CITY OF COOPER CITY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2019

The FY 2019 CAFR cover focuses primarily on the City's newly finished Flamingo West Park, which had its grand opening on June 21, 2019. The top four pictures on the cover are as follows: the top left photo is of the soccer/football fields lit at night, the top right photo shows a portion of the walking trail, the photo below the fields is of the playground, and the photo beneath the walking trail is of the park's entrance sign. The picture on the bottom of the cover is of one of the City's recreation events, Movie at the Park, where residents can come enjoy a movie in one of the City's parks during the holiday season.

CITY OF COOPER CITY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2019

PREPARED BY:
CITY OF COOPER CITY FINANCE DEPARTMENT

CITY OF COOPER CITY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2019

Table of Contents

PAGE

INTRODUCTORY SECTION

Letter of Transmittal i
Certificate of Achievement for Excellence in Financial Reporting xi
Organization Chart xii
Listing of Elected and Appointed Officials xiii

FINANCIAL SECTION

Independent Auditor's Report 1-3

Management's Discussion and Analysis 4-16

Basic Financial Statements:
Government-wide Financial Statements:
Statement of Net Position 17
Statement of Activities 18

Fund Financial Statements:
Balance Sheet - Governmental Funds 19
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position 20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds 21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 22
Statement of Net Position - Proprietary Funds 23
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds 24
Statement of Cash Flows - Proprietary Funds 25-26
Statement of Fiduciary Net Position - Fiduciary Funds 27
Statement of Changes in Fiduciary Net Position - Fiduciary Funds 28

Notes to Basic Financial Statements 29-99

Required Supplementary Information:
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund 100-101
Notes to the Required Supplementary Information 102

Table of Contents

PAGE

FINANCIAL SECTION (Continued)

Required Supplementary Information (Continued):
- Schedule of Changes in Net Pension Liability and Related Ratios – GEPP 103
- Schedule of City Contributions –GEPP 104
- Schedule of Annual Money-Weighted Rate of Return – GEPP 105
- Schedule of Changes in Net Pension Liability and Related Ratios – FRP 106
- Schedule of City Contributions –FRP 107
- Schedule of Annual Money-Weighted Rate of Return – FRP 108
- Schedule of Changes in Net Pension Liability and Related Ratios – PORP 109
- Schedule of City Contributions –PORP 110
- Schedule of Annual Money-Weighted Rate of Return – PORP 111
- Schedule of Changes in Net Pension Liability and Related Ratios – FMPTF 112
- Schedule of City Contributions – FMPTF 113
- Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios – FRS 114
- Schedule of City Contributions – FRS 115
- Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios – HIS 116
- Schedule of City Contributions – HIS 117
- Schedule of the City's Total OPEB Liability and Related Ratios 118

Other Supplementary Information
- Combining Balance Sheet - Nonmajor Governmental Funds....119
- Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Nonmajor Governmental Funds....120
- Combining Statement of Fiduciary Net Position-Fiduciary Funds....121
- Combining Statement of Changes in Fiduciary Net Position-Fiduciary Funds....122
- Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:
  - Debt Service Fund....123
  - Capital Improvement Fund....124
- Nonmajor Governmental Funds:
  - Building Inspection Fund....125
  - Road and Bridge Fund....126
  - Police Confiscation Fund....127

CITY OF COOPER CITY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2019

Table of Contents

	PAGE
STATISTICAL SECTION	
Table 1 Net Position by Component	128
Table 2 Changes in Net Position	129-130
Table 3 Fund Balances, Governmental Funds	131
Table 4 Changes in Fund Balances, Governmental Funds	132
Table 5 Assessed and Estimated Actual Value of Taxable Property	133
Table 6 Property Tax Rates – Direct and Overlapping Governments	134
Table 7 Principal Property Taxpayers	135
Table 8 Property Tax Levies and Collections	136
Table 9 Ratios of Outstanding Debt by Type	137
Table 10 Ratios of General Bonded Debt Outstanding	138
Table 11 Direct and Overlapping Governmental Activities Debt	139
Table 12 Pledged Revenue Coverage	140
Table 13 Demographic and Economic Statistics	141
Table 14 Principal Employers	142
Table 15 Full-time Equivalent Government – Employees by Function/Program	143
Table 16 Operating Indicators by Function/Program	144
Table 17 Capital Asset Statistics by Function/Program	145
COMPLIANCE SECTION	
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*	146-147
Schedule of Findings and Recommendations	148-150
Management Letter Pursuant to the Rules of the Auditor General for the State of Florida	151-153
Independent Accountant's Report on Compliance Pursuant to Section 218.415 Florida Statutes	154

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CITY OF
Cooper City
Someplace Special

Greg Ross, Mayor
James C. Curran, Commissioner
Jeff Green, Commissioner
Howard Meltzer, Commissioner
Max Pulcini, Commissioner
Joseph Napoli, City Manager

April 30, 2020

To the Honorable Mayor, Commissioners, and Citizens of Cooper City, Florida:

We are pleased to present the City of Cooper City's Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended September 30, 2019. State law requires that all general-purpose local governments publish a complete set of audited financial statements within nine months of the close of each fiscal year. The financial statements included in the report are presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards and government auditing standards by a firm of licensed certified public accountants. Further, the City charter requires an annual independent audit of all City accounts. Pursuant to those requirements, we hereby issue the CAFR of the City of Cooper City for the fiscal year ended September 30, 2019.

This report consists of management's representations concerning the finances of the City of Cooper City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Cooper 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 of Cooper City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Cooper City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Cooper City's financial statements have been audited by GLSC & Company, PLLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Cooper City for the fiscal year ended September 30, 2019, 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 of Cooper City's financial statements for the fiscal year ended September 30, 2019, 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 of Cooper City did not include the usual, federally mandated "Single Audit" report, since the funds received were below the threshold, which would require such a report.

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

Profile of the Government

The City of Cooper City, incorporated in 1959, is located in the southwestern part of Broward County, Florida in the southeast part of the state. It is a bedroom community with very limited growth. The City of Cooper City currently occupies a land area of eight square miles and serves a population of 33,900. The City of Cooper City is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Commission.

Policy-making and legislative authority are vested in a City Commission consisting of the Mayor and four Commission members. The City Commission is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the Commission, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. The Commission is elected on a non-partisan basis. Commission members serve four-year staggered terms, with two commission members elected every two years. The Mayor is elected at large to serve a four-year term. The four other commission members are elected at large to represent a certain district within the City.

The City of Cooper City provides a full range of services, including the construction and maintenance of streets, and other infrastructure; water and sewer; stormwater; growth management; recreational activities and cultural events. Certain sanitation services are provided through a franchise agreement with a private company. Police, code enforcement and fire protection services are contracted with the Broward Sheriff's Office (BSO).

This report includes all funds of the City in accordance with Government Accounting Standards Board (GASB) Statement No. 61 entitled "The Financial Reporting Entity: omnibus" an amendment of GASB statements No. 14 and No. 34. This statement modified certain requirements for inclusion of component units in the financial reporting entity. For component units previously included due to meeting the fiscal dependency criterion, a financial benefit or burden relationship also would need to be present between the primary government and that component unit. This statement also clarifies the manner in which determination should be made and the types of relationships that generally should be considered when including a component unit that does not meet the financial accountability criterion, but would be misleading to exclude such component unit in the financial statements. For the City of Cooper City, the Entity is only the primary government. While there are other taxing jurisdictions, which levy property taxes upon property within the corporate limits of Cooper City including Broward County, the School Board, the South Broward Hospital District, and other special districts, they do not represent component units of Cooper City. Therefore, no financial information about those entities is included in the City's financial statements.

The annual budget serves as the foundation for the City of Cooper City's financial planning and control. All departments of the City of Cooper City are required to submit requests for appropriation to the City Manager. The City Manager then presents a proposed budget to the Commission for review prior to July 1. The Commission is required to hold public hearings on the proposed budget and to adopt a final budget by September 30, the close of the City of Cooper City's fiscal year. The appropriated budget is prepared by fund and department (e.g., Recreation). Budgets are monitored at the activity level within each department. However, at the City Manager's discretion, actual expenditures may exceed their budget within an individual department. Transfers of appropriations between departments, in excess of 2.5% of total budget, require the special approval of the City Commission. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General and Special Revenue Funds, this comparison is presented as part of the required supplementary section. For other governmental funds, with

appropriated annual budgets, this comparison is presented in the supplementary information subsection of this report.

Economic and Demographic Conditions and Outlook

The City has completed its Evaluation and Appraisal Report (EAR) of its Comprehensive Plan pursuant to Florida Statutes which requires cities to evaluate the progress they are making in meeting the Comprehensive Plan's Goals, Objectives and Policies at least once every seven years. The Plan is necessary to guide development of the City and to provide for managed growth while providing services and facilities for future residents paid for by new development. The Plan consists of Goals, Objectives and Policies with supporting documentation in the form of the following elements:

- Future Land Use
- Solid Waste
- Traffic Circulation
- Recreation and Open Space
- Housing
- Conservation
- Water and Sewer
- Intergovernmental Coordination
- Drainage
- Capital Improvements
- Public School Facilities Element

The City has updated the comprehensive plan and evaluated its progress by addressing the following issues, among others:

- Population growth and changes in land area
- The extent of vacant and developable land
- The financial feasibility of implementing the Comprehensive Plan
- Ability to provide needed infrastructure and services to achieve adopted levels of service necessary to support population growth
- The potential social, economic and environmental impact of changes to the community resulting from growth.

Homeowner pride contributes to what makes Cooper City "Someplace Special". Cooper City has the highest rate of owner-occupied units in Broward County at 86%. It also has one of the highest rates of family households at 81% and one of the lowest homeowner vacancy rates at just 0.7% of our units. The median housing value in Cooper City is estimated at $363,700 (2018 American Community Survey). In a testament to the financial strength of our residential communities, Cooper City maintains one of the highest median household incomes in Broward County at over $102,000 (2014-2018 American Community Survey). Accordingly, Cooper City has one of the lowest rates of cost-burdened households where on average only approximately 24% of our households' incomes go towards housing expenses.

At September 2019, the City's average unemployment rate was 2.5%, which was lower than last year's rate of 2.7%.

The current and projected population through 2023 is as follows:

2019	33,931
2020	34,033
2021	34,422
2022	34,587
2023	34,596

Residential and Commercial Development

The City's Growth Management Department has been working with the community to ensure its proper growth and development. Some of the more significant developments that have been, or are, undergoing review include the following:

Residential Projects

Monterra Age-restricted Apartments

City Commission recently approved the rezoning and site plan for this project to create a residential tract for a 175-unit, multi-family 4-story building for age-restricted (55+) residents. Permit applications are now in for this project located on the west side of University Drive, South of Monterra Boulevard in the Monterra community.

The unit mix consists of 98 one-bedroom and 77 two-bedroom units. The one-bedroom units range in size from just over 700 sq. ft. to 870 sq. ft. The two bedrooms are from just over 1000 sq. ft. to over 1,200 sq. ft. in area. The architectural style of the building is compatible with the adjacent Monterra style of architecture.

Sienna Subdivision

This nine-acre property on Sheridan Street was previously approved for a single-family community with 30 single-family homes. The previous developer, D.R Horton, has walked away from the project and now CC Devco, the developer of Monterra, is purchasing the property. A revised Site Plan and Variance petitions are anticipated to be submitted soon for development review through the Development Review Committee (DRC), the Planning and Zoning Board and City Commission.

Cameo Farms Property Subdivision

CC Devco has this 20-acre property located on the east side of SW 106th Avenue under contract to build 39 single-family homes. A formal DRC submittal of site plans and a rezoning is anticipated in April of 2020.

Arbor Reserve a.k.a Royal Estates

CC Devco is also purchasing this 10-acre property located on the west side of SW 106th Avenue to build 20 single-family homes. This project was previously approved as the Royal Estates subdivision. Slight modifications to the site plan are anticipated with lot sizes all above 18,000 sq. ft. Home prices are anticipated to be in the $700,000 to $1M-plus range. Permit issuance is underway.

La Palma Subdivision

Five acre-estate single-family homes in Royal Palm Ranches are currently under review by the DRC.

Marin Ranches

Marin Ranches, was approved by the City Commission in January 2016. Kennedy Homes recently completed development of this 20-acre site located on the east side of 106th avenue. The site consists of 19 lots, all in excess of 11,000 square feet, with a minimum home size of 3,000 square feet under air.

Ranchette Isles

Site plan and rezoning approval have been issued by the City Commission for Kennedy Homes subdivision along SW 106th Avenue, between Griffin and Stirling roads. Nine homes are proposed on the 4.8-acre tract, with lot sizes all above 8,300 sq. ft. and home sizes above 2,400 sq. ft. All building permits have been issued. However, no Certificates of Occupancy have yet to be issued.

Commercial Projects

Nur-Ul-Islam

The first phase of this project was approved last year to include a 12,000 square foot school building, along with a 4,500 square foot mosque. A second phase including a 27,645 square foot addition to the school and an extra 7,775 square foot addition to the mosque has been proposed. The second phase is in development review, pending acceptance of a traffic study.

Flamingo West Park

Cooper City's newest park includes the development of the passive portion of the park as well as four soccer/football fields of various sizes with artificial turf & lights, a restroom building, maintenance building, two pavilions, a playground, a walking/jogging/nature trail, a parking lot and other miscellaneous support facilities. Construction is complete and the park is now open.

Cooper City Storage Plaza

The Cooper City Storage Plaza consists of a 120,000 square foot self-storage facility, and a 9,200 square foot commercial building for retail, office, and restaurant uses. The project is located at the southeast corner of Griffin Road and SW 111th Avenue. Construction of the storage plaza is now complete and a Certificate of Occupancy has been issued.

