement with the Winking Star Fish LLC. (the "tenant"), the lessee, to construct and operate a restaurant facility (Crabby's Dockside) located at the City's public marina and docking facility. Commencement of the lease began on June 25,2020, the date of occupancy and extends for a 20 year term, with 2, 5 year renewal options. Rent is payable monthly on the first day of each month. The lease terms call for an annual base rent of $159,558 for the 1st year and a 2% increase for subsequent years. In addition to the base rent the lease calls for an additional percentage of the tenant's gross revenues over the break point. When tenant's annual year-to-date revenues exceed the break points of $2,500,000 for food, $600,000 for alcohol, and $100,000 for ice-cream percentage rent is equal to 2%, 7% and 5% respectively of the tenant's gross revenue. The City collected $44,698 from the tenant for the year ended September 30, 2020.

NOTE S - OPERATING LESSOR(CONTINUED)

On December 15, 2005 the City's Redevelopment Agency, as a lessor, entered into an agreement with Ianco, LLC (the "tenant"), the lessee, to rent the restaurant facility located on the western side of the City's public marina and docking facility. The current lease agreement extends to June 30, 2021. Rent is payable monthly within five business days of the closing of any monthly period. Rent is the computed at the greater of 7.25% of all gross revenues or $6,500 per month. In March 2020, in response to the pandemic, the City agreed to reduce the percentage from 7.25% to 4%. The City collected $149,365 from the tenant for the year ended September 30, 2020.

NOTE T-FUND BALANCE

The City implemented GASB No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions", for the year ended September 30, 2011. The Statement requires the fund balance of governmental funds to be reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

As of September 30, 2020, the fund balances of the governmental funds are classified as follows:

Non-spendable- Amounts that cannot be spent because they are not in spendable form, or because they are legally or contractually required to be maintained intact.

Restricted- Amounts can be used only for specific purposes because of a constitutional provision, enabling legislation, or externally imposed constraints by creditors, grantors, contributors, or other governments.

Committed- Amounts can be used only for specific purposes because of a formal action (ordinance) of the City Commission, the highest level of decision making authority. Commitments may be changed or lifted only by the City Commission taking the same formal action(ordinance) that imposed the original constraint.

Assigned- Amounts that do not meet the criteria to be classified as restricted or committed but are intended to be used for specific purposes as determined by the City Commission.

Unassigned- Residual amount retained in the general fund that has not been otherwise classified.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to been spent first. When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first from committed, second from assigned, and lastly from unassigned balances.

Through a resolution, the City Commission established a minimum fund balance of ten percent of annual operating budgeted expenditures in the general fund to be held for unexpected unforeseen expenditures. The Commission reviews the policy annually to determine if adjustments are necessary.

NOTE T-FUND BALANCE (CONTINUED)

As of September 30, 2020, the fund balances of the governmental funds are:

	General Fund	Community Redevelopment Agency	Restricted Revenue Fund	Other Governmental Funds	Totals
FUND BALANCES					
Nonspendable:					
Inventories	$ 52,485	$ -	$ -	$ 1,281	$ 53,766
Prepaid Items	341,118	9,992	-	-	351,110
Restricted for:					
Law Enforcement	-	-	-	149,951	149,951
Debt Service	-	-	-	1,965,204	1,965,204
Grant-CDBG	-	-	-	676,663	676,663
Redevelopment Projects	-	1,497,907	-	-	1,497,907
State Housing Initiatives	-	-	-	519,469	519,469
Grant-Administration	-	-	-	437,882	437,882
Impact Fees-Capital Improv.	-	-	3,870,992	-	3,870,992
PSFRD-Capital Improv.	-	-	59,729	-	59,729
Park Improvements	-	-	957,606	-	957,606
Special Projects	-	-	1,477,464	-	1,477,464
Capital Improvement:					
Roads	-	-	600,000	-	600,000
Infastructure	-	-	2,233,377	-	2,233,377
Theatre Restoration	-	-	238,014	-	238,014
Committed to:					
Budget Appropriations	-	-	-	-	-
Assigned to:					
10% Reserve Policy	4,242,997	-	-	-	4,242,997
Art in Public Places	-	-	4,583	-	4,583
Advances to Other Funds	-	-	-	965,766	965,766
Unassigned:	5,189,540	-	-	-	5,189,540
	$ 9,826,140	$ 1,507,899	$ 9,441,765	$ 4,716,216	$ 25,492,020

NOTE U – TAX ABATEMENTS

The city provides tax abatements under the Economic Development Ad Valorem Tax Exemption program (EDATE). The city established the EDATE program by ordinance in accordance with Florida Statutes Section 196.1995. The abatements are up to 100% of the assessed value of all improvements to real property and are used to attract and/or expand businesses. The City entered into an EDATE agreement in 2010 with Wal-mart related to the construction of a distribution center and annexation of the property into the City. By agreeing to the annexation, Wal-mart qualified for the tax abatement. The agreement does not include any recapture provisions. The agreement allowed for tax abatements of 100% for 2010-2015, 80% in 2016, 60% in 2017, 40% in 2018, and 20% in 2019. At September 30, 2020, the abated taxes related to the distribution center were approximately $112,649.

NOTE V - RESTRICTED ASSETS

Certain assets are restricted by bond resolution and some have been classified as restricted in accordance with governmental accounting standards for enterprise funds.

The restricted assets of the **primary government** as of September 30, 2020 are as follows:

Business-type activities:

Customer deposits	$	374,487
	$	374,487

The restricted assets of the **FPUA** (a component unit) as of September 30, 2019, are as follows:

Cash and investments:		
Principal and interest on debt service	$	6,837,537
Capital Improvement charges		3,659,943
Debt service		5,456,825
Emergency reserve		900,000
Renewal and replacement reserve		500,000
Customer security deposits		8,735,070
	$	26,089,375

NOTE W – CONDUIT DEBT OBLIGATIONS

The City issued Capital Improvement Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of facilities deemed to be in the public's interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the facilities transfers to the private-sector entity served by the bond issuance. The City, the State, and any political subdivisions thereof are not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2020, there were two series of Capital Improvement Revenue Bonds outstanding. The aggregate principal amount payable for the series issued after October 1, 1996, is $9,238,021.

NOTE X– SUBSEQUENT EVENTS AND UNCERTAINTIES

Management has performed an analysis of the activities and transactions subsequent to September 30, 2020 to determine the need for any adjustments to and/or disclosures within the audited financial statements for the year ended September 30, 2020. Management has performed their analysis through March 22, 2021, the date the financial statements were available for issuance.

During March 2020, the COVID-19 virus was declared a global pandemic as it continued to spread rapidly. Business continuity, including supply chains and consumer demand across a broad range of industries and counties, could continue to be severely impacted for months or beyond as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. The City continues to carefully monitor the situation and is continuously evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

REQUIRED SUPPLEMENTARY INFORMATION

- **GASB Statement 75**
- **GASB Statement 67**
- **GASB Statement 68**

City of Fort Pierce, Florida
GASB STATEMENT 75 REQUIREMENT SUPPLEMENTARY INFORMATION
City of Ft. Pierce Other Post Employment Benefits
Schedule of Changes in the City's Net OPEB Liability and Related Ratios
September 30, 2020
(Unaudited)

Primary Government	2020	2019	2018
Total OPEB Liability:			
Service cost	$ 122,692	$ 99,678	$ 107,243
Interest	75,171	85,282	78,531
Benefit change	-	-	-
Difference between actual & expected experience	-	113,730	31,535
Assumption changes	(3,721)	324,670	(71,941)
Benefit payments	(109,092)	(147,030)	(170,274)
Net Change in Total OPEB Liability	85,050	476,330	(24,906)
Total OPEB Liability-Beginning	2,726,682	2,250,352	2,275,258
Total OPEB Liability-Ending (a)	$ 2,811,732	$ 2,726,682	$ 2,250,352
Covered Payroll	16,903,846	16,903,846	17,543,452
Net OPEB Liability as a Percentage of Covered Payroll	16.63%	16.13%	12.83%
Component Unit-FPUA			
Service cost	$ 29,458	$ 26,709	$ 19,960
Interest	32,928	37,439	33,195
Benefit change	-	-	-
Difference between actual & expected experience	-	132,631	(50,737)
Assumption changes	281,710	-	-
Implicit rate subsidy	(105,378)	(63,859)	(40,626)
Net Change in Total OPEB Liability	238,718	132,920	(38,208)
Total OPEB Liability-Beginning	989,218	856,298	894,506
Total OPEB Liability-Ending (a)	$ 1,227,936	$ 989,218	$ 856,298
Covered Payroll	17,191,000	16,496,863	15,838,042
Net OPEB Liability as a Percentage of Covered Payroll	7.14%	6.00%	5.41%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, OPEB plans should present information for those years for which information is available.

ACTUARIAL ASSUMPTIONS AND METHODS

Valuation date	September 30, 2018
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent of Payroll,open 30-year period
Wage Inflation	2.5%
Salary increases	General : 4.0% to 6.5%, including inflation Police; 4% to 8%
Retirement Age	Age and service-based tables that are specific to the type of eligibility
Mortality	The Florida Retirement System(FRS) mortality tables which use variations of the fully generational RP-2000 Mortality Tables with projection scale BB.
Health Care	
Trend Rates	Trend starting at 9.0% and gradually decreasing to an ultimate trend rate of 4%
Aging Factors	Based on the 2013 SOA Study "Health Care Costs-From Birth to Death"
Expenses	Administrative expenses are included in the premium costs
Notes	There were no benefit changes during the year. Assumption changes include: 1) resetting the trend, 2) adjusting the single discount rate from 2.75% to 2.41%, 3) updates to the election assumption, and 4) the removal of a 2% excise tax load.

City of Fort Pierce, Florida
Required Supplementary Information
Schedule of Changes in the City's Net Pension Liability and Related Ratios
General Employees Retirement and Benefits System
September 30, 2020

	2020	2019	2018
Total Pension Liability:			
Service cost	$ 5,021,652	$ 4,901,223	$ 4,568,028
Interest	17,321,038	16,847,951	16,278,951
Benefit change	-	174,512	-
Difference between actual & expected experience	2,776,075	(997,275)	521,525
Assumption changes	-	-	-
Benefit payments	(14,749,739)	(14,176,818)	(13,781,354)
Refunds	(409,856)	(428,152)	-
Net Change in Total Pension Liability	9,959,170	6,321,441	7,587,150
Total Pension Liability-Beginning	228,566,233	222,244,792	214,657,642
Total Pension Liability-Ending (a)	$ 238,525,403	$ 228,566,233	$ 222,244,792
Plan Fiduciary Net Position:			
Contributions-employer	$ 5,343,484	$ 5,240,707	$ 4,909,654
Contributions-member	1,870,451	1,818,969	1,690,811
Net investment income	19,265,084	5,280,406	19,626,060
Benefit payments	(14,749,739)	(14,176,818)	(13,781,354)
Refunds	(409,856)	(428,152)	-
Administrative expense	(222,249)	(249,712)	(207,265)
Other	(40,331)	(56,759)	(46,756)
Net Change in Plan Fiduciary Net Position	11,056,844	(2,571,359)	12,191,150
Plan Fiduciary Net Position-Beginning	204,393,903	206,965,262	194,774,112
Plan Fiduciary Net Position-Ending (b)	$ 215,450,747	$ 204,393,903	$ 206,965,262
Net Pension Liability-Ending (a) - (b)	23,074,656	24,172,330	15,279,530
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	90.33%	89.42%	93.12%
Covered Payroll	33,184,229	32,342,994	30,176,465
Net Pension Liability as a Percentage of Covered Payroll	69.54%	74.74%	50.63%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present those years for which information is available.

2017	2016	2015	2014
$ 4,587,528	$ 4,329,645	$ 4,044,804	$ 4,049,351
15,490,335	14,668,388	14,241,759	13,874,945
-	-	-	-
344	(620,021)	-	(500,696)
9,957,279	5,168,979	-	(335,946)
(13,426,539)	(13,376,671)	(12,528,070)	(11,877,048)
-	-	(287,469)	(307,836)
16,608,947	10,170,320	5,471,024	4,902,770
198,048,695	187,878,375	182,407,351	177,504,581
$ 214,657,642	$ 198,048,695	$ 187,878,375	$ 182,407,351
$ 4,565,884	$ 4,211,311	$ 4,093,268	$ 4,356,127
1,669,207	1,533,510	1,473,091	1,493,529
19,013,825	16,472,191	2,984,072	16,939,786
(13,426,539)	(13,376,671)	(12,528,070)	(11,877,048)
-	-	(287,469)	(307,836)
(209,251)	(217,891)	(176,341)	(199,552)
(45,031)	(50,240)	(44,893)	(47,555)
11,568,095	8,572,210	(4,486,342)	10,357,451
183,206,017	174,633,807	179,120,149	168,762,698
$ 194,774,112	$ 183,206,017	$ 174,633,807	$ 179,120,149
19,883,530	14,842,678	13,244,568	3,287,202
90.74%	92.51%	92.95%	98.20%
29,789,176	27,295,114	26,139,109	26,380,878
66.75%	54.38%	50.67%	12.46%

CITY OF FT. PIERCE
SCHEDULE OF THE EMPLOYER'S NET PENSION LIABILITY

	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Employer's Proportion of the Net Pension Liability(Asset)	12,588,665	12,566,225	7,871,592	9,793,225	8,187,612	7,716,429
Employer's Proportionate share of the Net Pension Liability(Asset)	54.56%	51.99%	51.52%	49.25%	55.16%	58.26%
Employer's Covered Payroll	17,369,719	17,335,972	16,775,936	16,580,599	14,786,848	13,707,805
Employer's Proportionate share of the Net Pension Liability(Asset) as a Percentage of Covered Payroll	72.47%	72.49%	46.92%	59.06%	55.37%	56.29%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	90.33%	89.42%	93.12%	90.74%	92.51%	92.95%

FORT PIERCE UTILITY AUTHORITY(component unit)
SCHEDULE OF THE EMPLOYER'S NET PENSION LIABILITY

	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Employer's Proportion of the Net Pension Liability(Asset)	10,485,991	11,606,105	7,407,938	10,090,305	6,655,066	5,528,139
Employer's Proportionate share of the Net Pension Liability(Asset)	45.44%	48.01%	48.48%	50.75%	44.84%	41.74%
Employer's Covered Payroll	15,814,510	15,007,022	13,400,529	13,208,577	12,508,266	12,431,304
Employer's Proportionate share of the Net Pension Liability(Asset) as a Percentage of Covered Payroll	66.31%	77.34%	55.28%	76.39%	53.21%	44.47%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	90.33%	89.42%	93.12%	90.74%	92.51%	92.95%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present those years for which information is available.