Cooper Square

Located on Stirling Road across from Cooper City High School site plans have been approved by the City Commission for approximately 42,000 square feet of commercial use proposed on the eight-acre site with restaurants, outdoor seating, retail, professional and medical offices, banks, and three drive-thrus. Construction is now nearing completion.

Primrose Preschool and Day Care Building

A Primrose Pre-school and Day Care/After School Facility was approved by the City Commission last year and is now nearing completion. It is located on the final remaining vacant parcel on Sheridan Street. It serves up to 226 students with 24 teachers. Although it is tax exempt, it is a high quality school with a proven track record on premium pre-school and early childhood education.

Cooper City Eye Doctor Medical Building

The Cooper City Eye Doctor Medical Building is located at the northeast corner of Sheridan Street and Palm Avenue. The site plan proposes a one-story medical office building at 5,100 square feet with an additional 3,400 square feet proposed for an additional tenant. A future building expansion area of 3,500 square feet is also reflected on the plans for a total buildout of 12,000 square feet. Construction of the building is nearing completion.

Chabad of SW Broward

This project is located at 5960 SW 106th Avenue, generally located on the east side of SW 106th Avenue north of Stirling Road. The Chabad has received Commission approval of a Rezoning from M/I, Medical Institutional District to X-1, Civic District. Other uses approved on site include a day care center, a secondary school for students living on campus, accessory dormitory rooms, a Mikveh, retreat center, administrative offices in Phase I of the development and a permanent sanctuary in Phase II. Permit applications are expected for this project in the near future.

Shoppes at Monterra Commons and Bright Star Corporate Offices

Site Plans have been submitted for DRC review of the last remaining large commercial tract in Monterra on University Drive. This project consists of a proposed 70,000+ square foot, three story office building for the Bright Star Credit Union corporate headquarters including a branch credit union with drive-thru lanes.

The plans also reflect The Shoppes at Monterra Commons that will consist of four commercial buildings totaling 39,000 square feet and a 10,000 square foot day care center.

Sun Credit Union

This project consists of a proposed 32,000 square foot, one story office building for the Sun Credit Union corporate headquarters including a branch credit union with drive-thru lanes.

Major Initiatives and Future Projects

Community Development Block Grant (CDBG) Funding

In 2018, Cooper City initiated a first time homebuyers Purchase Assistance program for low-income residents. The CDBG funding is designed to assist one to two homeowners with qualifying for their first home purchase, which would otherwise not have been achievable. As a final component of the CDBG grant funding, $20,000 will help fund the Senior Transportation Program. The program is designed to provide free transportation to our senior citizens, on a shuttle bus. Riders are transported to and from the doctor/dentist office, or other institutional agencies or businesses.

Platinum Cities Designation

Cooper City has continued its "Platinum Cities" designation under the Greater Fort Lauderdale Alliance permitting excellence process. The purpose of the permitting excellence process is to provide businesses with a streamlined, first-rate experience when going through the development, permitting and inspection process for office and industrial properties. The process is intended to be available to high-impact, targeted industry businesses that are relocating or expanding in Broward County.

Cooper City maintained the designation because we committed to making the permitting process more transparent and client-friendly. Steps have been taken to provide an excellent permitting experience. Pre-development meetings with a city staff member known as a "concierge" will assist the company throughout the permitting process.

In Fiscal Year 2019, the Public Works Department completed the following projects:

- Completed construction and opened Flamingo West Park, which includes four turf fields, all LED lighting, picnic pavilions, two walking trails, a fishing pier, two buildings, and a parking lot.
- Updated the GIS mapping layers for major departmental responsibilities, such as streetlights, roadways, sidewalks, irrigation, and landscape maintenance locations.
- Completed the sidewalk replacement program in Cooper Estates, a portion of Cooper Colony Phase II, and along Morris Cooper Avenue. This work included upgrading the crosswalks near Pioneer Middle and Cooper City Elementary.
- Installed new PVC perimeter fencing at Ted Ferone Park
- Completed the annual asphalt resurfacing program, which included Summertime Isles North, Tanglewood, Melissa Way, Bay Way, and Jennifer Way.
- Completed the bi-annual routine bridge inspections.
- Completed the citywide pressure-cleaning program, which included the courts, playgrounds, sidewalks, and furniture in 23 passive parks.
- Completed the right-of-way pressure cleaning along Sheridan Street from Hiatus Road to Flamingo Road.
- Resurfaced the basketball courts at Christie Schafale and Diamond Head Parks, and a tennis court and two pickle ball courts at Forest Lake Park.
- Installed four lighted pickle ball courts at Suellen H. Fardelmann Sports Complex.
- Completed LED sports lighting retrofit at the Pool and Tennis Center basketball courts utilizing a Florida Department of Agriculture & Consumer Services Small Community Energy Efficient Lighting Grant.
- Completed the Building Department renovations to the lobby and office spaces.
- Installed storm-rated rollup doors at the Police and Fire Stations using a FEMA Hazard Mitigation Grant.
- Instituted an in-house air conditioning maintenance program following the expiration of our service contract with an outside vendor.
- Replaced the roof on the city's electric room at Pioneer Middle School.

- Updated the controls and installed a variable frequency drive on the 20-ton air conditioning unit at the Pool and Tennis Center.
- Replaced a 10-ton air conditioning unit at the Community Center.
- Extensive repairs were completed to the security system at the East RV Storage Lot following a lightning strike.
- Replaced the neighborhood entry signs at Tanglewood and Diamond Head.
- Completed an in-house LED lighting retrofit to the parking lot lights at City Hall and the Community Center.

The following is a summary of the noteworthy activities undertaken by the Utilities Department and City Engineer's Office during fiscal year 2019. This summary focuses on "big picture" items and does not include day-to-day activities that, despite being routine, are valuable to our customers.

- Through the combined efforts of the entire Utility Department Team, the Department was able to produce a budget that only increased rates by 1.9% to account for the increase in the Consumer Price Index for the period of June 2018 - May 2019. In fact, water and sewer utility rate increases have not exceeded the change in the CPI since 2010.
- Completed replacement of the complex computer system that controls the water and wastewater treatment plants, replacing the original, obsolete system with a brand new, state of the art system that will deliver Cooper City's award winning drinking water with even greater reliability and efficiency.
- Continued the City's water meter replacement program that will ultimately result in all 11,700 accounts having new electronic water meters. Currently, about 5,500 of these meters are installed. The City has also implemented a mobile app and consumer portal called WaterSmart that utilizes the data produced by these meters to give customers easy access to their utility accounts and water meter data. Customers can view and pay their bills, monitor water usage, get leak alerts, and have access to tips and information to help conserve water.
- Completed the Natalie's Cove/Flamingo Townhomes drainage improvement project, with the assistance of a $500,000 grant from the Florida Department of Environmental Protection.
- Tested 509 water system backflow preventers, in accordance with state regulations, for the protection of the City's potable water system.
- Advertised a bid to replace the 500,000-gallon steel water storage tank at the Utilities complex at an estimated cost of $1 million.
- Advertised a bid to repair and increase the capacity of the deep injection well at an estimated cost of $3 million.
- Continued annual, preventative storm drain maintenance program wherein all the storm drain inlets, piping, and outfalls in the City are being cleaned on a regular basis. In fiscal year 2019 we cleaned approximately 394 inlets/manholes and 36,747 feet of pipe. The entire storm drain system is being cleaned every 4-5 years.
- Successfully met all federal, state and local drinking water standards as described in the City's 2018 Water Quality Report.

The Water and Wastewater Capital Improvement Master Plan (updated July 2019) provides a detailed program of capital improvements to be undertaken through the year 2025. The following is a list of improvements that have been identified for implementation within the next 3 years:

- Replacement of the water treatment plant membranes, after over 20 years of service, at an estimated cost of $1.2 million
- Continue rehabilitation of the sewer collection system in the amount of $300,000 - $400,000 per year.
- Rehabilitate four sewer pumping stations at a total estimated cost of $800,000.
- Construction of a new sewer pressure main to re-route the discharge of 6 pumping stations to Repump Station 55, at an estimated cost of $680,000.
- Replacement of approximately one mile of Schedule 40 PVC water mains, at different locations throughout the City, at an estimated cost of $500,000.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Cooper City for its CAFR for the fiscal year ended September 30, 2018. This was the twenty-ninth consecutive year that the City received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

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

The City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the Fiscal Year 2018-19. To qualify for this award, the City's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device. This was the first time the City received this prestigious award.

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. Subsequently on March 14th, Cooper City Declared a local state of emergency and along with the State and County imposed emergency orders to address the pandemic that progressively imposed restrictive measures on residents and businesses that significantly impacted our revenues, the local economy and the very livelihood of our City. As the City continued to provide essential services, we took many measures to mitigate the pandemic's tremendous impact and to ensure for the health, safety, and welfare of our residents. The City communicated regularly with our elderly and vulnerable population and delivered food, medicine and protective masks as needed. Additionally the City organized numerous food drives, food distributions, blood drives, and other initiatives to address the immediate needs of those affected most. The City also organized and provided continuous information to residents addressing preventive measures, testing sites, and other resources in addition to information regarding resources and programs available to businesses affected by the pandemic. No one could have predicted the effects of COVID-19 on the operations of the City, our local economy, the United States, and the world as a whole. While the full economic impact of this pandemic is unknown at this time, the City is committed to providing unwavering support to all of our residents and businesses. We have embraced being "together, apart" during this pandemic and will emerge stronger and better than before. We are all in this together, #weareCooperCity.

The preparation of this report would not have been possible without the efficient services and dedicated effort of the entire staff of the Finance Department. We would like to express our appreciation to all members of this department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and Commissioners for their interest and support in planning and conducting the financial operations of the City.

Respectfully submitted,

Joseph Napoli
City Manager

Sherry Walker, CPA
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Cooper City
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morrill

Executive Director/CEO

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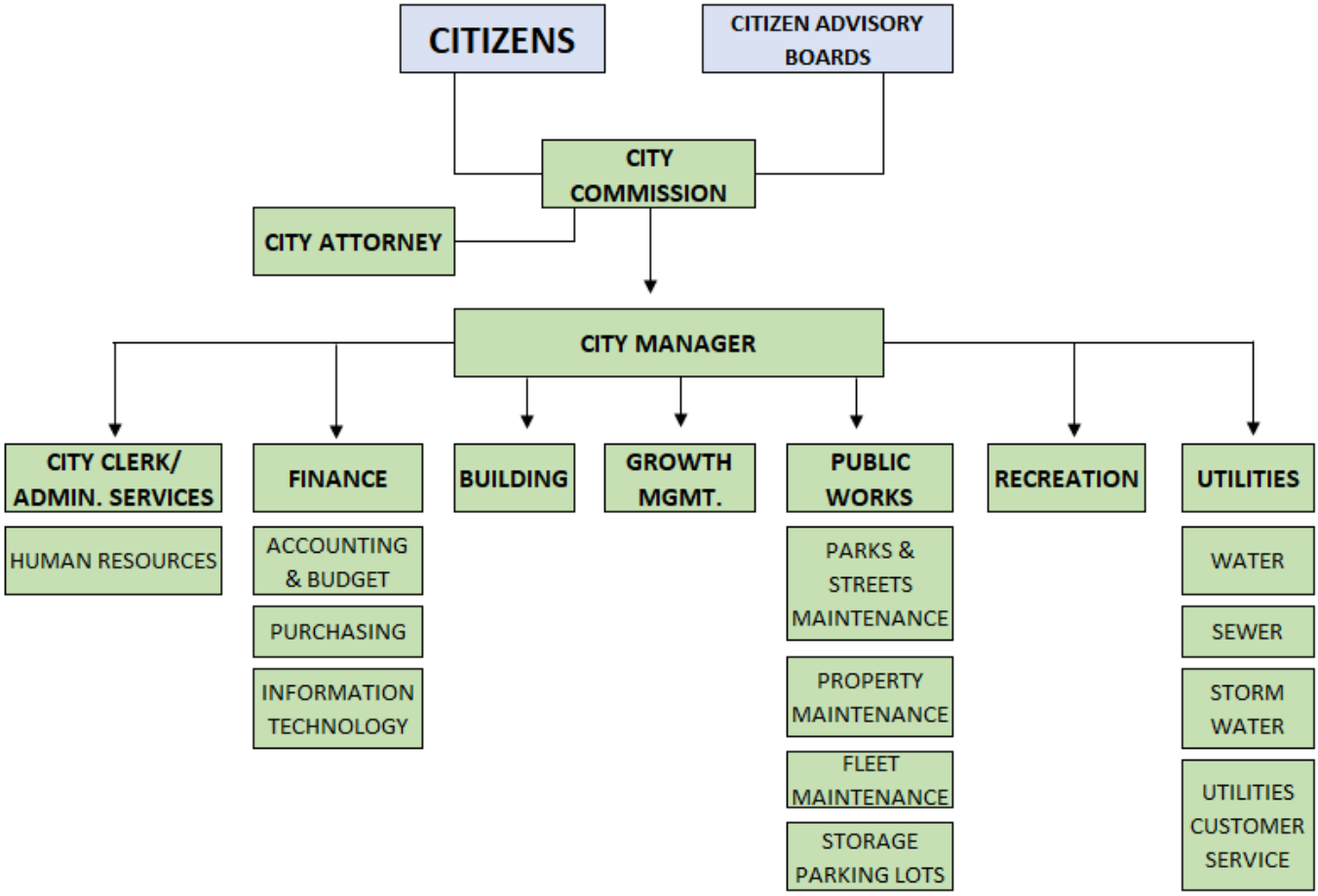
CITY OF COOPER CITY ORGANIZATION CHART



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CITY OF COOPER CITY, FLORIDA
LIST OF ELECTED AND APPOINTED OFFICIALS
(as of April 30, 2020)

City Commission

MAYOR
Greg Ross

COMMISSIONER
James C. Curran

COMMISSIONER
Jeff Green

COMMISSIONER
Howard Meltzer

COMMISSIONER
Massimo "Max" Pulcini

CITY MANAGER
Joseph Napoli

CITY ATTORNEY
Law Offices of Goren, Cherof, Doody & Ezrol, P.A.