CITY OF FT. PIERCE
SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
9/30/2014	2,302,840	2,302,840	-	14,546,191	15.83%
9/30/2015	2,006,447	2,006,447	-	13,707,805	14.64%
9/30/2016	2,172,613	2,172,613	-	14,786,848	14.69%
9/30/2017	2,418,554	2,418,554	-	16,580,599	14.59%
9/30/2018	2,507,774	2,507,774	-	16,775,936	14.95%
9/30/2019	2,523,920	2,523,920	-	17,335,972	14.56%
9/30/2020	2,568,448	2,568,448	-	17,369,719	14.79%

FORT PIERCE UTILITY AUTHORITY(component unit)
SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
9/30/2014	2,053,287	2,053,287	-	11,834,687	17.35%
9/30/2015	2,086,821	2,086,821	-	12,431,304	16.79%
9/30/2016	2,038,699	2,038,699	-	12,508,266	16.30%
9/30/2017	2,147,330	2,147,330	-	13,208,577	16.26%
9/30/2018	2,401,880	2,401,880	-	13,400,529	17.92%
9/30/2019	2,716,787	2,716,787	-	15,007,022	18.10%
9/30/2020	2,775,035	2,775,035	-	15,814,510	17.55%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present those years for which information is available.

City of Fort Pierce, Florida
REQUIREMENT SUPPLEMENTARY INFORMATION
General Employee's Retirement and Benefit System
September 30, 2020
(Unaudited)

Notes to Schedule of Contributions:

Valuation date	Actuarily determined contribution rates are calculated as of September 30, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
Actuarial cost method	Individual Entry Age Normal
Amortization method	Level Percent of Payroll, closed
Remaining amortization period	1-30 years as of September 30, 2018
Asset valuation method	4-year smoothed market
Wage Inflation	4.0%
Salary increases	General & Utilities Authority; 4.0% to 6.5%, including inflation Police; 4.2% to 8.0%
Investment rate of return	7.75%
Long-term municipal bond rate	2.41%
Retirement Age	Age and service-based tables that are specific to the type of eligibility condition.
Mortality	The Florida Retirement System(FRS) mortality tables which use variations of the fully generational RP-2000 Mortality Tables with projection scale BB.
Cost-of-living Adjustment	COLA's are granted if the investment return exceeds the investment return assumption and the cummulative actuarial gains and losses since 1995 are positive. Because the cummulative gains and losses are (38.5) million, the COLA provision is assumed to not operate for the indefinite future.
Notes	There were no changes in plan provisions or actuarial assumptions during the year.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present those years for which information is available.

City of Fort Pierce, Florida
REQUIREMENT SUPPLEMENTARY INFORMATION
General Employee's Retirement and Benefit System
September 30, 2020
(Unaudited)

SCHEDULE OF INVESTMENT RETURNS MULTIYEAR*

Annual money-weighted rate of return, net of investment expense:	Annual Return
Fiscal year ending September 30, 2014	10.48%
Fiscal year ending September 30, 2015	1.75%
Fiscal year ending September 30, 2016	9.86%
Fiscal year ending September 30, 2017	11.79%
Fiscal year ending September 30, 2018	9.38%
Fiscal year ending September 30, 2019	2.65%
Fiscal year ending September 30, 2020	9.61%

* This schedule is presented to illustrate the requirement to show information for 10 years.

City of Fort Pierce, Florida
Required Supplementary Information
Schedule of Changes in the City's Net Pension Liability and Related Ratios
Municipal Police Officers' Retirement Trust Fund
September 30, 2020

	2020	2019	2018	2017
Total Pension Liability:				
Service cost	$ 582,493	$ 565,351	$ 548,415	$ 492,850
Interest	1,206,126	1,154,457	1,067,784	1,000,403
Benefit change	-	-	-	-
Difference between actual & expected experience	508,292	(213,853)	297,338	206,823
Assumption changes	65,004	-	-	(155,930)
Benefit payments	(719,495)	(697,198)	(637,505)	(566,773)
Refunds	(164,491)	(39,638)	(95,647)	(40,689)
Net Change in Total Pension Liability	1,477,929	769,119	1,180,385	936,684
Total Pension Liability-Beginning	16,495,725	15,726,606	14,546,221	13,609,537
Total Pension Liability-Ending (a)	$17,973,654	$16,495,725	$15,726,606	$ 14,546,221
Plan Fiduciary Net Position:				
Contributions-employer	$ -	$ -	$ -	$ -
Contributions-Employer(State)	412,335	402,063	367,113	329,933
Contributions-member	536,158	569,137	502,051	487,044
Net investment income	1,018,217	723,841	780,019	1,130,702
Benefit payments	(719,495)	(697,198)	(637,505)	(566,773)
Refunds	(164,491)	(39,638)	(95,647)	(40,689)
Administrative expense	(39,627)	(39,355)	(35,078)	(34,525)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,043,097	918,850	880,953	1,305,692
Plan Fiduciary Net Position-Beginning	15,773,514	14,854,664	13,973,711	12,668,019
Plan Fiduciary Net Position-Ending (b)	$16,816,611	$15,773,514	$14,854,664	$ 13,973,711
Net Pension Liability-Ending (a) - (b)	1,157,043	722,211	871,942	572,510
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	93.56%	95.62%	94.46%	96.06%
Covered Payroll	7,659,401	8,130,527	7,172,157	6,957,771
Net Pension Liability as a Percentage of Covered Payroll	15.11%	8.88%	12.16%	8.23%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

2016	2015	2014
$ 498,450	$ 498,038	$ 592,432
952,685	916,626	861,104
-	-	-
(66,499)	(158,912)	(9,847)
-	-	305,956
(540,270)	(561,863)	(729,776)
(293,992)	(121,468)	(132,922)
550,374	572,421	886,947
13,059,163	12,486,742	11,599,795
$ 13,609,537	$ 13,059,163	$ 12,486,742
$ -	$ -	$ -
302,837	265,449	248,113
471,774	452,740	449,881
1,000,576	(232,886)	896,529
(540,270)	(561,863)	(729,776)
(293,992)	(121,468)	(132,922)
(36,110)	(30,114)	(65,371)
-	-	-
904,815	(228,142)	666,454
11,763,204	11,991,346	11,324,892
$ 12,668,019	$ 11,763,204	$ 11,991,346
941,518	1,295,959	495,396
93.08%	90.08%	96.03%
6,739,629	6,450,909	6,426,871
13.97%	20.09%	7.71%

City of Fort Pierce, Florida
REQUIREMENT SUPPLEMENTARY INFORMATION
Municipal Police Officers' Retirement Trust Fund
September 30, 2020
(Unaudited)

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
9/30/2014	285,353	248,113	37,240 *	6,426,871	3.86%
9/30/2015	198,688	265,449	(66,761)	6,450,909	4.11%
9/30/2016	173,208	302,837	(129,629)	6,739,629	4.49%
9/30/2017	186,468	329,933	(143,465)	6,957,771	4.74%
9/30/2018	200,820	367,113	(166,293)	7,172,157	5.12%
9/30/2019	256,925	402,063	(145,138)	8,130,527	4.95%
9/30/2020	280,334	412,335	(132,001)	7,659,401	5.38%

* This deficiency is satisfied through the use of an excess contribution reserve, which was built up by contributions in excess of the Actuarially Determined Contribution in previous years.

Notes to Schedule of Contributions

Valuation date	September 30, 2019
Notes	Actuarial determined contrbution rates are calculated as of October1, which is the beginning of the fiscal uear in which contributions are reported.
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent of Payroll, closed
Remaining amortization period	22 years (single equivalent amortization period)
Asset valuation method	4-year smoothed market
Inflation rate	2.5%
Salary increases	3.5% to 6.5% depending on completed years of service, including inflation
Investment rate of return	7.00%
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition
Mortality	PUB-2010 Headcount Weighted Safety Healthy Employee Mortality Table(for pre-retirement mortality) and the PUB-2010 Headcount Weighted Safety Healthy Retiree Mortality Table(for postretirement mortality), with seperate rates for males and females and ages set forward one year, with mortality improvements projected for all future years after 2010 using Scale MP-18. For males, the base mortality rates for both pre-retirement and post retirement mortality are based on the Below Median Heathy tables. These are the same rates curently in use for Special Risk Class members of the Florida Retirement System(FRS). Florida Statutes Chapter 112.63(1)(f) mandates the use of the mortality tables used in either of the two most recently published actuarial valuation reports of FRS.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

SCHEDULE OF INVESTMENT RETURNS MULTIYEAR*

Annual money-weighted rate of return, net of investment expense:	Annual Return
Fiscal year ending September 30, 2014	9.3%
Fiscal year ending September 30, 2015	-3.5%
Fiscal year ending September 30, 2016	9.57%
Fiscal year ending September 30, 2017	10.68%
Fiscal year ending September 30, 2018	6.47%
Fiscal year ending September 30, 2019	5.29%
Fiscal year ending September 30, 2020	6.95%

* This schedule is presented to illustrate the requirement to show information for those years for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

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COMBINING AND INDIVIDUAL FUND STATEMENTS

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GENERAL FUND

The General Fund is used to account for all sources and uses of financial resources applicable to the general operations of the City of fort pierce. All general operating revenue which are not restricted as to use are recorded in the General Fund.

City of Fort Pierce, Florida

SCHEDULE OF GENERAL FUND REVENUES AND OTHER FINANCING SOURCES BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND

Year ended September 30, 2020

	Budgeted Amounts		
	Original	Final	Actual
Revenues			
Taxes			
Ad valorem	$ 16,829,365	$ 17,112,787	$ 17,112,787
General sales and use	2,050,000	2,062,075	2,062,075
Franchise	4,200,500	4,448,412	4,448,412
	23,079,865	23,623,274	23,623,274
Licenses and permits			
Occupational licenses	275,000	305,633	305,633
Other	120,000	181,148	181,148
	395,000	486,781	486,781
Intergovernmental revenue			
State grants	-	16,897	16,897
Federal grants	-	552,819	552,819
State shared revenue	4,835,000	5,418,180	5,418,180
State retirement contribution	350,000	412,335	412,335
County shared revenue	45,000	56,660	56,660
In lieu of taxes	65,000	-	-
	5,295,000	6,456,891	6,456,891
Charges for services			
General government	276,300	216,145	216,145
Physical environment	93,000	86,552	86,552
	369,300	302,697	302,697
Fines and forfeitures			
Court cases	27,000	9,385	9,385
Code violation	267,500	328,416	328,416
	294,500	337,801	337,801
Other			
Contributions from component unit	6,268,101	6,276,267	6,276,267
Investment income	90,000	77,105	77,105
Rents	27,500	29,133	29,133
Administrative and contractual services	525,000	1,548,410	1,548,410
Reimbursements by other funds	1,385,800	1,310,275	1,310,275
Special assessments	18,100	37,522	37,522
Impact fees	-	-	-
Miscellaneous	204,800	345,866	345,866
	8,519,301	9,624,578	9,624,578
Total revenues	37,952,966	40,832,022	40,832,022
Other financing sources			
Transfers in	4,614,056	4,556,668	4,556,668
Capital lease proceeds	-	1,635,073	1,635,073
Total other financing sources	4,614,056	6,191,741	6,191,741
Total revenues, other financing sources	$ 42,567,022	$ 47,023,763	$ 47,023,763

City of Fort Pierce, Florida
SCHEDULE OF GENERAL FUND EXPENDITURES
AND OTHER FINANCING USES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
Year ended September 30, 2020

	Budgeted Amounts		
	Original	Final	Actual
Expenditures			
General Government			
Legislative			
City Commission	$ 265,584	$ 235,975	$ 235,975
Executive			
City Manager	900,102	872,886	872,886
City Clerk	350,315	337,083	337,083
Financial and administrative			
General administration	8,107,806	9,933,621	9,933,621
Finance	911,107	892,270	892,270
MIS	1,255,193	1,227,464	1,227,464
Purchasing	315,418	310,155	310,155
Human Resources	443,578	464,586	464,586
Legal counsel			
City Attorney	693,149	484,094	484,094
Comprehensive planning			
Planning	610,772	601,998	601,998
Public works			
Director	92,459	140,954	140,954
Garage	708,661	592,485	592,485
Building maintenance	1,029,921	1,065,611	1,065,611
	15,684,065	17,159,182	17,159,182
Public safety			
Law enforcement			
Police	5,125,000	6,039,468	6,039,468
Police- Operations	8,390,692	8,292,074	8,292,074
Police- Support Operations	1,250,000	1,143,421	1,143,421
Code Enforcement	1,079,651	1,205,844	1,205,844
	15,845,343	16,680,807	16,680,807
Transportation			
Road and street facilities			
Engineering	1,301,415	1,132,198	1,132,198
Street maintenance	1,815,593	1,946,374	1,946,374
	3,117,008	3,078,572	3,078,572
Culture and recreation			
Parks and recreation	2,159,610	2,239,394	2,239,394
Riverwalk Center	371,116	279,869	279,869
	2,530,726	2,519,263	2,519,263
Total expenditures	37,177,142	39,437,824	39,437,824
Other financing uses			
Transfers out	5,252,831	6,500,148	6,500,148
Total expenditures and other financing use	$ 42,429,973	$ 45,937,972	$ 45,937,972

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The City does not have an appropriated budget for special revenue funds.

- **The Law Enforcement Trust Fund**
  This fund is used to account for the assets confiscated by the Police Department. The money generated from the sale of confiscated property is used solely for the City's law enforcement system and is legally restricted for that purpose.

- **Police Grant Fund**
  This fund is used to account for all Federal and State Grants received for the purpose of Law Enforcement.

- **State Housing Initiative Program (SHIP)**
  This fund is used to record assistance received from the State of Florida for housing assistance for the City's low and moderate income citizens.

- **Federal Major Grant Program (CDBG)**
  This fund is used to account for major grants administered by Grants Administration to record grant income and related eligible expenditures.

- **Hurricane Housing Recovery Grant Fund**
  This fund is used to account for hurricane housing assistance program revenue, down payment assistance, rehabilitation assistance and donation grants.

NONMAJOR GOVERNMENTAL FUNDS (CONT'D)

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The City does not have an appropriated budget for debt service funds.

- **Capital Improvement Revenue Refunding Bond Fund, Series 2010 A&B**
  This fund is used to account for the accumulation of monies to pay $6,825,000 2010 Series A and $2,935,000 2010 Series B of the Capital Improvement Revenue Refunding Bonds, Series 2010 issue. FPRA TIF funds are pledged for the payments of principal and interest due from 2014-2030.

- **Section 108 Note Payable**
  This fund is used to account for the accumulation of monies to pay $3,,395,000 Section 108 Loan. Proceeds of a note payable from a shopping center with a pledge from the Community Development Block is used for the payment of principal and interest due from 2012-2024.

- **Capital Improvement Revenue Refunding Bond Fund, Series 2014**
  This fund is used to account for the accumulation of monies to pay $6,079,229 of financing used for the purchase of capital energy conservation equipment. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2014-2028.

- **Fort Pierce Redevelopment Revenue Refunding Note Fund, Series 2015 AB**
  This fund is used to account for the accumulation of monies to pay $20,000,000 Series 2006 and $20,2000,000 Series 2005 of the Redevelopment Bonds. FPRA TIF funds are pledged for the payments of principal and interest due from 2016-2031.

NONMAJOR GOVERNMENTAL FUNDS (CONT'D)

DEBT SERVICE FUNDS (CONT'D.)

- **Capital Improvement Revenue Note Fund, Series 2016A**
  This fund is used to account for the accumulation of monies to pay $1,280,000 of financing used to repay Fort Pierce Utility Authority. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2016-2026.

- **Capital Improvement Revenue Note Fund, Series 2016B**
  This fund is used to account for the accumulation of monies to pay $820,000 of financing used to purchase land. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2016-2026.

- **Capital Improvement Revenue Note Fund, Series 2016C**
  This fund is used to account for the accumulation of monies to pay $1,435,000 of financing used to purchase radios. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2016-2023.

- **Capital Improvement Revenue Refunding Note Fund, Series 2018**
  This fund is used to account for the accumulation of monies to pay $6,860,000 Series 2010A of the Capital Improvement Revenue Refunding Bonds. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2018-2030.

- **Capital Improvement Revenue and Refunding Bonds, Series 2019**
  This fund is used to retire $26,890,000 Series 2015 of the Capital Improvement Revenue Refunding Note, finance the cost of projects, and pay certain expense related to the issue. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2019 - 2038.

NONMAJOR GOVERNMENTAL FUNDS (CONT'D)

DEBT SERVICE FUNDS (CONT'D.)

- **Capital Improvement Revenue Refunding Note Fund, Series 2020A**
  This fund is used to account for the accumulation of monies to pay $4,324,598, Series 2014 of the Capital Improvement Revenue Refunding Bonds. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2020-2031.

- **Capital Improvement Revenue Refunding Note Fund, Series 2020B**
  This fund is used to account for the accumulation of monies to pay $2,640,970 Series 2016 A, B. and C of the Capital Improvement Revnue Refunding Note. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2020-2023.

- **Capital Improvement Revenue Refunding Note Fund, Series 2020C**
  This fund is used to account for the accumulation of monies to pay $7,316,363 Series 2018 of the Capital Improvement Revenue Refunding Note. Non-Ad Valorem revenues are appropriated for the payment of principal and interest due from 2020-2030.

- **Capital Lease**
  This fund is used to account for the accumulation of monies to pay $4,023,864 of capital lease obligations.

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City of Fort Pierce, Florida
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2020

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash and investments	$ 1,433,904	$ 1,965,204	$ 3,399,108
Accounts Receivable	25,026	-	25,026
Advance to other funds	-	965,766	965,766
Due from other governments	541,593	-	541,593
Prepaids	1,281	-	1,281
Notes Receivable	1,760,649	-	1,760,649
Total assets	$ 3,762,453	$ 2,930,970	$ 6,693,423
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued liabilities	$ 96,618	$ -	$ 96,618
Due to other funds	119,970	-	119,970
Total liabilities	216,588	-	216,588
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	1,760,619	-	1,760,619
FUND BALANCES			
Nonspendable	1,281	-	1,281
Restricted	1,783,965	1,965,204	3,749,169
Assigned	-	965,766	965,766
Total fund balances	1,785,246	2,930,970	4,716,216
Total liabilities, deferred inflows of resources, and fund balances	$ 3,762,453	$ 2,930,970	$ 6,693,423

City of Fort Pierce, Florida

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

Year ended September 30, 2020

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	$ 1,179,178	$ -	$ 1,179,178
Fines and forfeitures	50,000	-	50,000
Investment income	14,526	74,907	89,433
Miscellaneous	176,060	-	176,060
Total revenues	1,419,764	74,907	1,494,671
Expenditures			
Current			
Public safety	239,077	-	239,077
Economic environment	945,146	-	945,146
Capital Outlay	99,976	-	99,976
Debt service			
Principal	-	5,325,842	5,325,842
Interest and fees	-	2,318,585	2,318,585
Other	-	180,953	180,953
Total expenditures	1,284,199	7,825,380	9,109,579
Excess of revenues over (under) expenditures	135,565	(7,750,473)	(7,614,908)
Other financing sources (uses)			
Transfers in	99,931	9,161,086	9,261,017
Debt issuance	-	12,302,111	12,302,111
Payment on Advance Refunding	-	(12,124,037)	(12,124,037)
Transfers out	-	(2,085,737)	(2,085,737)
Total other financing sources (uses)	99,931	7,253,423	7,353,354
Net change in fund balances	235,496	(497,050)	(261,554)
Fund balance - beginning of year	1,549,750	3,428,020	4,977,770
Fund balance - end of year	$ 1,785,246	$ 2,930,970	$ 4,716,216

City of Fort Pierce, Florida
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2020

	Police Grants Fund	Law Enforcement Trust Fund	State Housing Initatives Program (S.H.I.P.)
ASSETS			
Cash and investments	$ 8,459	$ 149,951	$ 520,594
Accounts Receivable	24,976	-	-
Due from other governments	132,131	-	-
Prepaid Expenses	1,137	-	-
Notes receivable	-	-	29,247
Total assets	$ 166,703	$ 149,951	$ 549,841
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued liabilities	$ 16,550	$ -	$ 1,099
Due to other funds	119,929	-	26
Total liabilities	136,479	-	1,125
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	-	29,247
FUND BALANCES			
Nonspendable	1,137	-	-
Restricted	29,087	149,951	519,469
Total fund balances	30,224	149,951	519,469
Total liabilities, deferred inflows of resources, and fund balances	$ 166,703	$ 149,951	$ 549,841

Community Development Block Grant	Hurricane Housing Recovery Grant Fund	Total Nonmajor Special Revenue Funds
$ 344,687	$ 410,213	$ 1,433,904
-	50	25,026
409,462	-	541,593
144	-	1,281
282,648	1,448,754	1,760,649
$ 1,036,941	$ 1,859,017	$ 3,762,453
$ 77,501	$ 1,468	$ 96,618
15	-	119,970
77,516	1,468	216,588
282,618	1,448,754	1,760,619
144	-	1,281
676,663	408,795	1,783,965
676,807	408,795	1,785,246
$ 1,036,941	$ 1,859,017	$ 3,762,453

City of Fort Pierce, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS
Year ended September 30, 2020

	Police Grants Fund	Law Enforcement Trust Fund	State Housing Initatives Program (S.H.I.P.)
Revenues			
Intergovernmental	$ 233,609	$ -	$ 269,826
Fines and forfeitures	-	50,000	-
Investment income	573	706	2,583
Miscellaneous	80,000	-	8,060
Total revenues	314,182	50,706	280,469
Expenditures			
Current			
Public safety	239,077	-	-
Economic environment	-	-	100,382
Capital outlay	79,976	-	-
Total expenditures	319,053	-	100,382
Excess of revenues over (under) expenditures	(4,871)	50,706	180,087
Other financing sources (uses)			
Transfers in	24,931	-	-
Transfers out	-	-	-
Total other financing sources (uses)	24,931	-	-
Net change in fund balances	20,060	50,706	180,087
Fund balance - beginning of year	10,164	99,245	339,382
Fund balance - end of year	$ 30,224	$ 149,951	$ 519,469

Community Development Block Grant	Hurricane Housing Recovery Grant Fund	Total Non-Major Special Revenue Funds
$ 628,563	$ 47,180	$ 1,179,178
-	-	50,000
8,018	2,646	14,526
50,500	37,500	176,060
687,081	87,326	1,419,764
-	-	239,077
844,764	-	945,146
20,000	-	99,976
864,764	-	1,284,199
(177,683)	87,326	135,565
75,000	-	99,931
-	-	-
75,000	-	99,931
(102,683)	87,326	235,496
779,490	321,469	1,549,750
$ 676,807	$ 408,795	$ 1,785,246

City of Fort Pierce, Florida

STATEMENT OF SPECIAL REVENUE FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
POLICE GRANTS FUND

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ 531,932	$ 233,609	$ 233,609	$ -
Investment income	-	573	573	-
Other	80,000	80,000	80,000	-
Total revenues	611,932	314,182	314,182	-
Expenditures				
Current				
Economic environment	300,334	239,077	239,077	-
Capital outlay	98,000	79,976	79,976	-
Total expenditures	398,334	319,053	319,053	-
Excess of revenues over expenditures	213,598	(4,871)	(4,871)	-
Other financing sources (uses)				
Transfers in	50,000	24,931	24,931	-
Total other financing sources (uses)	50,000	24,931	24,931	-
Net change in fund balances	263,598	20,060	20,060	-
Fund balance - beginning of year	10,164	10,164	10,164	-
Fund balance - end of year	$ 273,762	$ 30,224	$ 30,224	$ -

City of Fort Pierce, Florida

STATEMENT OF SPECIAL REVENUE FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
STATE HOUSING INITIATIVES PROGRAM(SHIP)

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ 372,300	$ 269,826	$ 269,826	$ -
Investment income	500	2,583	2,583	-
Other	5,000	8,060	8,060	-
Total revenues	377,800	280,469	280,469	-
Expenditures				
Current				
Economic environment	377,800	100,382	100,382	-
Total expenditures	377,800	100,382	100,382	-
Excess of revenues over expenditures	-	180,087	180,087	-
Other financing sources (uses)				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	180,087	180,087	-
Fund balance - beginning of year	339,382	339,382	339,382	-
Fund balance - end of year	$ 339,382	$ 519,469	$ 519,469	$ -

City of Fort Pierce, Florida

STATEMENT OF SPECIAL REVENUE FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ 948,354	$ 628,563	$ 628,563	$ -
Investment income	1,000	8,018	8,018	-
Other	8,918	50,500	50,500	-
Total revenues	958,272	687,081	687,081	-
Expenditures				
Current				
Economic environment	1,042,477	844,764	844,764	-
Capital outlay	-	20,000	20,000	-
Total expenditures	1,042,477	864,764	864,764	-
Excess of revenues over expenditures	(84,205)	(177,683)	(177,683)	-
Other financing sources (uses)				
Transfers in	84,205	75,000	75,000	-
Total other financing sources (uses)	84,205	75,000	75,000	-
Net change in fund balances	-	(102,683)	(102,683)	-
Fund balance - beginning of year	779,490	779,490	779,490	-
Fund balance - end of year	$ 779,490	$ 676,807	$ 676,807	$ -

City of Fort Pierce, Florida

STATEMENT OF SPECIAL REVENUE FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
HURRICANE HOUSING RECOVERY GRANT FUND