ASSISTANT CITY MANAGER/CITY CLERK/DIRECTOR OF ADMINISTRATIVE SERVICES
Kathryn Sims

DEPARTMENT DIRECTORS

Building - Acting	Carlos Vega
Finance	Sherry Walker, CPA
Growth Management	Matthew Wood
Public Works	Denise Yoezle
Recreation	Stacie Weiss
Utilities	Mike Bailey

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GLSC & COMPANY, PLLC
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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Commission, and City Manager
City of Cooper City, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cooper City, Florida, as of and for the year ended September 30, 2019, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the City of Cooper City's Firefighters Retirement Plan or the City of Cooper City's Police Officers Retirement Plan, which represent 26% and 35% respectively of the net position, 28% and 38% respectively of the additions to, and 47% and 26% respectively of the deductions from the fiduciary fund totals. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the City of Cooper City's Firefighters Retirement Plan and the City of Cooper City's Police Officers Retirement Plan is based solely on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cooper City, Florida, as of September 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 13 to the basic financial statements, the City determined that the receivable balance for EMS services provided in prior periods had been overstated in prior periods as amounts due from customers for EMS services were not collectible. Accordingly, during fiscal year 2019, the EMS receivable balance was reduced by $888,355 to $0. As a correction of the error, the City restated its opening net position as of September 30, 2019 to reflect the reduction of the accounts receivable balance. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules on pages 4 through 16 and pages 100 through 118 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Cooper City, Florida's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, combining fiduciary fund financial statements, schedules of revenue, expenditures, and changes in fund balances – budget and actual, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, combining fiduciary fund financial statements, and schedules of revenues, expenditures, and changes in fund balances – budget and actual are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements, the combining fiduciary fund financial statements and schedules of revenues and expenditures, and changes in fund balances – budget and actual are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2020, on our consideration of the City of Cooper City, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the City of Cooper City, Florida's 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 City of Cooper City, Florida's internal control over financial reporting and compliance.

GLSC & Company, PLLC

Miami, Florida
April 30, 2020

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MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2019

As management of the City of Cooper City, Florida (the "City"), we offer readers this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2019. The City's Management Discussion and Analysis (MD&A) is designed to (a) assist the reader in focusing on significant financial issues, (b) identify any material deviations from the financial plan (the approved budget), and (e) identify any 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 on pages i through x in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City of Cooper City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $105 million *(net position*), as compared with $101 million for the previous year, as restated.
- The City's total net position increased by $3.5 million during the fiscal year. Included in the net position is the governmental net position which increased $4.4 million and the business-type net position, which decreased $903 thousand.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $5.1 million, a decrease of $1.4 million in comparison with prior year. Approximately $521 thousand of this total amount is available for spending at the City's discretion (unassigned fund balance).
- Capital assets increased approximately $4.4 million mainly due to the construction of Flamingo West Park and remodeling of the building department wing of City Hall.

Overview of the Financial Statements

In addition to this discussion and analysis, the financial section of this annual report contains the basic financial statements, required supplementary information, and other supplementary information including combining statements and schedules of non-major funds. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to these basic financial statements, this report also contains other supplementary information.

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

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

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, roads and bridges, and culture and recreation. The business-type activities of the City include a water and sewer utility, a storm water management utility, and recreational vehicle parking lot facilities.

The government-wide financial statements are for the City, as the *primary government,* and include all operations for which the City is financially accountable. The City does not have any *component units* that should be included in the financial information presented.

The government-wide financial statements can be found on pages 17 and 18 of this report.

Fund financial statements. *A fund* is a grouping of related accounts that are 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, proprietary, 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 and the availability of these resources* at the end of the fiscal year. Such information may be useful for evaluating a government's near-term financing requirements, but does not help readers to better understand the long-term impact of the City's near-term financing decisions. In that regard, it would be useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. Consequently, both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between *governmental funds* and *governmental activities.*

The City of Cooper City maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Improvement Fund, these are considered to be major funds. All the other governmental funds are combined for presentation purposes as nonmajor funds. Individual fund data for each of these nonmajor funds and the fiduciary fund types are aggregated for presentation in the basic

governmental fund financial statements, and are detailed in the form of *combining statements* elsewhere in this report.

The governmental fund financial statements can be found on pages 19 through 22 of this report.

Proprietary funds. The City uses e*nterprise funds* to account for the functions presented as *business-type activities* in the government-wide financial statements. These enterprise funds consist of a water and sewer utility, a stormwater management utility and parking lot facilities. The City does not have activities that would require the use of *internal service funds.*

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the City's water and sewer utility, stormwater management utility and parking lot facilities.

The basic proprietary fund financial statements can be found on pages 23 through 26 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the city government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 27 and 28 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29 through 99 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees and post-employment benefits. Required supplementary information can be found on pages 100 through 118 of this report.

The combining statements for non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules are presented immediately following the required supplementary information on pages 119 through 122 of this report.

Government-wide Financial Analysis

As noted previously, the change in net position over time should serve as a useful indicator of a government's financial position. In the case of the City of Cooper City, assets exceeded liabilities by $105 million as of September 30, 2019.

The largest portion of the City's net position consists of $104.8 million of net investment in capital assets (e.g., land, buildings, machinery and equipment), which is net of any outstanding debt related to their acquisition. The City uses these capital assets to provide services to citizens; consequently, they are *not* available for future spending. Although the City's net investment in capital assets is reported net of related debt, the repayment of this debt must come from sources other than liquidating the assets themselves.

City of Cooper City
Summary of Net Position
September 30, 2019 and 2018
(In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018 (1)	2019	2018	2019	2018 (1)
Current and other assets	$ 8,829	$ 11,203	$ 14,489	$ 15,310	$ 23,318	$ 26,513
Capital assets	55,530	50,525	50,776	51,458	106,306	101,983
Total assets	64,359	61,728	65,265	66,768	129,624	128,496
Total deferred outflows of resources	4,785	5,823	1,304	1,297	6,089	7,120
Other liabilities	1,228	4,294	2,419	2,982	3,647	7,276
Long-term liabilities	16,777	17,040	7,408	7,789	24,185	24,829
Total liabilities	18,005	21,334	9,827	10,771	27,832	32,105
Total deferred inflows of resources	1,875	1,392	907	556	2,782	1,948
Net position:						
Net investment in capital assets	55,530	50,232	49,269	51,442	104,799	101,674
Restricted	1,054	461	-	-	1,054	461
Unrestricted	(7,320)	(5,868)	6,566	5,296	(754)	(572)
Total net position	$ 49,264	$ 44,825	$ 55,835	$ 56,738	$ 105,099	$ 101,563

(1) For fiscal year 2018, current and other assets and unrestricted net position of the Governmental Activities have been restated. See note 13.

An additional portion of the City's net position $1.05 million (10.04%) represents resources that are subject to external restrictions on how they may be used. The *unrestricted net position* of negative $754 thousand is attributed to the net pension and OPEB liabilities.

During the current fiscal year, the City's net position balances increased by $3.5 million, most of which resulted from an increase in capital assets and a decrease in long term liabilities due to a decrease in net pension liability. The key elements of this increase are presented in the City's schedule of Changes in Net Position below.

City of Cooper City
Changes in Net Position
Fiscal Years Ended September 30, 2019 and 2018
(In Thousands)

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018 (1)	2019	2018	2019	2018 (1)
Revenues:						
Program revenues:						
Charges for services	$ 6,617	$ 7,203	$ 12,418	$ 12,291	$ 19,035	$ 19,494
Operating grants and contributions	176	49	-	-	176	49
Capital grants and contributions	425	207	313	220	738	427
General revenues:					-	-
Property taxes	20,557	19,673	-	-	20,557	19,673
Other taxes	9,236	9,054	-	-	9,236	9,054
Grants and contributions not restricted to specific programs	2,455	1,380	-	-	2,455	1,380
Other	500	421	249	100	749	521
Total revenues	39,966	37,987	12,980	12,611	52,946	50,598
					-	-
Operating expenses:					-	-
General government	5,243	4,927	-	-	5,243	4,927
Public safety	25,626	24,643	-	-	25,626	24,643
Physical environment	725	798	-	-	725	798
Transportation	1,311	1,783	-	-	1,311	1,783
Culture and recreation	4,284	7,615	-	-	4,284	7,615
Interest	1	11	-	-	1	11
Parking	-	-	127	101	127	101
Water and sewer	-	-	11,724	11,691	11,724	11,691
Stormwater	-	-	370	447	370	447
Total operating expenses	37,190	39,777	12,221	12,239	49,411	52,016
Increase/Decrease in net position					-	-
before transfers	2,776	(1,790)	759	372	3,535	(1,418)
Transfers	1,662	1,290	(1,662)	(1,290)	-	-
Change in net position	4,438	(500)	(903)	(918)	3,535	(1,418)
Net position, beginning (1)	44,825	46,214	56,738	57,656	101,563	103,870
Prior period adjustment	-	(889)	-	-	-	(889)
Net position, ending	$ 49,264	$ 44,825	$ 55,835	$ 56,738	$ 105,099	$ 101,563

(1) For fiscal year 2018, current and other assets and unrestricted net position of the Governmental Activities have been restated. See note 13.

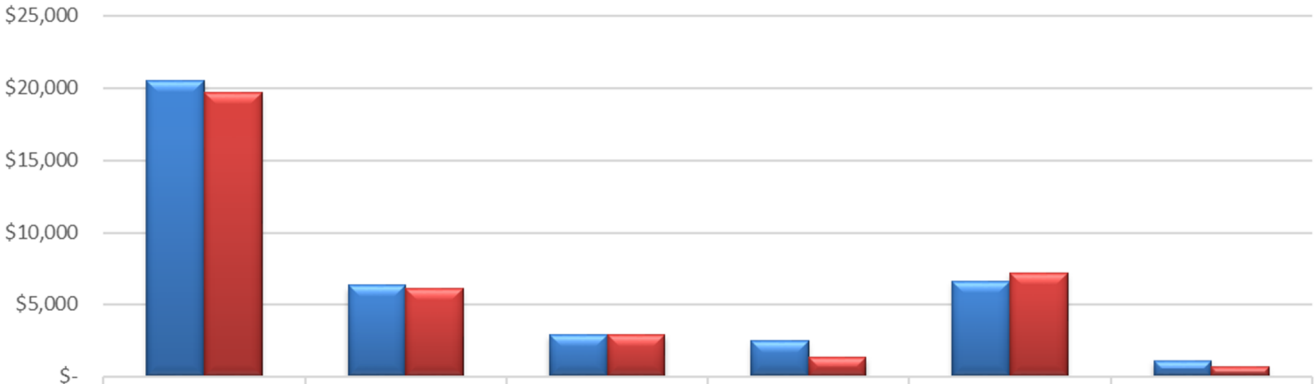
Governmental activities

During the current fiscal year, overall net position for governmental activities increased by $4.4 million, which was due primarily to the decrease in net pension liability, an increase in property tax revenue, and a reduction in expenses due to cost savings plans implemented during the year.

Revenues

Revenues from governmental activities increased 5.2% or $1.98 million compared to the prior year. The increase is mainly the combination of increases in property value ($884 thousand) and other taxes ($182 thousand) and unrestricted intergovernmental revenues ($1.08 million).

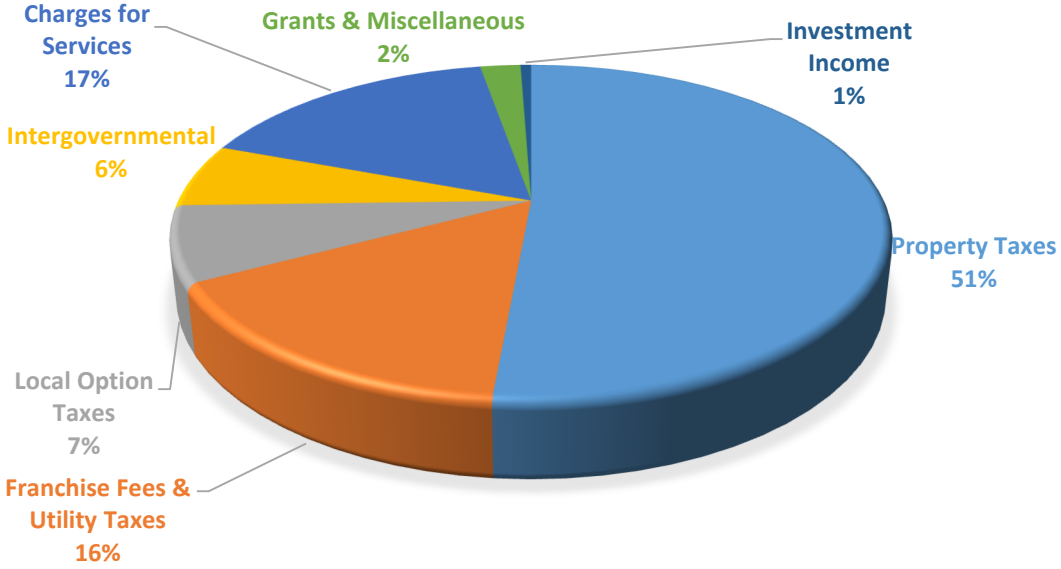
Revenues by Source – Governmental Activities
(in thousands)



	Property Taxes	Franchise Fees & Utility Taxes	Local Option Taxes	Intergovernmental	Charges for Services	Investments, Grants & Miscellaneous
2019	$20,557	$6,306	$2,928	$2,455	$6,617	$1,100
2018	$19,673	$6,131	$2,921	$1,380	$7,202	$674

The following chart provides an overall view of the various governmental revenue sources. 51% of the revenues received come from property taxes, 17% from charges for services, and 16% from franchise fees and utility taxes. The remaining sources account for 16% of governmental revenues.