Year ended September 30, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ -	$ 47,180	$ 47,180	$ -
Investment income	250	2,646	2,646	-
Other	242,250	37,500	37,500	-
Total revenues	242,500	87,326	87,326	-
Expenditures				
Current				
Economic environment	243,025	-	-	-
Total expenditures	243,025	-	-	-
Excess of revenues over expenditures	(525)	87,326	87,326	-
Other financing sources (uses)				
Transfers in	27,000	-	-	-
Transfers out	(26,475)	-	-	-
Total other financing sources (uses)	525	-	-	-
Net change in fund balances	-	87,326	87,326	-
Fund balance - beginning of year	321,469	321,469	321,469	-
Fund balance - end of year	$ 321,469	$ 408,795	$ 408,795	$ -

City of Fort Pierce, Florida
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
September 30, 2020

	Capital Improvement Refunding 2010	Capital Improvement Revenue 2014	Section 108 Loan	Fort Pierce Redevelopment Refunding 2015	Capital Improvement Note A 2016	Capital Improvement Note B 2016
ASSETS						
Cash and investments	$ 829,068	$ -	$ 161,073	$ 511,042	$ -	$ -
Advance to other funds	-	-	965,766	-	-	-
Total Assets	$ 829,068	$ -	$ 1,126,839	$ 511,042	$ -	$ -
LIABILITIES AND FUND BALANCES						
FUND BALANCES						
Restricted	829,068	-	161,073	511,042	-	-
Assigned	-	-	965,766	-	-	-
Total fund balance	829,068	-	1,126,839	511,042	-	-
Total liabilities and fund balance	$ 829,068	$ -	$ 1,126,839	$ 511,042	$ -	$ -

Capital Improvement Note C 2016	Capital Lease	Capital Improvement Refunding 2018	Capital Improvement Refunding 2019	Capital Improvement Refunding 2020A	Capital Improvement Refunding 2020B	Capital Improvement Refunding 2020C	Total Nonmajor Debt Service Funds
$ -	$ -	$ -	$ 91,363	$ 315,823	$ 26,504	$ 30,331	$ 1,965,204
-	-	-	-	-	-	-	965,766
$ -	$ -	$ -	$ 91,363	$ 315,823	$ 26,504	$ 30,331	$ 2,930,970
-	-	-	91,363	315,823	26,504	30,331	1,965,204
-	-	-	-	-	-	-	965,766
-	-	-	91,363	315,823	26,504	30,331	2,930,970
$ -	$ -	$ -	$ 91,363	$ 315,823	$ 26,504	$ 30,331	$ 2,930,970

City of Fort Pierce, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR DEBT SERVICE FUNDS
Year Ended September 30, 2020

	Capital Improvement Refunding 2010	Capital Improvement Revenue 2014	Section 108 Loan	Fort Pierce Redevelopment Refunding 2015	Capital Improvement Note A 2016	Capital Improvement Note B 2016
Revenues						
Investment income	$ 1,893	$ 9,193	$ 36,036	$ 7,637	$ 352	$ 157
Expenditures						
Debt service						
Principal	710,111	365,716	283,000	1,720,000	-	-
Interest and fees	78,418	68,405	38,402	791,784	19,869	10,506
Other	825	-	-	1,500	-	-
Total expenditures	789,354	434,121	321,402	2,513,284	19,869	10,506
Excess of revenues over (under) expenditures	(787,461)	(424,928)	(285,366)	(2,505,647)	(19,517)	(10,349)
Other financing sources (uses)						
Transfers in	1,616,477	502,525	-	2,512,640	159,738	71,012
Debt issuance	-	-	-	-	-	-
Payment on Advance Refunding	-	-	-	-	-	-
Transfers out	-	(1,528,418)	-	-	(140,743)	(61,622)
Total other financing sources (uses)	1,616,477	(1,025,893)	-	2,512,640	18,995	9,390
Net change in fund balances	829,016	(1,450,821)	(285,366)	6,993	(522)	(959)
Fund balances - beginning of year	52	1,450,821	1,412,205	504,049	522	959
Fund balances - end of year	$ 829,068	$ -	$ 1,126,839	$ 511,042	$ -	$ -

Capital Improvement Note C 2016	Capital Lease	Capital Improvement Refunding 2018	Capital Improvement Refunding 2019	Capital Improvement Refunding 2020A	Capital Improvement Refunding 2020B	Capital Improvement Refunding 2020C	Total Nonmajor Debt Service Funds
$ 553	$ -	$ 1,063	$ 15,143	$ 1,181	$ 548	$ 1,151	$ 74,907
-	560,820	-	1,215,000	-	378,400	92,795	5,325,842
9,870	86,649	88,473	1,077,000	18,221	14,499	16,489	2,318,585
-	-	154	400	77,493	30,012	70,569	180,953
9,870	647,469	88,627	2,292,400	95,714	422,911	179,853	7,825,380
(9,317)	(647,469)	(87,564)	(2,277,257)	(94,533)	(422,363)	(178,702)	(7,750,473)
224,741	647,469	219,002	2,317,300	332,863	418,856	138,463	9,161,086
-	-	-	-	4,324,598	2,640,970	5,336,543	12,302,111
-	-	-	-	(4,247,105)	(2,610,959)	(5,265,973)	(12,124,037)
(216,491)	-	(138,463)	-	-	-	-	(2,085,737)
8,250	647,469	80,539	2,317,300	410,356	448,867	209,033	7,253,423
(1,067)	-	(7,025)	40,043	315,823	26,504	30,331	(497,050)
1,067	-	7,025	51,320	-	-	-	3,428,020
$ -	$ -	$ -	$ 91,363	$ 315,823	$ 26,504	$ 30,331	$ 2,930,970

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STATISTICAL SECTION

A-1 STATISTICAL TABLES

This section of the City of Fort Pierce's Comprehensive Annual Report contains information to assist the reader in understanding the financial Statements, notes to the financial and other supplemental information.

Financial Trends - These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity - These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity - These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report related to the services the City provides and the activities it performs.

MISCELLANEOUS STATISTICS
September 30, 2020

Date of Incorporation:		February 2, 1901
Adoption of City Charter:		1957
Form of Govt:		Commission/City Manager
Fiscal Year:		October 1, 2019 through September 30, 2020
Area:	35.16 square miles as of 9/30/2020	
Number of Employees:		672.0
City	386.0	
Utilities Authority	286.0	
Police Protection:		
Number of Stations		2
Number of Arresting Personnel		113
Fire Protection:		
(County wide)		
Number of Stations		17
Number of Firemen & Officers		401
Infrastructure:		
City Buildings		24
Cemeteries (not City owned)		5
City Bridges		15
*Vehicle	6	
*Pedestrian	9	
Traffic Lights		211
*Flashing Lights	32	
*Traffic & Caution Lights	179	
Street Lights		5,313
Miles of:		
*Paved Streets	182.4	
*Unpaved Streets	3.0	
Total Streets		185.4
Canals		10.1
Curbs and Gutters		122.8
Seawalls		1.1
Sidewalks		113.6
Storm Sewers		74.9
Building Permits New Construction:		234
Construction Valuation		$ 69,020,350

City of Fort Pierce Population:	
1940	8,040
1950	13,502
1960	25,113
1970	29,721
1980	33,802
1990	36,830
2000	38,401
2010	41,590
Recreation:	
Acres of Public Parks	294.3
Miles of Public Beach	2.3
Baseball Practice Fields	23
Basketball Courts	11
Boat Ramps	10
Football Fields	1
Playgrounds	12
Municipal Pools	2
Racquetball/Handball Courts	2
Shuffleboard Courts	1
Tennis Courts	18
Utilities Customers:	
Electric	28,500
Water	20,700
Wastewater	15,300
Natural Gas	4,100
County Schools Enrollment: *	
ESE (all grades)	6,407
Elementary , Non ESE	13,155
Middle , Non ESE	8,629
High School , Non ESE	11,681
Total Enrollment	39,872
Solid Waste Customers:	
Commercial	1,839
Residential	12,566
Public	24

Sources: City of Fort Pierce financial records, St. Lucie County Fire Dristrict records, Ft. Pierce Utilities Authority, St. Lucie County School records and Bureau of Business and Economic Research.
*St. Lucie County School Board figures are the most recent printed at time of publication.

City of Fort Pierce, Florida

Net Position by Component

Last Ten Fiscal Years

		Fiscal Year			
		2020	2019	2018	2017
Governmental activities					
Net invested in capital assets		$ 46,251,077	$ 43,122,969	$ 41,656,393	$ 41,206,642
Restricted		2,930,970	3,428,020	2,347,896	2,906,878
Unrestricted		9,514,766	5,110,643	6,103,498	2,817,495
Adjustment to record net pension liability	*	-	-	-	-
Adjustment to record net OPEB liability	**	-	-	-	(1,017,916)
Total government activities net Position		$ 58,696,813	$ 51,661,632	$ 50,107,787	$ 45,913,099
Business type activities					
Net invested in capital assets		$ 70,914,575	$ 68,807,409	$ 68,117,114	$ 68,530,285
Restricted		-	2,387,689	-	-
Unrestricted		(2,325,936)	(1,781,464)	685,832	180,432
Adjustment to record net pension liability	*	-	-	-	-
Adjustment to record net OPEB liability	**	-	-	-	(216,887)
Total business-type activities net Position		$ 68,588,639	$ 69,413,634	$ 68,802,946	$ 68,493,830
Primary Government					
Net invested in capital assets		$ 117,165,652	$ 111,930,378	$ 109,773,507	$ 109,736,927
Restricted		2,930,970	5,815,709	2,347,896	2,906,878
Unrestricted		7,188,830	3,329,179	6,789,330	2,997,927
Adjustment to record net pension liability	*	-	-	-	-
Adjustment to record net OPEB liability	**	-	-	-	(1,234,803)
Total primary government net Position		$ 127,285,452	$ 121,075,266	$ 118,910,733	$ 114,406,929

Source: Statement of Net Position

* Implementation of GASB 68

** Implementation of GASB 75

Fiscal Year					
2016	2015	2014	2013	2012	2011
$ 39,077,396	$ 37,055,350	$ 34,114,524	$ 32,136,904	$ 30,700,782	$ 31,066,247
5,300,896	6,911,826	7,644,201	3,612,651	4,469,991	7,448,269
4,960,007	5,825,232	9,166,286	12,820,034	14,694,145	13,854,615
-	-	(1,761,220)	-	-	-
-	-	-	-	-	-
$ 49,338,299	$ 49,792,408	$ 49,163,791	$ 48,569,589	$ 49,864,918	$ 52,369,131
$ 69,349,261	$ 72,258,131	$ 66,234,195	$ 65,104,588	$ 53,122,423	$ 44,669,243
-	-	-	-	-	-
1,271,085	4,277,533	13,349,535	12,551,494	13,672,962	13,960,371
-	-	(270,999)	-	-	-
-	-	-	-	-	-
$ 70,620,346	$ 76,535,664	$ 79,312,731	$ 77,656,082	$ 66,795,385	$ 58,629,614
$ 108,426,657	$ 109,313,481	$ 100,348,719	$ 97,241,492	$ 83,823,205	$ 75,735,490
5,300,896	6,911,826	7,644,201	3,612,651	4,469,991	7,448,269
6,231,092	10,102,765	22,515,821	25,371,528	28,367,107	27,814,986
-	-	(2,032,219)	-	-	-
-	-	-	-	-	-
$ 119,958,645	$ 126,328,072	$ 128,476,522	$ 126,225,671	$ 116,660,303	$ 110,998,745

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

	Fiscal Year			
	2020	2019	2018	2017
Expenses				
Government activities:				
General government	$ 13,317,064	$ 12,478,803	$ 12,453,169	$ 12,679,532
Public Safety	17,827,436	18,718,692	16,341,557	16,426,201
Transportation	6,238,070	6,743,878	6,382,606	6,224,923
Economic Environment	1,561,735	1,779,196	1,526,508	1,104,259
Culture and recreation	2,849,467	3,013,258	2,773,173	2,529,937
Interest of long-term debt	2,446,784	3,163,194	2,891,268	3,567,822
Total government activities expenses	$ 44,240,556	$ 45,897,021	$ 42,368,281	$ 42,532,674
Business-type activities				
Solid Waste	$ 6,902,042	$ 6,778,735	$ 6,745,265	$ 6,235,640
Marina	3,646,829	4,375,846	4,180,073	4,078,834
Storm Water	2,883,250	3,321,553	3,275,415	5,202,294
Golf Course	1,653,957	1,628,188	1,432,238	1,553,141
Sunrise Theater	3,002,666	3,666,296	3,832,927	4,376,238
Building Fund	2,223,204	1,857,393	1,632,847	1,304,815
Total business-type activities	$ 20,311,948	$ 21,628,011	$ 21,098,765	$ 22,750,962
Total primary government expenses	$ 64,552,504	$ 67,525,032	$ 63,467,046	$ 65,283,636
Program Revenues				
Governmental activities:				
Charges for services:				
General government	$ 1,477,614	$ 1,496,288	$ 1,581,796	$ 2,127,748
Public Safety	648,949	624,537	915,607	402,673
Transportation	949,025	750,443	580,770	299,620
Economic Environment	9,723,818	7,883,792	6,452,713	6,883,000
Culture and recreation	403,027	700,526	425,848	254,567
Operating grants and contributions	1,245,979	832,985	3,922,855	1,422,785
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	$ 14,448,412	$ 12,288,571	$ 13,879,589	$ 11,390,393
Business-type activities				
Charges for services:				
Solid Waste	$ 7,681,585	$ 7,648,557	$ 7,806,315	$ 6,676,775
Marina	2,733,006	3,470,692	3,635,137	3,729,402
Storm Water	3,888,785	2,845,271	2,691,049	2,724,106
Golf Course	1,262,210	1,151,369	1,127,258	979,461
Sunrise Theater	1,845,847	2,466,477	2,415,352	2,765,443
Building Fund	2,624,479	2,336,544	2,158,592	1,369,165
Operating grants and contributions	-	-	1,433,973	712,500
Capital grants and contributions	113,331	2,890,929	351,428	
Total business-type activities	$ 20,149,243	$ 22,809,839	$ 21,619,104	$ 18,956,852
Total primary government revenues	$ 34,597,655	$ 35,098,410	$ 35,498,693	$ 30,347,245
Net (Expense) Revenue				
Governmental activities	(29,792,144)	(33,608,450)	(28,488,692)	(31,142,281)
Business-type activities	$ (162,705)	$ 1,181,828	$ 520,339	$ (3,794,110)
Total primary government net expenses	$ (29,954,849)	$ (32,426,622)	$ (27,968,353)	$ (34,936,391)

Fiscal Year					
2016	2015	2014	2013	2012	2011
$ 10,188,059	$ 9,615,174	$ 9,098,006	$ 9,073,474	$ 9,368,691	$ 9,578,646
15,293,734	15,130,557	14,753,228	14,305,679	13,758,635	13,353,710
5,868,560	5,729,773	6,071,542	6,263,011	6,277,776	6,347,717
1,262,385	1,513,335	1,110,448	1,774,472	3,361,379	2,040,019
2,153,169	2,206,744	2,522,271	2,231,912	2,268,586	2,321,424
4,624,442	3,778,626	3,754,510	3,727,940	3,821,411	3,841,700
$ 39,390,349	$ 37,974,209	$ 37,310,005	$ 37,376,488	$ 38,856,478	$ 37,483,216
$ 5,689,842	$ 5,708,431	$ 5,264,288	$ 4,974,739	$ 5,440,958	$ 5,486,548
3,512,275	3,344,558	2,610,077	2,605,281	2,155,455	2,353,376
7,939,853	5,658,447	6,130,795	3,368,903	3,241,933	3,182,318
1,510,721	1,574,074	1,587,070	1,658,894	1,610,301	1,600,742
4,595,335	4,440,222	4,080,883	4,223,143	4,173,135	3,816,102
1,194,096	1,175,458	1,014,511	1,004,080	951,656	997,636
$ 24,442,122	$ 21,901,190	$ 20,687,624	$ 17,835,040	$ 17,573,438	$ 17,436,722
$ 63,832,471	$ 59,875,399	$ 57,997,629	$ 55,211,528	$ 56,429,916	$ 54,919,938
$ 1,180,822	$ 1,107,288	$ 489,335	$ 1,578,442	$ 451,139	$ 695,767
559,349	478,889	391,592	434,898	335,806	338,144
246,932	116,573	87,391	28,068	18,850	102,831
7,296,531	6,047,847	3,904,780	4,876,129	5,021,998	5,565,047
166,683	177,797	200,402	126,687	133,913	132,696
385,082	1,823,584	4,169,400	1,013,850	2,968,721	1,977,408
-	527,089	3,599,755	1,635,302	1,311,204	659,333
$ 9,835,399	$ 10,279,067	$ 12,842,655	$ 9,693,376	$ 10,241,631	$ 9,471,226
$ 6,544,120	$ 6,376,443	$ 6,264,167	$ 6,348,420	$ 6,139,701	$ 6,078,244
2,856,262	2,196,705	1,737,088	1,800,958	1,920,455	1,626,788
2,708,419	3,259,131	2,707,758	2,598,840	2,679,764	2,720,486
1,235,869	1,373,744	1,417,093	1,418,505	1,439,569	1,350,526
3,342,281	3,539,762	2,959,181	2,887,153	3,066,474	2,625,109
1,360,416	1,231,122	1,276,557	1,053,183	845,845	976,606
-	-	-	-	-	-
407,561	1,959,954	7,142,646	13,354,340	10,145,196	4,046,662
$ 18,454,928	$ 19,936,861	$ 23,504,490	$ 29,461,399	$ 26,237,004	$ 19,424,421
$ 28,290,327	$ 30,215,928	$ 36,347,145	$ 39,154,775	$ 36,478,635	$ 28,895,647
(29,554,950)	(27,695,142)	(24,467,350)	(27,683,112)	(28,614,847)	(28,011,990)
$ (5,987,194)	$ (1,964,329)	$ 2,816,866	$ 11,626,359	$ 8,663,566	$ 1,987,699
$ (35,542,144)	$ (29,659,471)	$ (21,650,484)	$ (16,056,753)	$ (19,951,281)	$ (26,024,291)

General Revenues and Other Changes in Net Position

	Fiscal Year 2020	2019	2018	2017
Governmental Activities:				
Taxes				
Ad valorem tax	$ 17,112,787	$ 15,823,291	$ 15,118,042	$ 13,973,397
General Sales and use tax	2,062,075	2,220,408	2,129,418	2,059,076
Utility service and franchise	4,448,412	4,358,981	4,332,987	4,314,862
State Revenue Sharing	1,413,886	1,525,975	1,445,623	1,392,722
Additional one-cent sales tax	3,857,988	3,034,894	1,898,973	1,776,224
Unrestricted grants and contributions	412,335	402,063	367,113	329,933
Component unit transfer	6,276,267	6,125,454	6,138,645	5,968,785
Miscellaneous	300,350	423,093	412,663	417,715
Unrestricted investment earnings	241,621	590,597	530,441	312,404
Extraordinary Item		-		-
Transfers	701,604	657,539	309,475	(1,810,121)
Total government activities	$ 36,827,325	$ 35,162,295	$ 32,683,380	$ 28,734,997
Business-type activities				
Investment earnings	$ 39,314	$ 86,399	$ 98,252	$ 74,360
Insurance proceeds-unrestricted				
Miscellaneous				
Transfers	(701,604)	(657,539)	(309,475)	1,810,121
Total business-type activities	$ (662,290)	$ (571,140)	$ (211,223)	$ 1,884,481
Total primary government	$ 36,165,035	$ 34,591,155	$ 32,472,157	$ 30,619,478
Change in Net Position				
Governmental Activities	$ 7,035,181	$ 1,553,845	$ 4,194,688	$ (2,407,284)
Business-type activities	(824,995)	610,688	309,116	(1,909,629)
Total primary government	$ 6,210,186	$ 2,164,533	$ 4,503,804	$ (4,316,913)

Source: Statement of Activities

Fiscal Year					
2016	2015	2014	2013	2012	2011
$ 13,171,397	$ 11,882,126	$ 11,958,161	$ 10,082,823	$ 10,009,972	$ 11,144,640
2,082,894	2,072,741	2,084,479	2,183,003	2,268,673	2,326,799
4,261,492	4,209,187	4,213,534	4,456,865	4,708,357	4,656,869
1,323,800	1,282,595	1,211,575	1,166,983	1,153,572	1,149,797
1,666,089	1,603,223	1,495,885	1,378,666	1,330,114	1,387,116
302,837	265,449	248,113	249,148	241,799	241,312
5,809,302	5,735,240	5,605,157	5,365,879	4,767,268	4,925,280
201,096	259,054	91,884	346,124	196,028	202,640
305,599	166,607	193,528	243,884	191,827	194,349
-	-	-	-	-	-
(23,665)	847,537	815,331	914,408	1,243,024	(294,281)
$ 29,100,841	$ 28,323,759	$ 27,917,647	$ 26,387,783	$ 26,110,634	$ 25,934,521
$ 48,211	$ 34,799	$ 44,148	$ 64,567	$ 79,883	$ 87,750
					-
			84,179	665,346	654,803
23,665	(847,537)	(815,331)	(914,408)	(1,243,024)	294,281
$ 71,876	$ (812,738)	$ (771,183)	$ (765,662)	$ (497,795)	$ 1,036,834
$ 29,172,717	$ 27,511,021	$ 27,146,464	$ 25,622,121	$ 25,612,839	$ 26,971,355
$ (454,109)	$ 628,617	$ 3,450,297	$ (1,295,329)	$ (2,504,213)	$ (2,077,469)
(5,915,318)	(2,777,067)	2,045,683	10,860,697	8,165,771	3,024,533
$ (6,369,427)	$ (2,148,450)	$ 5,495,980	$ 9,565,368	$ 5,661,558	$ 947,064

City of Fort Pierce, Florida
Fund Balances, Government Funds
Last Ten Fiscal Years

	Fiscal Year			
	2020	**2019**	****2018**	**2017**
General Fund				
Nonspendable	$ 393,603	$ 52,692	$ 403,855	$ 347,570
Restricted	-	-	-	-
Committed	-	462,950	836,909	710,407
Assigned	4,242,997	4,242,997	3,890,961	3,688,620
Unassigned	5,189,540	3,981,710	4,518,827	1,423,048
Unreserved	-	-	-	-
Total General Fund	$ 9,826,140	$ 8,740,349	$ 9,650,552	$ 6,169,645
All Other Government Funds				
Special Revenue:				
Restricted	$ 12,719,054	$ 9,410,349	$ 7,262,071	$ 6,068,627
Nonspendable	11,273	14,196	14,261	12,067
Assigned	4,583	4,583	4,583	4,584
Committed	-	-	-	-
Debt Service:				
Restricted	1,965,204	2,145,172	757,718	1,019,095
Assigned	965,766	1,282,848	1,590,178	1,887,820
Capital projects:				
Restricted	-	-	-	-
Total all other governmental funds	$ 15,665,880	$ 12,857,148	$ 9,628,811	$ 8,992,193
Total governmental and general funds	$ 25,492,020	$ 21,597,497	$ 19,279,363	$ 15,161,838

* Implementation of GASB 54 in 2011

* * Implementation of GASB 74 in 2018

Source: Balance Sheet Governmental Funds

	Fiscal Year					
	2016	2015	2014	2013	2012	* 2011
	$ 316,714	$ 74,213	$ 295,821	$ 78,134	$ 260,206	$ 415,980
	-	-	-	-	-	-
	550,000	550,000	723,134	1,219,933	1,219,933	894,680
	3,582,326	3,582,326	3,404,652	3,232,604	3,232,604	3,222,160
	403,281	255,096	(126,374)	(286,355)	95,628	565,717
	-	-	-	-	-	-
	$ 4,852,321	$ 4,461,635	$ 4,297,233	$ 4,244,316	$ 4,808,371	$ 5,098,537
	$ 4,445,596	$ 2,493,441	$ 2,339,723	$ 1,184,459	$ 1,434,093	$ 1,867,420
	16,573	-	18,429	1,084	16,437	16,591
	184,984	184,984	184,984	190,062	190,062	190,062
	-	290,254	130,783	946,613	544,490	567,140
	2,974,093	3,750,413	3,722,988	991,103	1,561,513	2,168,777
	-	-	-	-	-	-
	2,326,803	3,161,413	3,921,213	2,621,548	2,908,478	3,077,881
	$ 9,948,049	$ 9,880,505	$ 10,318,120	$ 5,934,869	$ 6,655,073	$ 7,887,871
	$ 14,800,370	$ 14,342,140	$ 14,615,353	$ 10,179,185	$ 11,463,444	$ 12,986,408

City of Fort Pierce, Florida

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

	Fiscal Year			
	2020	**2019**	**2018**	**2017**
Revenues				
Taxes	$ 23,623,274	$ 22,402,679	$ 21,580,447	$ 20,347,337
Licenses, fees and permits	843,397	804,478	907,438	390,963
Intergovernmental	14,750,257	12,875,765	13,198,242	10,448,502
Charges for services	302,697	431,027	382,717	285,520
Fines and penalties	387,801	363,464	552,145	189,139
Contributions from component units	6,276,267	6,125,454	6,138,645	5,968,785
Investment earnings	241,621	590,594	530,441	312,404
Other revenues	5,897,805	4,633,692	3,730,516	5,476,101
Total revenues	$ 52,323,119	$ 48,227,153	$ 47,020,591	$ 43,418,751
Expenditures				
General government	13,869,729	12,897,475	12,259,917	12,538,429
Public safety	16,648,464	16,885,445	15,608,843	15,253,746
Transportation	3,078,572	3,145,704	3,074,578	3,068,423
Economic environment	1,469,508	1,679,942	1,435,852	1,021,717
Culture and recreation	2,464,639	2,530,491	2,444,590	2,217,612
Capital outlay	5,566,761	2,034,264	3,032,948	3,263,816
Debt service:				
Principal	5,325,842	5,185,396	4,742,039	4,289,252
Interest	2,338,879	2,676,241	2,476,039	3,107,687
Other	180,953	67,673	113,527	71,193
Total expenditures	$ 50,943,347	$ 47,102,631	$ 45,188,333	$ 44,831,875
Excess of Revenues over and (under) expenditures	$ 1,379,772	$ 1,124,522	$ 1,832,258	$ (1,413,124)
Other Financing sources (Uses)				
Transfers in	$ 15,680,193	$ 16,494,082	$ 10,966,769	$ 15,746,154
Transfers out	(14,978,589)	(15,836,543)	(10,657,294)	(17,560,935)
Issuance of debt/Capital Lease	13,937,184	28,232,772	6,869,010	3,589,373
Discount on issuance of debt	-	-	-	-
Proceeds from refunding	-	-	-	-
Total other financing	-	-	-	-
Payment on Current Refunding	-	-	-	-
Payment on Advance Refunding	(12,124,037)	(27,696,699)	(4,893,218)	
Total sources (uses)	$ 2,514,751	1,193,612	2,285,267	1,774,592
Special Item-Sale of Land				
Net change in fund balances	$ 3,894,523	2,318,134	4,117,525	361,468
Debt service as a percentage of non capital expenditures	16.9%	17.4%	17.1%	17.8%