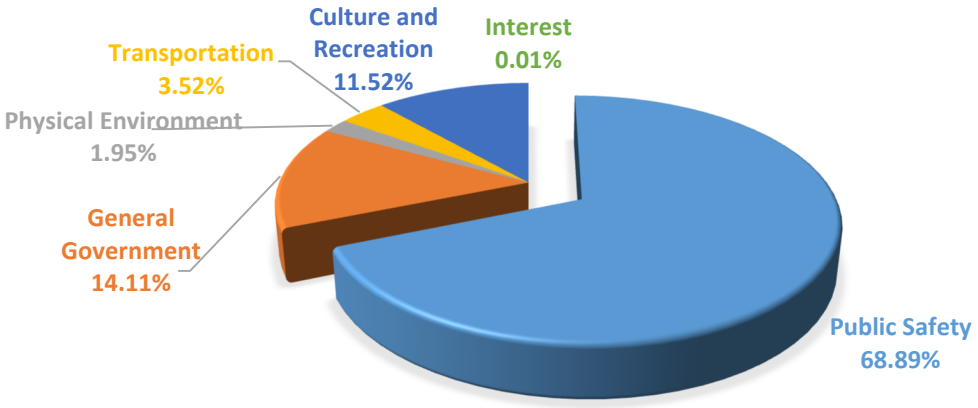
Revenues by Source – Governmental Activities



Expenses

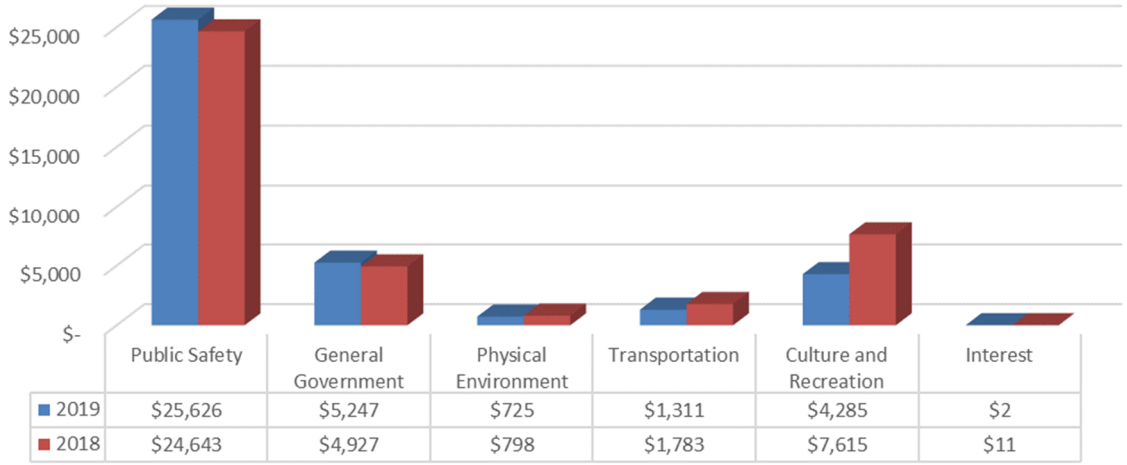
Public safety continues to be the City's single largest governmental activity, comprising 68.89% of its expenses.

Expenses by Function – Governmental Activities



As shown graph below, costs for public safety increased to $25.6 million in the current fiscal year from $24.6 million last fiscal year. This increase is mainly the result of the annual increase in the City's contract with BSO combined for a net increase of $984 thousand. Culture and recreation expenses decreased due to the response to Hurricane Irma in fiscal year 2018.

Expenses by Function – Governmental Activities
(in thousands)

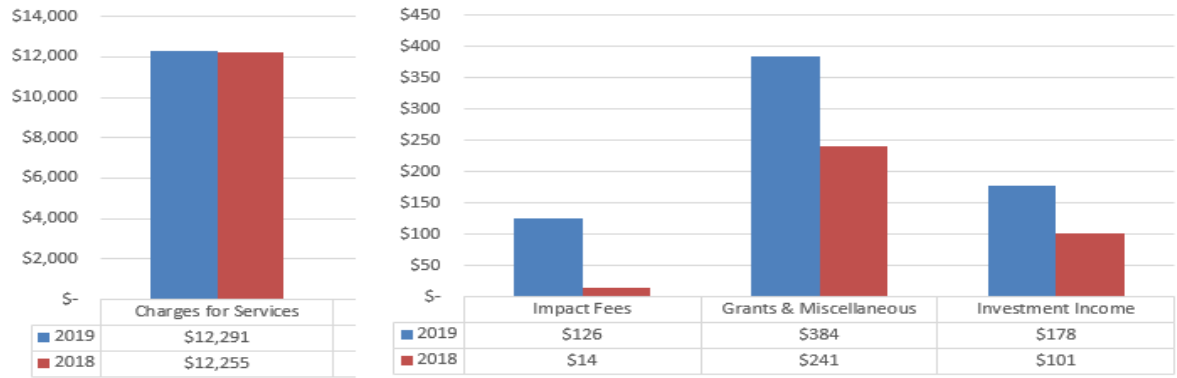


	Public Safety	General Government	Physical Environment	Transportation	Culture and Recreation	Interest
2019	$25,626	$5,247	$725	$1,311	$4,285	$2
2018	$24,643	$4,927	$798	$1,783	$7,615	$11

Business-type activities

During the current fiscal year, overall net position for business-type activities decreased by $903 thousand for an ending net position of $55.8 million.

Revenues by Source – Business-type Activities
(in thousands)



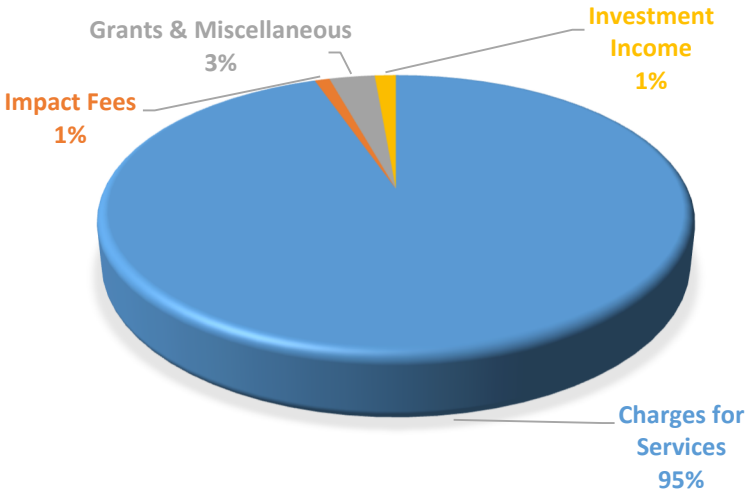
Revenues

Revenues from business-type activities decreased $369 thousand (2.9%) over the prior year. Key elements of the increase are as follows:

- Grants and miscellaneous increased $143 thousand due to a grant received for Natalie's Cove Drainage Improvement project.
- Impact fees increased $126 thousand due to developer remittances for three large projects (Cooper Square, Primrose Cooper City, and Hollywood Eye Institute).
- Investment earnings increased $77 thousand due to market performance and higher interest rates earned by various money market accounts.

Revenues by Source – Business-type Activities

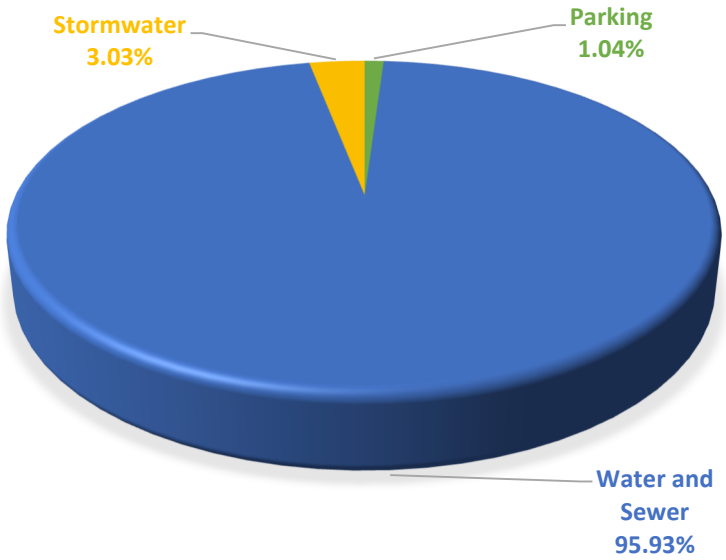
The following chart provides an overall view of the various business-type activities revenue sources. 95% of the revenues received come from charges for services, 3% from grants and miscellaneous, and the remaining sources account for 2% of revenues.



Expenses

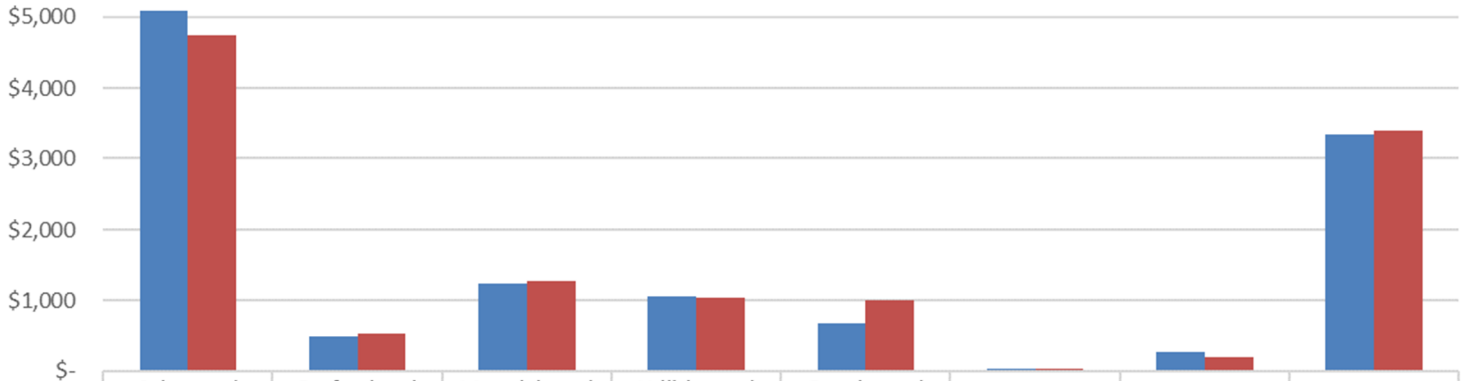
The Water and Sewer Utility continues to be the single largest business-type activity of the City, accounting for approximately 95.93% total expenses.

Expenses by Function – Business-type Activities



Expenses decreased approximately $19 thousand, due to a combination of the following significant decreases: decrease in repairs and maintenance of $316 thousand, decrease of professional services of $70 thousand and an increase in salary and benefits of $338 thousand.

Expenses by Object – Business-type Activities
(in thousands)



	Salary and Benefits	Professional services	Materials and supplies	Utilities and Insurance	Repairs and maintenance	Interest	Miscellaneous	Depreciation
2019	$5,074	$478	$1,247	$1,069	$688	$37	$274	$3,352
2018	$4,736	$548	$1,271	$1,051	$1,004	$39	$189	$3,400

Governmental Funds Financial Analysis

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

At September 30, 2019, the City's governmental funds reported combined ending fund balances of approximately $5.1 million, a $1.4 million decrease in comparison with the prior year. Approximately $521 thousand of the fund balance is *unassigned* fund *balance*, which is available for spending at the City's discretion in the General Fund. The remainder of the balance is either nonspendable ($33 thousand), restricted for a special purpose ($1.05 million), or assigned for future emergencies or future employee payouts ($3.5 million).

The General Fund is the main operating fund. At the end of the current fiscal year, unassigned fund balance of the general fund was $2.8 million, while the total fund balance was $6.38 million. As a measure of the general fund's liquidity and in accordance with the City's fund balance policy, it is useful to compare unassigned fund balance and assigned fund balance to total general fund expenditures, including transfers. Unassigned and assigned fund balances represents 17% of total Fiscal Year 2020 general fund budgeted expenditures. Revenues in the general fund were $37.2 million, which represents an increase of $400 thousand from the prior year or 1.1%. The increase is attributable to higher property value, receipt of FEMA reimbursements for Hurricane Irma, and an increase in investment income. Additionally, total revenues decreased due to the separation of Building Services Fund from a sub-fund of the general fund during the year, resulting in a decrease in licenses and permit revenue shown in the general fund. Expenditures in the general fund decreased approximately $3.8 million or 10%. This decrease was mainly due to expenses related to Hurricane Irma response in 2018.

The Capital Improvement Fund is used to account for major capital improvements. At the end of the current fiscal year, the fund had a deficit fund balance of $2.3 million. The deficit is due to the inter-fund loan and pending grant reimbursement related to Flamingo West Park construction completed during the fiscal year. Revenues for the fund were $493 thousand, an increase of 149%. This was mainly due to grant revenues received during the year. Expenditures were $6.45 million, an increase of 3.7%. The increase in expenditures is mainly due to the construction and completion of Flamingo West Park.