SOURCE: Statement of Revenues, Expenditures and Changes in Fund Balances

	Fiscal Year					
	2016	2015	2014	2013	2012	2011
	$ 19,515,783	$ 18,164,053	$ 18,256,174	$ 16,722,691	$ 16,987,002	$ 18,128,308
	374,499	435,346	333,806	327,558	353,390	465,984
	9,899,947	10,661,557	15,104,540	11,384,520	11,338,211	9,157,273
	288,911	261,508	226,708	215,829	195,748	180,180
	301,765	245,930	202,277	222,445	193,114	207,067
	5,809,302	5,735,240	5,605,157	5,365,879	4,767,268	4,925,280
	305,599	166,607	193,528	243,884	196,028	202,640
	5,088,808	3,656,005	4,734,719	2,977,234	2,799,953	3,490,107
	$ 41,584,614	$ 39,326,246	$ 44,656,909	$ 37,460,040	$ 36,830,714	$ 36,756,839
	10,409,135	10,013,455	10,151,988	9,764,941	10,351,426	10,158,774
	13,870,188	13,873,313	14,032,891	13,453,506	12,972,368	12,555,394
	2,747,800	2,684,573	3,122,509	3,089,871	3,058,459	2,981,763
	1,182,662	1,434,987	1,033,042	1,735,007	3,277,492	1,944,850
	1,902,214	1,948,803	2,150,857	1,968,202	1,943,145	1,988,264
	3,253,508	3,575,611	10,185,718	3,765,513	2,383,608	2,118,083
	3,788,108	3,151,895	2,718,000	2,168,000	1,820,000	1,695,000
	3,935,165	3,760,086	3,647,762	3,709,460	3,761,440	3,813,474
	552,254	4,273	72,534	4,207	28,763	14,687
	$ 41,641,034	$ 40,446,996	$ 47,115,301	$ 39,658,707	$ 39,596,701	$ 37,270,289
	$ (56,420)	$ (1,120,750)	$ (2,458,392)	$ (2,198,667)	$ (2,765,987)	$ (513,450)
	$ 10,826,011	$ 13,675,604	$ 14,954,554	$ 11,239,805	$ 10,639,613	$ 6,319,305
	(10,982,301)	(12,828,067)	(14,139,223)	(10,325,397)	(9,396,589)	(6,613,586)
	-	-	-	-	-	-
	-	-	-	-	-	-
	59,370,000	-	6,079,229	-	-	-
	-	-	-	-	-	-
	(17,400,000)	-	-	-	-	-
	(41,299,060)	-	-	-	-	-
	$ 514,650	847,537	6,894,560	914,408	1,243,024	(294,281)
	$ 458,230	(273,213)	4,436,168	(1,284,259)	(1,522,963)	(807,731)
	20.1%	18.7%	17.2%	16.4%	15.0%	15.7%

City of Ft. Pierce. Florida

Changes In Net Position, Fiduciary Funds

Last Ten Fiscal Years

	Fiscal Year			
	2020	**2019**	**2018**	**2017**
Additions				
Employer	$ 5,343,484	$ 5,240,707	$ 4,909,654	$ 4,565,884
Employees	2,406,609	2,388,106	2,192,861	2,156,251
State	412,335	402,063	367,113	329,933
Other				
Investment income (net of expenses)	$ 20,283,302	$ 6,004,246	$ 20,351,634	$ 20,081,849
Total additions to plan net position	$ 28,445,730	$ 14,035,122	$ 27,821,262	$ 27,133,917
Deductions				
Benefit payments	$ 15,469,233	$ 14,874,016	$ 14,170,078	$ 13,736,690
Refunds	574,347	467,789	344,428	298,276
Administrative expenses	281,557	325,176	215,247	206,760
Other expenses	20,651	20,651	19,406	19,406
Total deductions from plan net position	$ 16,345,788	$ 15,687,632	$ 14,749,159	$ 14,261,132
Change in net position	$ 12,099,942	$ (1,652,510)	$ 13,072,103	$ 12,872,785

Source: Combining Statement of Changes in Fiduciary Funds Net Position

Fiscal Year					
2016	2015	2014	2013	2012	2011
$ 4,211,312	$ 4,093,268	$ 4,356,127	$ 4,266,803	$ 3,566,751	$ 3,181,446
2,005,283	1,925,831	1,943,411	1,920,330	1,874,591	1,738,084
302,837	265,449	248,113	249,148	241,799	241,312
-	-	-	-	-	-
$ 17,392,106	$ 2,511,123	$ 17,721,192	$ 21,583,070	$ 26,881,779	$ 1,482,590
$ 23,911,538	$ 8,795,671	$ 24,268,843	$ 28,019,351	$ 32,564,920	$ 6,643,432
$ 13,389,859	$ 12,959,826	$ 12,606,823	$ 11,993,098	$ 10,874,268	$ 10,413,658
786,340	408,937	440,758	585,930	346,839	274,419
204,174	153,522	176,528	134,550	129,911	141,620
19,406	21,601	20,829	19,416	18,992	19,122
$ 14,399,779	$ 13,543,886	$ 13,244,938	$ 12,732,994	$ 11,370,010	$ 10,848,819
$ 9,511,759	$ (4,748,215)	$ 11,023,905	$ 15,286,357	$ 21,194,910	$ (4,205,387)

City of Fort Pierce, Florida
Assessed Value and Actual Value of Taxable Property
Last Ten Years

Fiscal Year Ended September 30,	Real Property	Personal Property	Centrally Assessed Property
2020	$ 3,168,531,958	$ 217,284,499	$ 11,786,499
2019	2,973,396,245	206,673,280	11,674,621
2018	2,807,904,420	200,953,767	11,459,927
2017	2,656,205,901	199,752,821	10,889,970
2016	2,519,792,781	201,769,117	9,950,405
2015	2,420,424,296	178,560,253	8,259,241
2014	2,369,027,251	196,294,919	7,180,208
2013	2,375,689,997	192,499,439	7,381,630
2012	2,463,908,875	209,865,288	7,135,634
2011	2,582,341,713	241,596,029	6,734,681

Less: Exemption	Total Taxable Assessed Value	Total Direct Tax Rate
$ 835,533,570	$ 2,562,069,386	6.9000
813,001,897	2,378,742,249	6.9000
777,186,255	2,243,131,859	6.9000
759,747,984	2,107,100,708	6.9000
744,102,164	1,987,410,139	6.9000
718,951,717	1,888,292,073	6.5786
707,506,816	1,864,995,562	6.6050
707,571,187	1,867,999,879	5.7131
707,684,181	1,973,225,616	5.4674
696,878,963	2,133,793,460	5.4674

City of Fort Pierce, Florida
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	County Parks MSTU	Co Public Transit MSTU	Erosion District E	Law Enf. Jail, Judicial Sys	Co General Revenue Fund	St. Lucie County Port Bond	Childrens Services Council	St Lucie Co Fire District
2020	0.2313	0.1269	0.1497	3.2324	4.3077	-	0.4765	3.0000
2019	0.2313	0.1269	0.0925	3.4538	4.1077	-	0.4765	3.0000
2018	0.2313	0.1269	0.0925	3.4538	4.1077	-	0.4765	3.0000
2017	0.2313	0.1269	0.0925	3.2838	4.1077	-	0.4765	3.0000
2016	0.2313	0.1269	0.0925	3.2699	4.1273	0.0154	0.4765	3.0000
2015	0.2313	0.1269	0.0925	3.2699	3.7764	0.0154	0.4765	3.0000
2014	0.2313	0.1269	0.0925	3.9699	2.9221	0.0154	0.4872	3.0000
2013	0.2313	0.1269	0.0925	3.9699	2.9221	0.0154	0.4872	2.6500
2012	0.2313	0.1269	0.0925	3.9699	2.9221	0.0154	0.4872	2.6500
2011	0.2313	0.1269	0.0925	3.9699	2.8707	0.0154	0.4872	2.4839

Source: St. Lucie County Property Appraisers Office

FL Inland Navigation Dist	City of Fort Pierce	County School District	Mosquito Control	S FL Water Mgmt District	Environ Signif Land Bond	Everglades Construction Project	Total
0.0320	6.9000	7.1220	0.1806	0.2795	-	-	26.0386
0.0320	6.9000	6.3350	0.2164	0.2936	-	-	25.2657
0.0320	6.9000	6.5740	0.2164	0.3100	-	-	25.5211
0.0320	6.9000	6.9270	0.2164	0.3307	-	-	25.7248
0.0320	6.9000	7.2830	0.2413	0.3551	-	-	26.1512
0.0345	6.5786	7.2410	0.2522	0.3842	-	-	25.4794
0.0345	6.6050	7.2570	0.4065	0.4110	-	-	25.5593
0.0345	5.7131	7.7710	0.2036	0.4289	-	-	24.6464
0.0345	5.4674	7.8780	0.2036	0.4363	-	-	24.5151
0.0345	5.4674	8.1770	0.2036	0.5346	0.0459	0.0894	24.8302

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

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2020	$ 17,678,279	$ 16,913,982	95.68%
2019	16,485,272	15,811,194	95.91%
2018	16,142,879	15,686,319	97.17%
2017	14,596,858	13,990,878	95.85%
2016	13,439,692	13,134,433	97.73%
2015	12,437,017	11,869,802	95.44%
2014	12,386,111	11,676,648	94.27%
2013	10,736,076	10,021,382	93.34%
2012	10,846,887	10,009,972	92.28%
2011	11,436,942	10,792,465	94.36%

Sources: City of Fort Pierce Finance Records,
St. Lucie County Tax records DR420

	Total Collections to Date	
Collections in Subsequent Years	Amount	Percentage of Levy
$ 198,805	$ 17,112,787	96.80%
12,097	15,823,291	95.98%
178,690	15,865,010	98.28%
(17,481)	13,973,397	95.73%
36,964	13,171,397	98.00%
12,303	11,882,105	95.54%
279,204	11,955,852	96.53%
61,442	10,082,823	93.92%
46,554	10,056,526	92.71%
165,634	10,958,099	95.81%

City of Fort Pierce, Florida
Principal Revenue Payers - Property Tax
Current Year and Nine Years Ago

Taxpayer	2020 Taxable Assessed Value	2020 Rank	2020 Percentage of Total City Taxable Assessed Value
Wal-Mart Stores East	72,011,360	1	2.81067%
Bellsouth Telecommunication % Ja	28,533,485	2	1.11369%
HCA Attn: Tax Dept	28,057,269	3	1.09510%
Ehden NV C/O Fraga Properties	23,945,681	4	0.93462%
Lawnwood Medical Center % DuCl	22,373,937	5	0.87328%
Destin Beach Inc % Carmela Bell	17,896,507	6	0.69852%
Treasure Cay Properties LLC	15,291,183	7	0.59683%
Landings Fort Pierce LLC	15,113,793	8	0.58991%
Woods Family Limited Ptnr II	13,164,994	9	0.51384%
FEC RR	12,350,318	10	0.48204%
AT&T			
Prime Homes at Portofino Land			
Cornerstone Fort Pierce Dev			
Boca Ven Land of Ft Pierce Inc			
Total	$ 248,738,527		9.7085%

* Total assessed valuation is $ 2,562,069,386

2011		
Taxable Assessed Value	**Rank**	**Percentage of Total City Taxable Assessed Value**
49,595,614	1	2.3243%
36,525,562	2	1.7118%
29,782,142	4	1.3957%
17,931,736	7	0.8404%
12,232,889	8	0.5733%
24,191,992	6	1.1338%
34,116,886	3	1.5989%
27,678,056	5	1.2971%
12,165,985	9	0.5702%
12,060,207	10	0.5652%
$ 256,281,069		12.0106%
$ 2,133,793,460		

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City of Fort Pierce, Florida
State Revenue Sharing Funds
Last Ten Fiscal Years

Fiscal Year	State Revenue Sharing	1/2 Cent Sales Tax	Mobile Home License	Beverage License	Fuel Tax Refund	1/2 Cent Infrastructure Tax*	Total Receipts
2020	$ 1,413,886	1,995,480	50,053	48,513	47,741	1,862,508	5,418,180
2019	1,525,976	1,996,320	47,214	51,267	47,095	1,038,574	4,706,445
2018	1,445,623	1,898,973	45,579	45,403	56,434	-	3,492,012
2017	1,392,722	1,776,224	37,548	47,214	53,834	-	3,307,542
2016	1,323,800	1,666,089	38,013	36,752	53,354	-	3,118,008
2015	1,282,595	1,603,223	39,544	41,793	62,255	-	3,029,410
2014	1,211,575	1,495,885	36,372	39,118	54,071	-	2,837,021
2013	1,166,983	1,378,666	36,427	50,183	59,449	-	2,691,708
2012	1,153,572	1,330,114	37,212	32,681	57,159	-	2,610,738
2011	1,149,797	1,387,116	32,695	30,989	52,131	-	2,652,727

Source: City of Fort Pierce Finance Records

* Implemented in 2019

City of Fort Pierce, Florida
Fort Pierce Redevelopment Agency
Taxable Value Of Each District
Last Ten Fiscal Years

AGENCY			Fiscal Year 2020	2019	2018	2017
City of Fort Pierce						
CRA 1	(Res 82-25)	*	55,818,945	54,796,766	53,285,719	50,541,442
CRA 2	(Res 95-89)		3,519,215	3,304,951	3,196,843	3,150,181
CRA 3	(Res 96-15)		4,950,521	4,186,715	4,085,487	3,942,324
CRA 4	(Res 01-98)	*	791,359,128	710,835,016	673,134,776	632,670,747
	CFP Total		**855,647,809**	**773,123,448**	**733,702,825**	**690,304,694**
St. Lucie County						
CRA 1	(Res 82-25)	**	55,743,945	54,721,766	53,500,126	50,720,476
CRA 2	(Res 95-89)		3,540,121	3,304,951	3,196,843	3,150,181
CRA 3	(Res 96-15)		4,950,521	4,186,715	4,085,487	3,942,324
CRA 4	(Res 01-98)	**	787,656,659	707,204,424	669,506,626	629,469,959
	SLC Total		**851,891,246**	**769,417,856**	**730,289,082**	**687,282,940**

* City with historic but no senior exemption
** County with senior but no historic exemption

Fiscal Year					
2016	2015	2014	2013	2012	2011
47,636,647	48,076,622	49,234,611	51,157,598	54,952,729	56,168,470
2,742,460	2,742,460	2,591,500	2,477,100	2,590,239	2,820,864
3,853,477	3,853,477	3,173,700	3,467,600	3,832,104	3,822,122
589,287,949	592,159,262	561,639,632	561,948,017	577,410,385	609,706,475
643,520,533	**646,831,821**	**616,639,443**	**619,050,315**	**638,785,457**	**672,517,931**
47,840,681	49,841,776	49,765,511	52,074,098	55,982,929	57,710,070
2,742,460	2,742,460	2,591,500	2,477,100	2,590,239	2,820,864
3,853,477	3,853,477	3,173,700	3,467,600	3,832,104	3,822,122
586,114,655	571,482,215	558,849,211	559,212,624	574,247,439	606,278,371
640,551,273	**627,919,928**	**614,379,922**	**617,231,422**	**636,652,711**	**670,631,427**

City of Fort Pierce, Florida
Legal Debt Margin Information
September 30, 2020

	Fiscal Year				
	2020	**2019**	**2018**	**2017**	**2016**
Debit Limit	$ 67,000,000	$ 67,000,000	$ 67,000,000	$ 67,000,000	$ 67,000,000
Total Net Debt Applicable to Limit * (1)	52,590,350	55,338,710	58,465,244	60,365,683	60,736,702
Debit Margin	$ 14,409,650	$ 11,661,290	$ 8,534,756	$ 6,634,317	$ 6,263,298
Total net debt applicable to the limit as a percentage of debt limit	78.493%	82.595%	87.262%	90.098%	90.652%

* Includes all net long-term debt except debt obligations of the Community Redevelopment Agency
(1) debt includes unamortized items

NOTE: The City Charter does not set a limit of bond indebtedness as a percentage of assessed valuation.
The Charter does allow the City to borrow an aggregate of $67,000,000.

City of Fort Pierce
Direct and Overlapping Governmental Activities Debt
September 30, 2020

Jurisdiction	**Governmental Bonded Debt Outstanding**	**Percent Applicable to City***	**Total Applicable to City**
Overlapping Debt:			
St. Lucie County	141,550,657	13.06%	18,483,401
St. Lucie County District School Board**	200,747,000	12.40%	24,899,618
Overlapping Debt Totals	342,297,657		43,383,020
Direct Debt:			
City of Fort Pierce (1)	60,039,714	100.00%	60,039,714
Capital Leases	2,748,477	100.00%	2,748,477
Total Direct Debt	62,788,191		62,788,191
Total direct and overlapping debt	405,085,848		106,171,211

Sources: St. Lucie County
* The percent applicable to the City is calculated using property taxable value ratios
** School Board: Exemptions for Economic Development anc
Additional Homestead are not included.
(1) City direct debt includes unamortized items

Sources: St. Lucie County School Board
St. Lucie County Clerk of Court
St. Lucie County Property Appraiser
City of Fort Pierce Finance Department

Fiscal Year				
2015	2014	2013	2012	2011
$ 67,000,000	$ 67,000,000	$ 67,000,000	$ 67,000,000	$ 67,000,000
59,086,556	61,940,246	53,835,180	59,250,000	60,480,000
$ 7,913,444	$ 5,059,754	$ 13,164,820	$ 7,750,000	$ 6,520,000
88.189%	92.448%	80.351%	88.433%	90.269%

City of Fort Pierce. Florida
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

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Governmental Activities

Fiscal Year		Redevelopment Bonds	Sales Tax Increment Bonds	Non-ad Valorum	Capital Leases
2020	$	23,050,000	-	36,989,714	2,748,477
2019		24,770,000	-	39,642,639	1,674,225
2018		26,435,000	-	43,231,987	1,656,683
2017		28,045,000	-	45,720,773	52,886
2016		32,000,000	-	42,296,369	-
2015		30,330,000	-	43,419,477	-
2014		31,670,000	-	40,192,143	-
2013		32,875,000	-	40,665,143	-
2012		34,080,000	490,000	41,138,143	-
2011		35,240,000	965,000	41,323,143	-

Source: City of Fort Pierce Financial Statements
** Debt includes unamortized items

Business-Type Activities

Marina	Storm water	Solid Waste	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
7,871,070	9,316,978	-	1,672,682	81,648,921	5.03%	1,771
8,070,875	10,214,676	-	851,820	85,224,235	6.08%	1,850
5,230,204	11,942,374	-	1,203,685	89,699,933	7.02%	1,968
5,361,342	11,970,000	-	1,471,677	92,621,679	7.72%	2,045
5,598,333	13,745,000	-	-	93,639,702	8.21%	2,105
5,827,371	13,935,000	-	-	93,511,848	8.20%	2,102
1,846,857	14,570,000	-	-	88,279,000	7.67%	2,025
1,846,857	15,185,000	-	-	90,572,000	7.59%	2,178
1,846,857	15,775,000	-	-	93,330,000	6.93%	2,226
1,846,857	16,345,000	-	-	95,720,000	7.38%	2,270

City of Fort Pierce, Florida

Pledged Revenue Coverage

Last Ten Fiscal Years

Governmental Activities

Non-ad Valorum Bonds

Fiscal Year	Revenue [1]	Less: Operating Expenses [2]	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2020	$ 35,328,942	$ 23,939,200	$ 11,389,742	$ 1,480,522	$ 422,704	5.98
2019	36,289,980	21,725,083	14,564,897	1,493,396	1,322,522	5.17
2018	29,828,824	19,680,890	10,147,934	1,244,692	1,347,312	3.92
2017	32,811,589	20,322,433	12,489,156	967,987	1,325,055	5.45
2016	30,423,143	16,406,115	14,017,028	530,000	1,119,194	8.50
2015	29,088,947	16,279,220	12,809,727	1,255,000	2,038,348	3.89
2014	30,042,740	15,262,366	14,780,374	1,185,000	2,105,055	4.49
2013	27,430,244	14,139,760	13,290,484	190,000	2,112,561	5.77
2012	25,997,176	14,636,799	11,360,377	185,000	2,119,967	4.93
2011	28,044,024	15,161,178	12,882,846	175,000	2,140,511	5.56

Redevelopment Bonds [3]

Fiscal Year	Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Interest	Coverage
2020	$ 7,492,647	$ 3,148,729	$ 4,343,918	$ 3,351,611	$ 1,770,830	0.85
2019	7,081,572	3,497,785	3,583,787	3,409,000	1,022,002	0.81
2018	6,033,664	3,179,060	2,854,604	2,884,000	1,124,766	0.71
2017	7,349,601	4,228,262	3,121,339	2,848,500	1,117,279	0.79
2016	8,192,527	2,511,834	5,680,693	2,685,000	1,542,822	1.34
2015	7,461,479	4,225,896	3,235,583	1,295,000	1,432,781	1.19
2014	8,321,415	5,173,422	3,147,993	1,205,000	1,479,406	1.17
2013	5,453,289	2,523,697	2,929,592	1,205,000	1,524,331	1.07
2012	5,294,961	2,683,020	2,611,941	1,160,000	1,567,581	0.96
2011	5,771,580	2,501,344	3,270,236	1,065,000	1,610,181	1.22

Sales Tax Increment Bonds

Fiscal Year	Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2020	$ 1,995,480	$ -	$ 1,995,480	$ -	$ -	-
2019	1,996,320	-	1,996,320	-	-	-
2018	1,898,973	-	1,898,973	-	-	-
2017	1,776,224	-	1,776,224	-	-	-
2016	1,666,089	-	1,666,089	-	-	-
2015	1,603,223	-	1,603,223	-	-	-
2014	1,495,886	-	1,495,886	-	-	-
2013	1,378,666	-	1,378,666	490,000	9,800	2.76
2012	1,330,144	-	1,330,144	475,000	28,506	2.64
2011	1,387,116	-	1,387,116	455,000	45,375	2.77

*** No bonds outstanding

[1] Reveunes: Less Grants, Capital leases, Transfers. Also, Restricted Reveunes, Local Option Gas Tax and Impact Fees

[2] Expenses: Governmental Expenditures and Public Safety Debt Financed from the Sources, and Ad Valorum Credit which started in 2004

[3] Funded by (TIF) Tax Increment Funds

[4] Statement of Revenues, Expenses and Changes in Fund Net Position-Proprietary Funds
Total Operating Revenues + Total non-operating revenues (expenses) less
Total operating expenses (less depr)

Note: Non Ad Valorum Debt: 2001 & 2002 the City of Fort Pierce paid before maturity 2.5 million in Long-Term Debt

Business Activities [4]

Marina Bonds

Fiscal Year	Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Interest	Coverage
2020	$ 2,749,941	$ 2,501,347	$ 248,594	$ 424,920	$ 255,208	0.37
2019	3,458,992	2,841,350	617,642	267,620	181,293	1.38
2018	3,646,597	2,849,827	796,770	267,369	174,335	1.80
2017	3,086,148	2,474,008	612,140	244,619	208,933	1.35
2016	2,569,916	1,846,488	723,428	236,990	245,716	1.50
2015	2,203,948	2,183,515	20,433	229,038	223,573	0.05
2014	1,749,369	1,666,599	82,770	-	92,343	0.90
2013	1,812,467	1,754,527	57,940	-	92,343	0.63
2012	1,938,537	1,737,132	201,405	-	92,343	2.18
2011	2,038,173	1,751,506	286,667	-	95,421	3.00

Storm Water Bonds

Fiscal Year	Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Interest	Coverage
2020	$ 3,889,632	$ 1,126,776	$ 2,762,856	$ 900,000	$ 296,960	2.31
2019	2,699,775	1,660,427	1,039,348	1,730,000	322,335	0.51
2018	2,750,689	1,612,191	1,138,498	-	351,332	3.24
2017	2,765,987	3,550,865	(784,878)	855,000	371,055	(0.64)
2016	2,747,322	4,856,140	(2,108,818)	950,000	542,329	(1.41)
2015	2,693,352	1,521,214	1,172,138	635,000	628,375	0.93
2014	2,718,550	2,538,854	179,696	635,000	657,605	0.14
2013	2,598,840	1,249,161	1,349,679	615,000	679,336	1.04
2012	2,736,435	1,153,251	1,583,184	590,000	703,935	1.22
2011	2,768,553	1,010,332	1,758,221	570,000	724,835	1.36

City of Fort Pierce, Florida
Demopgraphic and Economic Statistics
Last Ten Calendar Year

Calender Year	City of Ft. Pierce Population	Personal Income	Median Household Income *	School Enrollment**, ***	Unemployment Rate
2020	46,103	1,622,733,394	35,198	39,872	8.7%
2019	46,071	1,402,631,595	30,445	40,160	5.7%
2018	45,581	1,277,407,525	28,025	40,160	5.9%
2017	45,295	1,200,453,385	26,503	41,458	6.5%
2016	44,484	1,140,347,340	25,635	41,589	8.4%
2015	43,601	1,151,676,814	26,414	40,764	10.4%
2014	43,074	1,193,968,206	27,719	40,951	13.7%
2013	42,645	1,347,496,710	31,598	45,781	10.1%
2012	41,993	1,296,281,917	30,869	46,453	10.9%
2011	42,169	1,561,500,000	37,030	44,294	13.0%

* U. S. Department of Commerce, Bureau of Economic Analysis (FRED)
** St. Lucie County School Board (Countywide)
*** St. Lucie County School Board figures are the most recent printed at time of publication.