Proprietary Funds Financial Analysis

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position for business-type funds was $6.5 million; $6.4 million for the water and sewer fund, $162 thousand for the stormwater fund, and $8 thousand for the parking lot fund. Total net position for these funds were $55.8 million, or 1.6% lower due to a combination of the following significant decreases: decrease in repairs and maintenance of $316 thousand, decrease of professional services of $70 thousand and an increase in salary and benefits of $338 thousand.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget is $1.78 million decrease due to an implementation of a cost savings plan.

The most significant differences between final budget and actual results were as follows.

Revenue Source	Budgeted revenues	Actual revenues	Difference
Intergovernmental revenues	$ 3,581,722	$ 3,999,661	$ 417,939
Charges for services	$ 4,807,800	$ 5,155,666	$ 347,866

Expenditures	Budgeted expenditures	Actual expenditures	Difference
General government	$ 5,557,707	$ 4,785,143	$ 772,564
Culture and recreation	$ 4,283,262	$ 3,473,535	$ 809,727
Physical environment	$ 832,420	$ 552,752	$ 279,668

Revenues were more than budgeted due to an increase in collections on state shared revenues ($320,000), premium tax contributions ($95,000) for police and fire pensions, increase in revenues collected from EMS transport services ($125,000), charges related to recreation fees due to an increase in rates adopted during the year ($98,000), increase in activities for passport services ($71,000) and additional monies collected for school resource officer services ($42,000). Expenditures were less than budgeted due to unfilled vacant positions, delayed capital outlays, and overall reduction in discretionary purchases.

Capital Asset Activity

The City's net investment in capital assets for its governmental and business type activities as of September 30, 2019, amounted to $104.8 million. The City's capital assets include land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges as shown below.

City of Cooper City
Capital Assets
September 30, 2019 and 2018
(In thousands, net of depreciation)

	Governmental activities		Business-type activities		Total	
	2019	2018	2019	2018	2019	2018
Land	$ 21,790	$ 21,791	$ 1,038	$ 1,038	$ 22,828	$ 22,829
Construction in progress	-	5,318	2,841	2,341	2,841	7,659
Buildings	5,383	4,462	30,265	31,342	35,648	35,804
Improvements other than buildings	15,288	5,454	11,391	13,079	26,679	18,533
Equipment and vehicles	1,930	2,072	3,408	1,714	5,338	3,786
Infrastructure	11,139	11,428	1,833	1,944	12,972	13,372
Total capital assets	$ 55,530	$ 50,525	$ 50,776	$ 51,458	$ 106,306	$ 101,983

Major capital asset events during the current fiscal year included the following:

- Construction of Flamingo West Park
- Renovation of Building Department Wing of City Hall
- Replacement of water treatment membranes
- Rehabilitation of sewer pumping stations
- Construction of new sewer pressure main
- Replacement of water mains throughout the City

Additional information on the City's capital assets can be found in Note 4 of this report.

Debt Administration Activity

At the end of the current fiscal year, the City's total debt amounted to $1.5 million for a notes payable in the stormwater fund. The notes payable is secured by a specific revenue source.

City of Cooper City
Long-term Debt
September 30, 2019 and 2018
(In thousands)

	Governmental activities		Business-type activities		Total	
	2019	2018	2019	2018	2019	2018
Bonds Payable	$ -	$ 292	$ -	$ -	$ -	$ 292
Notes Payable	-	-	1,506	1,683	1,506	1,683
Total debt	$ -	$ 292	$ 1,506	$ 1,683	$ 1,506	$ 1,975

The City's total long-term debt decreased by $598 thousand (28%) during the current fiscal year as the net result of the amortization built into the City's debt service payments.

Additional information on the City's long-term debt can be found in Note 6 of this report.

Economic Factors and Next Year's Budgets and Rates

The State of Florida, by constitution, does not have a state personal income tax, and therefore, the State operates primarily using sales, gasoline, and corporate income taxes. Local governments (for example, cities, counties, and school boards) primarily rely on property taxes and a limited array of permitted taxes (sales, communication, gasoline, utilities services, etc.) and fees (franchise, building permits, recreation, etc.) to cover governmental activities. There are a limited number of state-shared revenues and recurring and non-recurring (one-time) grants from both the state and federal governments. For the business-type and certain governmental activities (building inspections, fire service, recreational programs, etc.) the user pays a related fee or charge associated with the service.

The City implemented a cost savings plan during fiscal year 2019 that continues into fiscal year 2020. The City is emphasizing a disciplined approach to allocation of resources and fiscal prudence to return unassigned fund balance in the general fund to a level in accordance with the fund balance policy. For fiscal year 2020, property tax values increased 5.21%. The operating millage rate of 6.385 mills for fiscal year 2020 is down by 0.3248 mills or 4.5%. The rates for the water and sewer utility were increased by 1.9% in the 2020 budget year.

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The outbreak in the United States has resulted in a disruption to the City's operations. Economic uncertainties have arisen that may negatively impact the net position of the City during the year ending September 30, 2020. While the disruption is expected to be temporary, there is uncertainty around the duration and spread of the outbreak. Therefore, we are unable to estimate the extent of the impact of COVID-19 on our operational and financial performance at this time.

Requests for Information

This financial report is designed to provide a general overview of the City of Cooper City's finances to all interested parties. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, P.O. Box 290910, Cooper City, Florida 33329-0910.

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BASIC FINANCIAL STATEMENTS

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CITY OF COOPER CITY, FLORIDA

STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	$ 6,027,640	$ 5,513,980	$ 11,541,620
Investments	981,244	897,626	1,878,870
Accounts receivable, net	1,032,733	1,451,577	2,484,310
Due from other governments	754,167	76,268	830,435
Advances to other funds	-	1,860,000	1,860,000
Inventory	33,028	-	33,028
Prepaid items	-	3,500,000	3,500,000
Restricted asset, cash and cash equivalents	-	1,023,117	1,023,117
Restricted investments	-	166,554	166,554
Capital assets			
Non-depreciable	21,790,931	3,879,113	25,670,044
Depreciable, net	33,739,358	46,896,545	80,635,903
Total assets	64,359,101	65,264,780	129,623,881
Deferred outflows of resources			
Pension	4,711,324	1,250,966	5,962,290
OPEB	74,355	54,016	128,371
Total deferred outflows of resources	4,785,679	1,304,982	6,090,661
Liabilities			
Accounts payable	273,999	813,337	1,087,336
Accrued liabilities	479,125	76,748	555,873
Refundable deposits	22,500	1,125,015	1,147,515
Unearned revenue	786,964	33,596	820,560
Advances from other funds	1,860,000	-	1,860,000
Noncurrent liabilities			
Due within one year	129,513	310,800	440,313
Due in more than one year	14,453,067	7,468,106	21,921,173
Total liabilities	18,005,168	9,827,602	27,832,770
Deferred inflows of resources			
Pension	1,707,253	789,292	2,496,545
OPEB	168,423	117,730	286,153
Total deferred inflows of resources	1,875,676	907,022	2,782,698
Net position			
Net investment in capital assets	55,530,289	49,268,983	104,799,272
Restricted for:			
Building department	678	-	678
Debt service	126,294	-	126,294
Transportation	717,512	-	717,512
Public safety	209,871	-	209,871
Unrestricted	(7,320,708)	6,566,155	(754,553)
Total net position	$ 49,263,936	$ 55,835,138	$ 105,099,074

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

		Program Revenues			Net (Expense) Revenue and Changes in Net Position Primary Government		
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**
Governmental activities:							
General government	$ 5,241,917	$ 196,746	$ -	$ -	$ (5,045,171)	$ -	$ (5,045,171)
Public safety	25,626,265	5,689,602	-	-	(19,936,663)	-	(19,936,663)
Physical environment	725,233	-	176,068	-	(549,165)	-	(549,165)
Transportation	1,311,157	-	-	-	(1,311,157)	-	(1,311,157)
Culture and recreation	4,285,333	730,879	-	425,000	(3,129,454)	-	(3,129,454)
Interest on long-term debt	1,690	-	-	-	(1,690)	-	(1,690)
Total governmental activities	37,191,595	6,617,227	176,068	425,000	(29,973,300)	-	(29,973,300)
Business-type activities:							
Parking	127,148	126,537	-	-	-	(611)	(611)
Water and sewer	11,723,767	11,970,200	-	34,100	-	280,533	280,533
Stormwater	370,422	321,285	-	279,863	-	230,726	230,726
Total business-type activities	12,221,337	12,418,022	-	313,963	-	510,648	510,648
Total	$ 49,412,932	$ 19,035,249	$ 176,068	$ 738,963	(29,973,300)	510,648	(29,462,652)
		General revenues:					
		Property taxes			20,557,438	-	20,557,438
		Franchise fees and utility taxes			6,306,993	-	6,306,993
		Local option sales tax			2,310,892	-	2,310,892
		Local option gasoline tax			618,521	-	618,521
		Unrestricted intergovernmental revenues			2,455,397	-	2,455,397
		Investment earnings			228,913	178,191	407,104
		Miscellaneous			271,352	70,783	342,135
		Transfers			1,662,234	(1,662,234)	-
		Total general revenues and transfers			34,411,740	(1,413,260)	32,998,480
		Change in net position			4,438,440	(902,612)	3,535,828
		Net position, beginning of year, as restated (see Note 13)			44,825,496	56,737,750	101,563,246
		Net position, end of year			$ 49,263,936	$ 55,835,138	$ 105,099,074

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2019

	General Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 5,110,413	$ -	$ 917,227	$ 6,027,640
Investment	831,928	-	149,316	981,244
Accounts receivable, net	1,032,733	-	-	1,032,733
Due from other funds	405,763	-	-	405,763
Due from other governments	586,694	102,444	65,029	754,167
Inventory	33,028	-	-	33,028
Total assets	$ 8,000,559	$ 102,444	$ 1,131,572	$ 9,234,575
Liabilities, deferred inflows of resources and fund balances				
Liabilities:				
Accounts payable	$ 174,435	$ 45,898	$ 53,666	$ 273,999
Accrued liabilities	466,358	-	12,767	479,125
Refundable deposits	22,500	-	-	22,500
Unearned revenue	684,520	102,444	-	786,964
Due to other funds	-	405,763	-	405,763
Advances from other funds	-	1,860,000	-	1,860,000
Total liabilities	1,347,813	2,414,105	66,433	3,828,351
Deferred inflows of resources				
Unavailable revenue	269,013	-	10,784	279,797
Fund balances				
Nonspendable	33,028	-	-	33,028
Restricted				
Building department	-	-	678	678
Debt services	-	-	126,294	126,294
Transportation	-	-	717,512	717,512
Public safety	-	-	209,871	209,871
Assigned to:				
Future employee payouts	518,052	-	-	518,052
Emergency preparedness	3,000,000	-	-	3,000,000
Unassigned	2,832,653	(2,311,661)	-	520,992
Total fund balances	6,383,733	(2,311,661)	1,054,355	5,126,427
Total liabilities, deferred inflows of resources and fund balances	$ 8,000,559	$ 102,444	$ 1,131,572	$ 9,234,575

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION FOR THE YEAR ENDED SEPTEMBER 30, 2019

Fund balances - total governmental funds (page 19)		$ 5,126,427
Amounts reported for government activities in the statement of net position are different because:		
Capital assets used in the governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	92,810,013	
Accumulated depreciation	(37,279,724)	55,530,289
Unavailable revenues are not available to pay for current period expenditures and, therefore are not reported as revenue in the funds.		279,797
Deferred outflows, deferred inflows, the net pension liability and the total OPEB liability related to the City's pension and OPEB plans are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds		
Deferred outflows - pensions and OPEB	4,785,679	
Deferred inflows - pensions and OPEB	(1,875,676)	
Total OPEB liability	(3,918,428)	
Net pension liability	(10,146,100)	(11,154,525)
Certain liabilities are not due and payable in the current period and are therefore not reported in the funds.		
Compensated absences		(518,052)
Net position of governmental activities		$ 49,263,936

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	$ 20,274,615	$ -	$ 282,823	$ 20,557,438
Franchise fees and utility taxes	6,306,993	-	-	6,306,993
Licenses and permits	495,910	-	894,434	1,390,344
Intergovernmental revenues	3,999,661	-	910,248	4,909,909
Charges for services	5,155,666	-	71,217	5,226,883
Fines and forfeitures	307,120	-	113,087	420,207
Impact fees	-	54,694	-	54,694
Grant revenues	176,068	425,000	-	601,068
Investment earnings	191,430	13,287	24,196	228,913
Miscellaneous revenues	254,867	-	11,928	266,795
Total revenues	37,162,330	492,981	2,307,933	39,963,244
Expenditures				
Current:				
General government	4,785,143	-	-	4,785,143
Public safety	25,645,633	-	913,847	26,559,480
Physical environment	552,752	-	-	552,752
Transportation	-	-	1,018,166	1,018,166
Culture and recreation	3,473,535	-	-	3,473,535
Capital outlay	-	6,456,496	-	6,456,496
Debt Service:				
Principal retirement	-	-	200,033	200,033
Interest	-	-	1,690	1,690
Total expenditures	34,457,063	6,456,496	2,133,736	43,047,295
Excess (deficiency) of revenues over (under) expenditures	2,705,267	(5,963,515)	174,197	(3,084,051)
Other financing sources (uses):				
Transfers in	2,001,526	-	307,430	2,308,956
Transfers out	(307,430)	-	(339,292)	(646,722)
Total other financing sources (uses)	1,694,096	-	(31,862)	1,662,234
Change in fund balances	4,399,363	(5,963,515)	142,335	(1,421,817)
Fund balances, beginning of year, as restated	1,984,370	3,651,854	912,020	6,548,244
Fund balances, ending	$ 6,383,733	$ (2,311,661)	$ 1,054,355	$ 5,126,427