City of Fort Pierce, Florida
Principal Employers
Current Year and Nine Years Ago

Employer*	2020 Employees*	2020 Rank	2020 Percentage of Total County Employment Within the City Limits	2011 Employees*	2011 Rank	2011 Percentage of Total County Employment Within the City Limits
School Board of St Lucie County	5,564	1	6.96%	4,946	1	25.34%
Indian River State College	2,338	2	2.92%	1,037	3	5.31%
Lawnwood Regional Medical Ctr & Heart Institute	1,615	3	2.02%	1,500	2	7.68%
Wal-Mart Distribution Center	890	4	1.11%	650	4	3.33%
St. Lucie County	797	5	1.00%			
Convey Health Solutions	450	6	0.56%			
St. Lucie County Fire District	434	7	0.54%			
City of Fort Pierce	384	8	0.48%	357	5	1.83%
MAXIMUS	354	9	0.44%			
Fort Pierce Utilities Authority	283	10	0.35%	286	9	1.47%
New Horizons				300	8	1.54%
United States Postal Service				350	7	1.79%
Tropicana Products Inc				340	6	1.74%
Drawdy Brothers construction				200	10	1.02%
Total	13,109		16.40%	9,966		51.05%
Total industry jobs in St. Lucie County	79,956			19,521		

Sources: Economic Development Council (EDC) of St. Lucie County
Florida Department of Economic Opportunity

* Total industry job information is for St. Lucie County; specific City only data is not available.
The information uses the most recent EDC data.
Prior year Total industry jobs in St. Lucie County is an estimate.
Employee numbers were not published at this time.
Nine years prior industry jobs includes Fort Pierce only, not the entire county.

City of Fort Pierce, Florida
Full-time Equivalent City Government Employees by Function/ Program
Last Ten Fiscal Years

Function / Program	Fiscal Year 2020	2019	2018	2017
Primary government:				
Government activities:				
General government	77.0	74.0	69.5	69.5
Public safety	178.0	183.0	174.0	170.5
Transportation	26.0	26.0	26.0	25.0
Economic environment	3.0	3.0	3.0	2.0
Culture and recreation	31.0	29.0	26.0	26.0
Total governmental activities	315.0	315.0	298.5	293.0
Business type activities				
Building Inspections	18.0	18.0	18.0	13.0
Marina	7.0	7.0	6.5	6.5
Solid Waste	35.0	35.0	33.0	33.0
Golf Course	3.0	2.0	2.0	12.5
Sunrise Theatre	8.0	7.0	7.0	7.0
Total Business type activities	71.0	69.0	66.5	72.0
Total all activities	386.0	384.0	365.0	365.0

Source: City of Fort Pierce Budget Document

Fiscal Year					
2016	2015	2014	2013	2012	2011
65.5	68.0	69.0	69.0	71.0	70.0
166.5	167.0	164.0	164.0	155.0	165.0
25.0	26.0	26.0	26.0	26.0	26.0
2.0	2.0	2.0	6.0	8.0	6.0
26.0	26.0	26.0	26.0	26.0	26.0
285.0	289.0	287.0	291.0	286.0	293.0
11.0	11.0	12.0	12.0	12.0	12.0
5.0	5.0	5.0	6.0	6.0	5.0
33.0	33.0	33.0	34.0	34.0	34.0
12.5	13.0	13.0	16.0	16.0	16.0
7.0	7.0	6.0	8.0	8.0	7.0
68.5	69.0	69.0	76.0	76.0	74.0
353.5	358.0	356.0	367.0	362.0	367.0

City of Fort Pierce, Florida
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Fiscal Year			
	2020	**2019**	**2018**	**2017**
Function/Program				
Police/Code Enforcement				
Physical arrests	2,825	2,863	2,690	2,520
Parking Violations	377	633	593	316
Traffic Violations	2,408	2,727	2,895	3,310
Fire (County wide)				
Emergency responses	49,418	48,995	39,736	47,000
Fires calls	4,889	4,965	3,754	6,301
Refuse collections				
Refuse collected (tons per day)	138	133	137	134
Other public works				
Street resurfacing (miles)	1	3	2	2
Potholes repaired *	191	322	222	222
Parks and recreation				
Athletic fields permits issued	126	274	450	287
River Walk Center permits issued	73	106	101	91
Garden Club permits issued	38	56	59	65
Maravilla permits issued	65	93	90	82
Special Events	168	145	154	143
Old City Hall	8	36	39	38

Sources: Various City of Fort Pierce departments
Notes: * Work orders issued
*** Data not avaiable

	Fiscal Year					
	2016	2015	2014	2013	2012	2011
	2,626	2,975	3,189	3,064	2,899	2,510
	433	341	298	230	211	336
	6,496	9,984	8,791	5,619	4,782	171
	45,796	43,045	40,033	39,189	34,161	38,989
	4,928	4,659	4,483	4,229	3,629	4,626
	124	133	131	129	201	123
	2	1	1	1	-	2
	412	440	428	478	215	200
	269	280	278	218	358	397
	97	85	64	66	69	73
	57	48	33	20	19	10
	86	92	66	56	47	10
	168	163	186	151	150	141
	34	26	***	***	***	***

City of Fort Pierce, Florida
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	Fiscal Year			
	2020	**2019**	**2018**	**2017**
Function/Program				
Police				
Stations	2	2	2	2
Sworn Officers	113	119	119	121
Fire				
Stations	17	17	17	17
Firefighters	401	386	389	380
Refuse collections				
Commerial	1,839	1,814	1,792	1,786
Residential	12,566	12,273	12,073	11,993
Public	24	23	32	30
Other public works				
Streets (miles)	185	185	152	141
Streetlights	5,313	5,313	5,313	5,327
Traffic signals	211	211	211	211
Parks and recreations				
Acreage	294.3	294.3	294.3	294.3
Playgrounds	12	12	12	12
Baseball/football fields/basketball courts	35	35	35	35
Tennis/handball/racquetball/shuffleboard	21	21	21	21
Community Centers	2	2	2	2
Miles of public beach	2.3	2.3	2.3	2.3
Pools	2	2	2	2
Utility Customers				
Electric	28,500	28,300	28,300	28,300
Water	20,700	20,400	20,220	20,100
Wastewater	15,300	15,200	15,100	15,100
Natural Gas	4,100	4,100	4,130	4,150

Sources: Various City of Fort Pierce departments and Fort Pierce Utilities Authority
* Parks Transferred to the City from St. Lucie County

Fiscal Year					
2016	2015	2014	2013	2012	2011
3	3	3	3	3	3
115	115	118	115	107	110
17	17	17	18	18	18
389	386	370	370	364	370
1,751	1,730	1,685	1,695	1,675	1,678
12,173	11,871	11,611	11,550	11,427	12,843
30	30	30	32	35	36
141	185	179	152	152	152
5,313	5,313	5,313	5,313	5,106	5,028
211	211	177	177	177	177
294.3	294.3	294.3	294.3	294.3	294.3
12	12	11	12	12	12
35	35	24	23	23	23
21	21	21	21	21	21
2	2	2	2	2	2
2.3	2.3	2.3	2.3	2.3	2.3
2	2	2	2	2	2
28,100	28,096	27,630	27,770	28,413	27,697
19,750	19,756	19,250	19,280	19,394	19,180
15,000	14,987	14,640	14,450	14,842	14,377
4,225	4,223	4,180	4,190	4,039	3,892

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AUDITORS' REPORTS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and other matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the City Commission
City of Fort Pierce, Florida

March 22, 2021

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Fort Pierce, Florida (the "City") as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 22, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

DiBartolomeo, McBee, Hartley & Barnes
Certified Public Accountants
Fort Pierce, Florida

Description	CFDA/ CSFA Number	Contract Grant Number	Expenditures	Pass-Through to Sub-Recipients
FEDERAL PROGRAMS:				
U.S. Department of Housing and Urban Development				
Direct Program:				
Community Development Block Grant Entitlement	14.218	B18-MC-12-0031	$ 126,349	-
Community Development Block Grant Entitlement	14.218	B19-MC-12-0031	499,714	-
			626,063	-
U.S. Department of Justice				
Direct Program:				
Coronavirus Emergency Supplemental Funding	16.544	2020-VD-BX-0160	80,374	-
Bullet Proof Vests	16.607		6,059	-
Indirect Program:				
Passed through Florida Attorney General:				
Victims of Crime Act	16.575	VOCA-2019-FPPD-00105	87,954	-
Passed through Florida Department of Law Enforcement:				
Edward Byrne Memorial Competitive Grant Prog.	16.738	2020-JAGC-STLU-1-Y5-078	7,671	-
Passed through St. Lucie County, Florida:				
Edward Byrne Memorial Justice asst. grant prog	16.738	2019DJ-BX-0807	20,568	
			202,626	-
Federal Emergency Management Administration:				
Passed through Florida Division of Emergency management:				
Hazard Mitigation Grant Program	97.039	FEMA-DR-4283-FL/ DEM-18-HM-10-56-02-H0108	113,331	-
The Deartment of the Treasury:				
Passed through St. Lucie County, Florida:				
Corona Virus Aid, Relief and Economic Sec. Act	21.019	C20-08-461	695,730	-
			695,730	
TOTAL FEDERAL FINANCIAL ASSISTANCE			$ 1,637,750	$ -
STATE PROJECTS:				
Florida Department of Transportation				
Florida Highway Beautification	55.039	G1G32	$ 16,000	-
Florida Housing Finance Agency:				
State Housing Initiatives Partnership Program	40.901		85,666	-
Coronavirus Relief Fund	40.901	117-2020	183,341	
Department of State				
General Program Support 2020	45.061	20.c.ps.180.569	42,185	
General Program Support 2021	45.061	20.c.ps.180.239	10,597	-
TOTAL STATE FINANCIAL ASSISTANCE			$ 337,789	$ -

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance Projects was prepared to include the activity of all federal and state awards of the City of Fort Pierce, Florida and is presented on the accrual method of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

NOTE B-INDIRECT COST RATE

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

Independent Auditor's Report on Compliance For Each Major Federal Awards Program and State Project, and on Internal Control Over Compliance Required by Uniform Guidance

To the City Council
City of Fort Pierce, Florida

March 22, 2021

Report on Compliance for Each Major Federal Program

We have audited the compliance of the City of Fort Pierce, Florida with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal awards programs for the year ended September 30, 2020. The City of Fort Pierce, Florida's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of the City of Fort Pierce, Florida' compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

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

DiBartolomeo, McBee, Hartley & Barnes

Certified Public Accountants
Fort Pierce, Florida

I. Summary of Auditor Findings

1. The independent certified public accountant's report expresses an unmodified opinion on the combined financial statements of the City of Fort Pierce, Florida.
2. No material weaknesses or significant deficiencies were disclosed during the audit of the financial statements.
3. No instances of non-compliance material to the financial statements were disclosed during the audit.
4. No material weaknesses were disclosed during the audit of the major federal awards programs.
5. The independent certified public accountant's report on compliance for the major federal awards programs expresses an unmodified opinion.
6. There were no audit findings relative to the major federal awards programs.
7. The programs tested as major programs were as follows:

   Federal Programs:
   CFDA Number: 21.019 Corona Virus Aid, Relief and Economic Sec. Act

The threshold for distinguishing between Type A and Type B programs was $750,000 for major federal programs

8. The City of Fort Pierce, Florida was determined to be a low risk auditee for federal program testing pursuant to Uniform Guidance.

II. Financial Statement Findings

There were no financial statement findings required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards.*

III. Federal Program Findings and Questioned Costs

There were no audit findings that are required to be reported in accordance with CFR 200.516(a)

IV. Summary Schedule of Prior Audit Findings

There were no prior audit findings.

DMHB DIBARTOLOMEO, MCBEE, HARTLEY & BARNES, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Accountant's Report on Compliance With Section 218.415, Florida Statutes

To the City Commission
Fort Pierce, Florida

March 22, 2021

We have examined the City's compliance with the requirements of Section 218.415, Florida Statutes with regards to the City's investments during the year ended September 30, 2020. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

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

DiBartolomeo, McBee, Hartley & Barnes

DiBartolomeo, McBee Hartley & Barnes, P.A.
Fort Pierce, Florida

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Management Letter

To the City Commission
City of Fort Pierce, Florida

March 22, 2021

Report on the Financial Statements

We have audited the financial statements of the City of Fort Pierce, Florida, as of and for the year ended September 30, 2020, and have issued our report thereon dated March 22, 2021, which was unqualified.

Auditor's Responsibility

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, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General.

Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 22, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

The City was created, established, and incorporated under the City Charter, as adopted by Laws of Florida Chapter 65-1351 and is further governed by state and local laws and regulations. The City also has two component units, the Fort Pierce Utility Authority (discretely presented) and the Community Redevelopment Agency (blended). The voters of the City of Fort Pierce, Florida authorized the organization of the Fort Pierce Utilities Authority at a special election held May 30, 1972. City Ordinance No. F-399 (as amended by City Ordinances G-295, 296, and 297) defines the powers, duties and responsibilities of the Authority. City Ordinance No. H-239 created the Community Redevelopment Agency and delegated powers to the Agency in accordance with Florida Law and State Statutes Chapter 163.

Financial Condition

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

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

Other Matters

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

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

Purpose of this letter

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

Very truly yours,

DiBartolomeo, McBee, Hartley & Barnes

Certified Public Accountants
Fort Pierce, Florida

AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Johnna S. Morris, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the City of Fort Pierce which is a local government entity of the State of Florida;

2. City of Fort Pierce adopted Ordinance No. L-61 implementing an impact fee; and

3. City of Fort Pierce has complied and, as of the date of this affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FUTHER AFFIANT SAYETH NAUGHT.

Johnna S. Morris

Johnna S. Morris, Director of Finance

STATE OF FLORIDA
COUNTY OF SAINT LUCIE

SWORN TO AND SUBSCRIBED before me this 30 day of March, 2021.

Sara Delgado

NOTARY PUBLIC

Print Name Sara Delgado

Personally known X or produced identification _____

Type of identification produced ____________________

My Commission Expires:

FLORIDA NOTARY ASSOCIATION SINCE 1978
Sara A. Delgado
Notary Public
State of Florida
Comm# HH054871
Expires 10/19/2024

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