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2019

Net change in fund balances - total governmental funds		$ (1,421,817)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets are depreciated over their estimated useful lives.		
Capital outlay	$ 6,590,949	
Less current year depreciation	(1,564,823)	
Net adjustment		5,026,126
The net effect of various miscellaneous transactions involving capital assets (i.e. disposals) is to decrease net position.		(20,472)
Unavailable revenues reported in the fund level statements that are considered revenue in the Statement of Activities are as follows:		
Change in unavailable revenue		4,557
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.		
Changes in compensated absences	(51,570)	
OPEB expense	(62,001)	
Pension benefit	757,903	
		644,332
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
General obligation bond principal repayments		205,714
Change in net position of governmental activities		$ 4,438,440

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2019

	Water and Sewer Fund	Stormwater Fund	Parking Lot Fund	Total
Assets				
Current assets				
Cash and cash equivalents	$ 5,048,001	$ 429,493	$ 36,486	$ 5,513,980
Investments	821,768	69,918	5,940	897,626
Restricted cash and cash equivalents	948,249	55,604	19,264	1,023,117
Restricted investments	154,366	9,052	3,136	166,554
Accounts receivable, net	1,415,513	35,729	335	1,451,577
Advances to other funds	1,860,000	-	-	1,860,000
Due from other governments	72,294	3,974	-	76,268
Total current assets	10,320,191	603,770	65,161	10,989,122
Noncurrent assets				
Prepaids	3,500,000	-	-	3,500,000
Capital assets, non-depreciable	910,084	2,433,537	535,492	3,879,113
Capital assets, depreciable, net	43,915,997	2,645,612	334,936	46,896,545
Total noncurrent assets	48,326,081	5,079,149	870,428	54,275,658
Total assets	58,646,272	5,682,919	935,589	65,264,780
Deferred outflows of resources				
Pension	1,222,847	28,119	-	1,250,966
OPEB	52,449	1,567	-	54,016
Total deferred outflows of resources	1,275,296	29,686	-	1,304,982
Liabilities				
Current liabilities				
Accounts payable	556,663	255,650	1,024	813,337
Accrued liabilities	64,608	12,140	-	76,748
Unearned revenue	-	-	33,596	33,596
Notes payable	-	179,879	-	179,879
Compensated absences	125,778	5,143	-	130,921
Liabilities payable from restricted assets				
Customer deposits payable	1,102,615	-	22,400	1,125,015
Total current liabilities	1,849,664	452,812	57,020	2,359,496
Non-current liabilities				
Compensated absences	377,334	15,430	-	392,764
Notes payables, net of current position	-	1,326,796	-	1,326,796
Total OPEB liability	2,623,134	78,396	-	2,701,530
Net pension liability	2,973,496	73,520	-	3,047,016
Total noncurrent liabilities	5,973,964	1,494,142	-	7,468,106
Total liabilities	7,823,628	1,946,954	57,020	9,827,602
Deferred inflows of resources				
Pension	762,003	27,289	-	789,292
OPEB	114,307	3,423	-	117,730
Total deferred inflows of resources	876,310	30,712	-	907,022
Net position				
Net investment in capital assets	44,826,081	3,572,474	870,428	49,268,983
Unrestricted	6,395,549	162,465	8,141	6,566,155
Total net position	$ 51,221,630	$ 3,734,939	$ 878,569	$ 55,835,138

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Water and Sewer Fund	Stormwater Fund	Parking Lot Fund	Total
Operating revenues				
Charges for services	$ 11,844,053	$ 321,285	$ 126,537	$ 12,291,875
Impact fees	126,147	-	-	126,147
Miscellaneous	70,549	279,863	234	350,646
Total operating revenues	12,040,749	601,148	126,771	12,768,668
Operating expenses				
Personnel services and benefits	4,957,576	97,514	19,500	5,074,590
Professional services	389,978	63,222	25,218	478,418
Materials and supplies	1,242,164	4,340	942	1,247,446
Utilities	730,581	-	6,441	737,022
Insurance	331,974	-	-	331,974
Repairs and maintenance	643,297	6,657	38,117	688,071
Miscellaneous	274,742	150	-	274,892
Depreciation	3,153,455	161,841	36,930	3,352,226
Total operating expenses	11,723,767	333,724	127,148	12,184,639
Operating income (loss)	316,982	267,424	(377)	584,029
Nonoperating revenues and (expenses)				
Investment income	150,832	25,680	1,679	178,191
Interest expense	-	(36,698)	-	(36,698)
Total nonoperating revenues and (expenses)	150,832	(11,018)	1,679	141,493
Income before capital contributions and transfers	467,814	256,406	1,302	725,522
Capital contributions	34,100	-	-	34,100
Transfers out	(1,574,675)	(30,300)	(57,259)	(1,662,234)
Total Transfers	(1,574,675)	(30,300)	(57,259)	(1,662,234)
Change in net position	(1,072,761)	226,106	(55,957)	(902,612)
Total net position, beginning of year	52,294,391	3,508,833	934,526	56,737,750
Total net position, end of year	$ 51,221,630	$ 3,734,939	$ 878,569	$ 55,835,138

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Water and Sewer Fund	Storm Water Fund	Parking Lot Fund	Total
Cash flows from operating activities:				
Cash received from customers for services	$ 12,553,485	$ 815,763	$ 135,711	$ 13,504,959
Cash payments to suppliers for goods and services	(4,597,223)	(42,505)	(71,239)	(4,710,967)
Cash payments to employees for services	(4,419,294)	(127,196)	(19,500)	(4,565,990)
Net cash provided by operating activities	3,536,968	646,062	44,972	4,228,002
Cash flows from noncapital financing activities:				
Transfer to other funds	(1,574,675)	(30,300)	(57,259)	(1,662,234)
Advances to other funds	(1,860,000)	-	-	(1,860,000)
Net cash (used for) noncapital financing activities	(3,434,675)	(30,300)	(57,259)	(3,522,234)
Cash flows from capital and related financing activities:				
Principal paid on note payable	-	(175,857)	-	(175,857)
Capital contributions	34,100	-	-	34,100
Acquisition and construction of capital assets	(720,190)	(1,949,475)	-	(2,669,665)
Interest paid	-	(36,698)	-	(36,698)
Net cash (used for) capital and related financing activities	(686,090)	(2,162,030)	-	(2,848,120)
Cash flows from investing activities:				
Proceeds from sale of investments	2,581,015	927,092	26,855	3,534,962
Interest received	150,832	25,680	1,679	178,191
Net cash provided by investing activities	2,731,847	952,772	28,534	3,713,153
Net increase (decrease) in cash and cash equivalents	2,148,050	(593,496)	16,247	1,570,801
Cash and cash equivalents at beginning of year	3,848,200	1,078,593	39,503	4,966,296
Cash and cash equivalents at end of year	$ 5,996,250	$ 485,097	$ 55,750	$ 6,537,097
Displayed as:				
Unrestricted	$ 5,048,001	$ 429,493	$ 36,486	$ 5,513,980
Restricted	948,249	55,604	19,264	1,023,117
Total pooled cash and cash equivalents	$ 5,996,250	$ 485,097	$ 55,750	$ 6,537,097

(continued)

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(continued)

	Water and Sewer Fund	Storm Water Fund	Parking Lot Fund	Total
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	$ 317,036	$ 267,424	$ (377)	$ 584,083
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	3,153,455	161,841	36,930	3,352,226
Change in operating assets and liabilities:				
Decrease (Increase) in assets:				
Accounts receivable	501,101	214,615	599	716,315
Pension deferred outflow of resources	351,307	22,731	-	374,038
OPEB deferred outflow of resources	(30,349)	(901)	-	(31,250)
Increase (decrease) in liabilities:				
Accounts payable	(984,541)	31,864	7,620	(945,057)
Compensated absences	35,380	(1,023)	-	34,357
Customer deposits	11,635	-	200	11,835
Net pension liability	108,636	(52,661)	-	55,975
Total OPEB liability	73,308	2,172	-	75,480
Net cash provided by operating activities	$ 3,536,968	$ 646,062	$ 44,972	$ 4,228,002

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2019

	Pension Trust Funds
Assets	
Cash and cash equivalents	$ 1,922,252
Receivables/prepaids	
Employer contributions	956,632
Prepaid items	4,872
Interest receivable	68,474
Due from others	7,060
Total receivables	1,037,038
Investments, at fair value	
U.S. government and agency securities	16,561,267
Corporate bonds	7,015,748
Equity securities	33,514,256
Equity mutual funds	20,311,616
Collateralized mortgage obligations	981,544
Mortgage/asset backed securities	1,580,312
Municipal obligations	159,540
Commingled real estate funds	11,600,199
Total investments	91,724,482
Total assets	$ 94,683,772
Liabilities	
Accounts payable	$ 140,337
Total liabilities	140,337
Net Position	
Restricted for pension benefits - active and retired members' benefits	94,543,435
Total liabilities and net position	$ 94,683,772

The accompanying notes are an integral part of these financial statements.

CITY OF COOPER CITY, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Pension Trust Funds
Additions	
Contributions:	
City	$ 2,110,111
Employees	371,854
Broward County Sheriff's Office	1,153,442
State/other	549,605
Total contributions	4,185,012
Investment income:	
Net increase in fair market value	2,405,273
Interest and dividend income	2,399,244
Less investment expenses	(496,771)
Net investment income	4,307,746
Total additions	8,492,758
Deductions	
Pension benefits	5,384,369
DROP distributions	2,747,838
Administrative expenses	313,007
Total deductions	8,445,214
Change in net position	47,544
Net position, restricted for pension benefits	
Beginning of year	94,495,891
End of year	$ 94,543,435

The accompanying notes are an integral part of these financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Cooper City (the "City") was incorporated in 1959, pursuant to Chapter 59-1195, *Laws of Florida,* and currently operates under a Commission-Manager form of government and provides the following types of services: public safety (fire protection, sanitation, emergency medical services ("EMS"), code enforcement and police), parks and recreation, public improvements, growth management, water and sewer, storm water, transportation and community and general administrative services. A Mayor and four-member Commission is elected to serve as the executive and legislative body for the City.

The basic financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City's significant accounting policies are described below.

A. Financial Reporting Entity

The accompanying financial statements present the City's primary government, organizations for which the City is considered to be financially accountable and the other organizations for which the nature and significance of their relationship with the City are such that, if excluded, the financial statement of the City would be considered incomplete or misleading. There are no entities considered to be component units of the City. Therefore, the financial statements include only the operations of the City.

The City's financial statements include three single-employer public employee retirement systems ("PERS") established and administered by the City to provide pension benefits for its employees. The City also participates in a cost sharing multiple-employer pension plan and an agent multiple-employer pension plan that publish their own financial statements and supplementary information.

B. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-wide and Fund Financial Statements (continued)

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

The net cost by function is normally covered by general revenue (property taxes, utility taxes, franchise fees, licenses and permits, certain intergovernmental revenues, interest income, etc.). The City applies eligible expenses against available restricted resources before the use of unrestricted resources.

Separate fund based financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor funds.

Fiduciary funds are presented in the fund financial statements by type. Since by definition these assets are being held for the benefit of a third party (other local governments, individuals, pension participants, etc.) and cannot be used to address activities or obligation of the government, these funds are not incorporated into the government-wide statements. The City's fiduciary fund includes its pension trust funds.

The government-wide focus is on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The focus of the fund financial statements is on the major individual funds of the governmental and business-type categories. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

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

Basis of accounting refers to the timing of when revenues, expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under this method, exchange and exchange-like revenues are recognized when measurable and available. Non-exchange transaction revenue is recognized when measurable and available and when eligibility requirements have been met. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, compensated absences and claims and judgements are recognized as expenditures to the extend they become due (matured).

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

> *General Fund* – This fund is used to account for all financial transactions, expect those required to be accounted for in another fund. Revenue is derived primarily from property taxes, utility taxes, franchise fees, state and federal distributions and other governmental revenue.
>
> *Capital Improvement Fund* – This fund is used to account for major capital improvements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The City reports the following nonmajor governmental funds:

The *special revenue funds* account for the proceeds of specific revenue sources (other than those for major capital improvements that are restricted legally to expenditures for specified purposes. These include the *Building Inspection*, *Road and Bridge* and *Police Confiscation Funds*. The *Debt Service Fund* – used to account for the repayment of certain of the City's general long-term debt – is also included among the non-major funds.

The City reports the following as major proprietary funds:

Water and Sewer Fund – This fund is used to account for water and wastewater services provided to the residents of the City.

Stormwater Fund – This fund is used to account for the stormwater control activities of the City.

The City reports the following nonmajor proprietary funds:

Parking Lot Fund – This fund is used to account for the revenues and expenses related to the maintenance of the City's two vehicle storage lots.

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The *Pension Trust Funds* are used to account for the General Employees' Pension Plan ("GEPP"), the City's Firefighters Retirement Plan ("FRP") and the City's Police Officers Retirement Plan ("PORP"), which accumulate resources for pension benefits.

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 City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provide, 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 property 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 services. 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 City's policy to use restricted resources first, and then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned and then unassigned.

D. Accounting Estimates

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

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve the portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General, Special Revenue, Debt Service, Capital Improvements, Water & Sewer, Stormwater, and Parking Lot Funds. Encumbrances outstanding at year-end are reported as assignments of fund balance since they do not constitute expenditures or liabilities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance

1. Cash and Investments

Bank accounts are not separately maintained for each of the City's funds, as certain funds maintain their deposits in a pooled account. Accounting records are maintained to show the portion of the pooled account attributable to each participant fund. For the purpose of the proprietary funds' Statement of Cash Flows, the City defines cash equivalents as instruments with an original maturity date of three months or less, when purchased, including restricted/designated cash and cash equivalents.

Investments are reported at fair value (generally, based on quoted market prices) except for certificates of deposits with original maturities of less than one year, which are carried at amortized cost.

State Statutes authorize the City to invest in direct obligations of the U.S. Treasury, Local Government Surplus Trust Fund, SEC registered money market funds with the highest credit quality rating and savings, the State Treasurer's Investment Pool, and certificate of deposit accounts in state-certified public depositories.

2. Receivables

All trade receivables are reported net of an allowance for uncollectible, which is generally based on historical collection rates. The City records an allowance for the entire balance of any EMS receivables.

3. Inventory

Inventories in the General Fund are composed of materials and supplies for fleet maintenance and are based on year-end physical counts. Inventory is valued at cost. Inventories, including gasoline and fuel, and chemicals for the Water and Sewer Fund, are recognized as expenditures when consumed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of the prepaid items are recorded as expenditures/expenses when consumed rather than when purchased. As of September 30, 2019, the $3,500,000 lump sum payment made to City of Miramar for wastewater capacity rights has been recorded as a prepaid item. Once the expansion of the City of Miramar's reuse system is complete, this amount will be recorded as an intangible asset and amortized over the period set forth in the interlocal agreement between the City and the City of Miramar.

5. Restricted Assets

These assets represent amounts held for customer deposits and unused funds from the Stormwater Fund note payable, which are to be used for the purpose of financing improvements to the City's stormwater management utility system. Liabilities which will be payable from restricted/designated assets have been segregated and separately identified in the accompanying financial statements.

6. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of $1,000 and estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

6. Capital Assets (continued)

Land and construction-in-progress are not depreciated. The other property, plant and equipment and infrastructure of the City are depreciated using the straight-line method over the following estimated useful lives:

Buildings	20 - 40
Improvements other than buildings	20 - 40
Machinery and equipment	3 - 10
Infrastructure	50

7. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflow of resources. This separate financial statement element, deferred outflow of resources, represents a consumption of net position that applies to future periods and therefore will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and therefore will not be recognized as an inflow of resources (revenues) until that time. The City has deferred outflows and deferred inflows arising from pension related activities and other post-employment benefit related activities, all of which are reported in the government-wide statement of net position.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

7. Deferred Outflows and Inflows of Resources (continued)

Certain changes in the net pension liability and total OPEB liability are recognized as pension or OPEB expenses over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the City's actuary which adjust the net pension or total OPEB liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension or OPEB expense over the expected remaining service life of plan members. Changes in actuarial assumptions which adjust the net pension to total OPEB liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension or OPEB expense over the expected remaining lives of plan members, The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a 5 year period. The change in proportion and differences between City contributions and its proportionate share of contributions are also deferred and amortized against pension expense over a 5 year period. Additionally, any contributions made by the City to the pension plan before year-end, but subsequent to the measurement date of the City's net pension liability, are reported as deferred outflows of resources.

8. Unearned Revenue

Unearned revenue arises when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

9. Long-Term Obligations

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

10. Pension and Other Post-employment Benefits (OPEB) Accounting

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

Pension Trust Fund:

Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the City has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative expenses are financed as a part of the annual required contribution calculation.

Funding policy:

The City funds the contributions to its pension plans based on the actuarial required contribution. The OPEB plan is funded on a pay as you go basis.

A net pension liability is reported in the government-wide financial statement, Water and Sewer Fund and Stormwater Fund, and represents the cumulative difference between total pension liability and fiduciary net position since implementation. A total OPEB liability is reported in the government-wide financial statements, Water and Sewer Fund and Stormwater Fund as the City funds the plan on a pay as you go basis. There is no fiduciary net position to offset the total OPEB liability.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

11. Net Position/Fund Balance Classification

Net Position. Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets, restricted, and unrestricted.

Net investment in Capital Assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balance of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. At year-end, governmental activities net position restricted for other purposes was composed of amounts related to purposes as noted in the Statement of Net Position.

Unrestricted Net Position – This category represents net position that does not meet the definition of "net investment in capital assets" or "restricted".

Fund Balance. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Nonspendable Fund Balance – This represents amounts that cannot be spent due to form (e.g. inventories, prepaid amounts) or legally or contractually required to be maintained intact.

Restricted Fund Balance – This represents amounts constrained for a specific purpose by external parties, such as creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – This represents amounts that can only be used for specific purposes determined by a formal action (ordinance) of the City Commission, the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the City removes those constraints by taking the same type of action.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities, Deferred Outflows/(Inflows) of Resources, and Net Position/Fund Balance (continued)

11. Net Position/Fund Balance Classification (continued)

Assigned Fund Balance – Assigned fund balance includes spendable fund balance amounts established by the City Manager or at the direction of the City Commission that are intended to be used for a specific purpose that are neither considered restricted nor committed. Intent is expressed by the City Manager or the City Commission to assign amounts to be used for specific purposes. Appropriations of existing fund balances to eliminate deficits in a future budget and encumbrances are considered assignments of fund balance.

Unassigned Fund Balance – This represents fund balance in the General fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

When both restricted and unrestricted funds are available for expenditure, restricted funds should be spent first unless legal requirements disallow it such as in grant agreements requiring dollar for dollar spending.

When committed, assigned and unassigned funds are available for expenditure, committed funds should be spent first, assigned funds second, and unassigned funds last.

12. Fund Balance Reserve Policy

On December 18, 2018, the City adopted a fund balance reserve policy. This fund balance reserve policy does not create any specific reservation of fund balance for the Special Revenue Funds, the Debt Service Fund or the Capital Projects Fund, except, at a minimum, for the Capital Projects Fund, the fiscal year end fund balance and estimated revenues for the ensuing fiscal year must be sufficient to meet all outstanding fund encumbrances. The policy provides for the maintenance of an unrestricted fund balance for the General Fund at a level that is equivalent to two months of operating expenditures (excluding on-behalf benefits payments) and required transfers.

In the event funds are not available to maintain the established required balances, a plan will be submitted by the City Manager to restore the minimum balance within a three-year period. Use of the fund balance below the recommended threshold is permitted only in an emergency, or in the case of an unanticipated economic downturn, which causes a material loss of revenues.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Revenue and Expenditures/Expenses

1. Property Taxes

Property values are assessed on a county-wide basis by the Broward County Property Appraiser as of January 1 of each year. Tax bills are mailed for the City of Broward County on or about October 1 (the levy date) of each year and are payable with discounts of up to 4% offered for early payment. The City's levy becomes an enforceable claim on November 1. Taxes become delinquent on April 1 of the year following the year of assessment and state law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-earning tax certificates to satisfy unpaid property taxes.

The City is subject to certain limitation on millage rate assessments as defined by state statutes, The City levied taxes at a rate of 7.1347 mills for operations and .0996 mills for debt services, which was below the maximum millage allowed by statute.

2. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused sick leave and vacation leave benefits. Sick leave may be accumulated up to 720 hours and vacation leave up to 240 hours. The City permits conversion of excess accrued sick leave for employees for balances over 550 hours. Employees with 5 to 10 years of full-time service vest in 25% of sick leave, employees with 10 to 15 years vest at 50% and employees with greater than 15 years vest at 75%. All sick and vacation leave is accrued when earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Liability for accrued compensated absences of the governmental activities is not reported in the balance sheet of the governmental funds and, accordingly, represents a reconciling item between the fund and the government-wide presentations.

NOTE 2. DEPOSITS AND INVESTMENTS

At September 30, 2019, the City had the following deposits and investments:

Statement of Net Position:		
Cash on hand	$	1,864
Deposits with financial institutions		11,536,597
State Board of Administration		3,071,700
Total		14,610,161
Fiduciary Funds:		
Cash and cash equivalents		1,922,252
U.S. Government and agency obligations		16,561,267
Corporate bonds		7,015,748
Equity securities		33,514,256
Equity mutual funds		20,311,616
Collateralized mortgage obligations		981,544
Mortgage/asset backed securities		1,580,312
Municipal obligations		159,540
Commingled real estate funds		11,600,199
Total		93,646,734
Total cash and investments	$	108,256,895

The City's cash, cash equivalents and investments, as reported in the accompanying financial statements for the fiscal year ended September 30, 2019, were as follows:

Statement of Net Position:		
Cash and cash equivalents	$	11,541,620
Investments		1,878,870
Restricted asset, cash and cash equivalents		1,023,117
Restricted investments		166,554
	$	14,610,161
Fiduciary Funds:		
Cash and cash equivalents	$	1,922,252
Investments		91,724,482
	$	93,646,734

NOTE 2. DEPOSITS AND INVESTMENTS (continued)

All deposits, including certificates of deposit, are insured or collateralized by a financial institution collateral pool as required by Florida State Statutes. Under this pool, financial institutions holding public funds pledge collateral to a common pool. The collateral pledged by each financial institution must equal a certain percentage of the uninsured public deposits held. If any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. If the collateral pool is inadequate to meet obligations of the pool, each member institution will be responsible for its pro-rata share of the deficiency.

The City pools substantially all its cash and investments, except for separate cash and investment accounts (e.g. employee retirement funds and proceeds from bond issues) that are maintained in accordance with legal restrictions. This pooling of funds enables the City to maximize the funds available for investment, and increases efficiencies related to investment pricing, rate of return, safekeeping and administration. The investment income earned on pooled investments is allocated to the various funds based on their respective equity participation in the pool.

During fiscal year 2019, the City adopted a comprehensive written investment policy, which applies to all funds held or controlled by the City in excess of those required to meet current expenses. The City has confined its depository and investment activities to those that are authorized pursuant to its investment policy. Among other things, the policy designates the qualified institutions, the types of investments the City can undertake, and the extent to which the City can concentrate funds in any of the permitted types. The City used financial institutions from the list of financial institutions and depositories authorized to provide investment services.

The investments of fiduciary funds are managed by The Boards of Trustees of the City of Cooper City retirement trust funds who have authorized the funds' investment manager to invest and maintain the funds' assets. Their portfolios may consist of obligations guaranteed by the U.S. government, time or savings accounts, corporate bonds, common or preferred stocks, collateralized mortgage obligations, mortgage/asset backed securities, international equity funds and mutual funds. The purchase of common stocks may not exceed 60% of the total assets of the fund. The funds used security broker/dealers from an approved list of broker/dealers selected by creditworthiness. In addition, the Boards of Trustees have authorized investments in real estate.

In line with its policies, practices and statutory provisions, the City structured its portfolio, firstly, to ensure preservation of capital and to maintain sufficient liquidity to meet operating requirements. The optimization of investment returns is secondary to the safety of principal and liquidity of funds. The City strives to preserve capital by mitigating its credit and interest rate risks. The City maintains sufficient liquidity by structuring its portfolio so that it contains an adequate amount of securities with active secondary or resale markets, or enough money market mutual funds or local government investment pools that offer same-day liquidity for short-term funds.

NOTE 2. Deposits and Investments (continued)

Concentration of credit risk: The City's policy requires diversification of assets to control risks resulting from over concentration of assets in a specific maturity, issuer, instrument, dealer or bank. The Police Officers and Firefighters' Pension Funds limit amounts that may be invested in any one issuer to no more than 5% of the plan net position, other than those issued by the U.S. Government or its agencies. More than 5% of the funds plan net position are invested in debt securities issued by the Federal National Mortgage Association.

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City will minimize the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The City's investment policy state that securities purchased by or on behalf of the City shall have a final maturity of five year or less form the date of settlement, and the overall weighted average duration of principal return for portfolios should be less than three years. The maturities of the underlying securities of a repurchase agreement will follow the requirements of the Securities Industry and Financial Markets Association (SIFMA) Master Repurchase Agreement.

Information about the exposure of the City's debt type investments to this risk using the segmented time distribution model is noted below:

		Maturities (years)			
Investments	Total	Less than 1	1-5	6-10	More than 10
Governmental and Business-Type Activities:					
SBA Florida PRIME	$ 3,071,700	$ 3,071,700	$ -	$ -	$ -
	$ 3,071,700	$ 3,071,700	$ -	$ -	$ -
Fiduciary funds:					
Equity securities	$ 33,514,256	N/A	$ -	$ -	$ -
Equity mutual funds	20,311,616	N/A	-	-	-
Real estate fund	11,600,199	N/A	-	-	-
Collateralized mortgage obligations	981,544	-	54,683	739,588	187,273
Mortgage/asset backed securities	1,580,312	260	93,904	780,210	705,938
U.S. Government and agency obligations	16,561,267	234,621	3,614,438	7,867,446	4,844,762
Municipal obligations	159,540	49,820	109,720	-	-
Corporate bonds	7,015,748	364,107	2,069,589	4,279,745	302,307
	$ 91,724,482	$ 648,808	$ 5,942,334	$ 13,666,989	$ 6,040,280

NOTE 2. Deposits and Investments (continued)

Certain investments are subject to various risks which have the potential to result in a change in the value of the investment.

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 the investments or collateral securities that are in the possession of an outside party. The investment policy of the City minimizes this risk by prohibiting purchase of securities subject to custodial credit risk. The pension plans' investments are registered, but not insured. The investments are registered in the plans' name. As of September 30, 2019, the General Employee Pension Plan held $35,650,432; the Fire Pension Plan held $24,430,172; and the Police Pension Plan held $31,643,878 in uninsured investments, held by its custodial bank. Cash and short-term investments exceed the federally insured limits. The City has no formal policy for custodial credit risk.

Credit risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk exposure. The ratings for each debt type investment of the fiduciary funds are included in the following table. The City has no formal policy for credit risk. The ratings meet the minimum rating required for each debt type investment:

Average Rating	Collateralized Mortgage Obligations	Mortgage/ Asset Backed Securities	Corporate Bonds	U.S. Government and Agency Obligations
Aaa	$ 255,654	$ -	$ 302,308	$ 12,388,349
Aa1	-	54,972	-	-
Aa2	61,523	-	283,612	-
A1	-	1,349	951,022	-
A2	-	-	1,855,196	-
A3	72,493	-	1,141,454	-
Baa1-3	86,200	-	2,353,017	-
Unrated	-	1,523,991	129,139	4,172,918
	$ 981,544	$ 1,580,312	$ 7,015,748	$ 16,561,267

	Municipal Obligations	Real Estate Fund	Total
Aaa	$ 27,129	$ -	$ 12,973,440
Aa1	99,812	-	154,784
Aa2	-	-	345,135
A1	32,599	-	984,970
A2	-	-	1,855,196
A3	-	-	1,213,947
Baa1-3	-	-	2,439,217
Unrated	-	11,600,199	17,931,921
	$ 159,540	$ 11,600,199	$ 37,898,610

NOTE 2. Deposits and Investments (continued)

Fair Value Measurements: The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets and Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. Level 3 inputs are developed using a government's own data and cannot be corroborated by observable market data.

The City has the following recurring fair value measurements in its fiduciary funds as of September 30, 2019:

Investments	Fair Value	Level 1	Level 2	Level 3
Equity securities	$ 33,514,256	$ 29,293,181	$ 4,221,075	$ -
Equity mutual funds	20,311,616	20,311,616	-	-
U.S. Government and agency obligations	16,561,267	10,791,717	5,769,550	-
Corporate bonds	7,015,748	1,051,475	5,964,273	-
Collateralized mortgage obligations	981,544	-	981,544	-
Mortgage/asset backed securities	1,580,312	-	1,580,312	-
Municipal obligations	159,540	-	159,540	-
Real estate funds	2,122,915	-	-	2,122,915
Total investments measured at fair value	$ 82,247,198	$ 61,447,989	$ 18,676,294	$ 2,122,915
Investments measured at Net Asset Value (NAV)				
Commingled real estate funds	9,477,284			
Total investments	$ 91,724,482			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities including U.S. obligations, corporate bonds, and municipal obligations classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The real estate fund is an open-end diversified core real estate commingled fund that invests primarily in core institutional office, retail, industrial, and multi-family properties located throughout the United States. The investment is valued at net asset value and its redemptions must be received by the fund ten days prior to quarter end.

NOTE 3. RECEIVABLES

Receivables and the related allowance for uncollectible accounts as of September 30, 2019 are as follows:

Receivables	General Fund	Water and Sewer Fund	Stormwater Fund	Parking Lot Fund	Total
Accounts receivable:					
EMS transport	$ 1,900,633	$ -	$ -	$ -	$ 1,900,633
Trade	-	1,959,204	35,729	335	1,995,268
Miscellaneous	401,758	-	-		401,758
Franchise fees and utility taxes	630,975	-	-		630,975
Less allowance for uncollectible receivables	(1,900,633)	(543,691)	-		(2,444,324)
	$ 1,032,733	$ 1,415,513	$ 35,729	$ 335	$ 2,484,310

NOTE 4. CAPITAL ASSETS

Capital assets activities for governmental funds for the fiscal year ended September 30, 2019 were as follows:

	Beginning Balance	Additions	Deletions	Net Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land	$ 21,790,931	$ -	$ -	$ -	$ 21,790,931
Construction-in-progress	5,317,756	-	-	(5,317,756)	-
Total capital assets, not being depreciated	27,108,687	-	-	(5,317,756)	21,790,931
Capital assets, being depreciated:					
Buildings	13,801,501	651,456	(216,149)	883,896	15,120,704
Improvements other than buildings	10,543,671	5,753,057	-	4,433,860	20,730,588
Machinery and equipment	5,263,304	186,436	(162,193)	-	5,287,547
Infrastructure	29,880,243	-	-	-	29,880,243
Total capital assets, being depreciated	59,488,719	6,590,949	(378,342)	5,317,756	71,019,082
Less accumulated depreciation for:					
Buildings	(9,339,469)	(599,649)	200,476	-	(9,738,642)
Improvements other than buildings	(5,089,872)	(352,651)	-	-	(5,442,523)
Machinery and equipment	(3,190,872)	(323,881)	157,394	-	(3,357,359)
Infrastructure	(18,452,558)	(288,642)	-	-	(18,741,200)
Total accumulated depreciation	(36,072,771)	(1,564,823)	357,870	-	(37,279,724)
Total capital assets, being depreciated, net	23,415,948	5,026,126	(20,472)	5,317,756	33,739,358
Governmental activities capital assets, net	$ 50,524,635	$ 5,026,126	$ (20,472)	$ -	$ 55,530,289

NOTE 4. CAPITAL ASSETS (continued)

Capital assets activities for business-type activities for the fiscal year ended September 30, 2019 were as follows:

	Beginning Balance	Additions	Deletions	Net Transfers	Ending Balance
Business-Type Activities:					
Capital assets, not being depreciated:					
Land	$ 1,038,309	$ -	$ -	$ -	$1,038,309
Construction-in-progress	2,340,600	2,078,629	-	(1,578,425)	2,840,804
Total capital assets, not being depreciated	3,378,909	2,078,629	-	(1,578,425)	3,879,113
Capital assets, being depreciated:					
Buildings	65,258,997	34,100	-	57,346	65,350,443
Improvements other than buildings	16,086,645	29,168	-	-	16,115,813
Machinery and equipment	4,801,199	481,647	(99,809)	1,521,078	6,704,115
Infrastructure	6,849,973	46,122	-	-	6,896,095
Total capital assets, being depreciated	92,996,814	591,037	(99,809)	1,578,424	95,066,466
Less accumulated depreciation for:					
Buildings	(33,917,263)	(1,167,855)	-	-	(35,085,118)
Improvements other than buildings	(3,007,692)	(1,718,232)	-	-	(4,725,924)
Machinery and equipment	(3,087,565)	(308,116)	99,809	-	(3,295,872)
Infrastructure	(4,904,984)	(158,023)	-	-	(5,063,007)
Total accumulated depreciation	(44,917,504)	(3,352,226)	99,809	-	(48,169,921)
Total capital assets, being depreciated, net	48,079,310	(2,761,189)	-	-	46,896,545
Business-type activities capital assets, net	$ 51,458,219	$ (682,560)	$ -	$ -	$ 50,775,658

NOTE 4. CAPITAL ASSETS (continued)

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

Governmental activities:	
General government services	$ 264,449
Public safety	159,279
Physical environment	142,569
Transportation	292,992
Culture/recreation	705,534
Total	$ 1,564,823
Business-type activities:	
Parking	$ 36,930
Water and sewer	3,153,455
Stormwater	161,841
Total	$ 3,352,226

NOTE 5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund transfers for the year ended September 30, 2019 is as follows:

	Transfers In			
Transfers Out	**General Fund**	**Building Inspection Services**	**Road & Bridge**	**Total**
General Fund	$ -	$ 249,209	$ 58,221	$ 307,430
Building Inspection Services	339,292	-	-	339,292
Parking Lot	57,259	-	-	57,259
Storm Water	30,300	-	-	30,300
Water & Sewer	1,574,675	-	-	1,574,675
Total	$ 2,001,526	$ 249,209	$ 58,221	$ -

Transfers are used to: 1) move revenues from the fund with collection authorization to the fund with expenditure authorization, 2) move unrestricted revenues to finance various programs accounted for in other funds in accordance with budgetary authorizations and 3) transfer residual equity to separate building services fund to special revenue fund.

NOTE 5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (continued)

The composition of interfund balances as of September 30, 2019 is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General fund	Capital improvement fund	$ 405,763

The outstanding balance between the funds results mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Advance from/to other funds:

Receivable Fund	Payable Fund	Amount
Water and sewer fund	Capital improvement fund	$ 1,860,000

The amount payable to the water and sewer fund relates to an advance of $1,860,000 made to the capital improvement fund. The advance is to be repaid in annual installments bearing interest at a rate of 4.61% through September 2024 as follows:

Fiscal Year	Principal	Interest	Total
2020	$ 338,580	$ 78,652	$ 417,230
2021	354,520	62,709	417,230
2022	371,214	46,016	417,230
2023	388,693	28,537	417,230
2024	406,993	10,236	417,230
Total	$ 1,860,000	$ 226,150	$ 2,086,150

NOTE 6. NONCURRENT LIABILITIES

The following is a summary of the noncurrent liability transactions of the City for the year ended September 30, 2019:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	$ 292,237	$ -	$ (292,237)	$ -	$ -
Total OPEB liability	3,812,624	356,338	(250,534)	3,918,428	-
Net pension liability	12,468,778	87,685	(2,410,363)	10,146,100	-
Compensated absences	466,482	369,704	(318,134)	518,052	129,513
Total governmental activities	$ 17,040,121	$ 813,727	$ (3,271,268)	$ 14,582,580	$ 129,513
Business-type activities:					
Note payable	$ 1,682,532	$ -	$ (175,857)	$ 1,506,675	$ 179,879
Total OPEB liability	2,626,050	254,224	(178,744)	2,701,530	-
Net pension liability	2,991,041	289,523	(233,548)	3,047,016	-
Compensated absences	489,328	299,928	(265,571)	523,685	130,921
Total business-type activities	$ 7,788,951	$ 843,675	$ (853,720)	$ 7,778,906	$ 310,800

General Obligation Bonds Payable: On April 1, 1999, the City issued bonds in the amount of $5,500,000. Of this amount, $2,500,000 was used for construction of Phase II of the Sports Complex and $3,000,000 was used for constructing, furnishing, and equipping a new police station in the City. These bonds consisted of one issue that bore interest at 2.2% per annum and matured on March 31, 2019.

Note payable: In April 2017, the City entered into a note payable agreement with a financial institution to borrow $1,900,000 for the purpose of financing improvements to the City's stormwater management utility system. This note bears interest at a rate of 2.27% through the maturity date of April 1, 2027. The note payable is secured by a lien upon and pledge of i) stormwater revenues and ii) an additional covenant to budget and appropriate from legally available non-ad valorem revenue if the pledged revenue are insufficient or unavailable to pay the principal of and interest on the Note. The City may prepay and redeem the Note, in whole or part, at any time or from time to time, without penalty or premium. The Note contains events of default provisions such as payment defaults, breaches of covenants or representation and warranties, the occurrence of a material adverse effect and certain bankruptcy events providing the lender the authority to pursue action in any court to enforce collection, however it is not construed as granting the lender a lien on any real property of the City.

NOTE 6. NONCURRENT LIABILITIES (continued)

Total Other Post-Employment Benefits (OPEB) liability: This amount represents the City's total OPEB liability as of September 30, 2019. The governmental activities total OPEB liability is generally liquidated from the General Fund and the business-type activities total OPEB liability is generally liquidated by the Water and Sewer and Stormwater funds.

The annual debt service payments required on outstanding debt at September 30, 2019, are as follows:

Fiscal Year	Principal	Interest	Total
2020	$ 179,879	$ 32,677	$ 212,556
2021	183,997	28,559	212,556
2022	188,210	24,346	212,556
2023	192,518	20,038	212,556
2024	196,926	15,630	212,556
2025 - 2027	565,145	19,423	584,568
Total	$ 1,506,675	$ 140,673	$ 1,647,348

Compensated absences: This amount represents the City's long-term liability for earned and unpaid vacation and sick leave benefits as of September 30, 2019, which are not expected to be paid with current available resources. Governmental activities compensated absences are generally paid out of the General Fund, and Business-type activities compensated absences are paid out of the Water and Sewer and Stormwater funds.

Net pension liability: This amount represents the City's net pension liability as of September 30, 2019. The governmental activities net pension liability is generally liquidated from the general fund and the business-type activities net pension liability is generally liquidated by the water and sewer and stormwater funds.

NOTE 7. PENSION PLANS

The City maintains three separate single-employer public employee retirement system ("PERS") pension plans, (1) the City of Cooper City General Employees' Retirement Plan ("GEPP"), (2) the City of Cooper City Firefighters Retirement Plan ("FRP"), and (3) the City of Cooper City Police Officers Retirement Plan ("PORP") to provide benefits for its employees. The City also participates in a cost-sharing multiple employer plan (the Florida Retirement System) and an agent multiple employer pension plan (the Florida Municipal Pension Trust Fund).

The Boards of Trustees of the City of Cooper City Retirement Trust Funds are the administrators of the three single employer plans. The Trustees have authority for establishing and amending benefits and funding policies for each of the respective plans. The three PERS plans are considered to be part of the City's financial reporting entity and are included in the City's financial reports as pension trust funds.

Effective October 25, 2011, the GEPP was closed to new hires. Employees participating in the GEPP prior to closure had the option to continue in the plan or to participate in the Florida Retirement System ("FRS"). As of April 1, 2012, all new hires were required to participate in FRS.

A. General Employees' Retirement Plan

Basis of Accounting

The Plan's policy is to prepare its financial statements on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Investment and administrative expenses are paid out of Plan assets that are replenished by investment earnings and employee and City contributions in order to maintain the Plan actuarially sound.

Method Used to Value Investments

Investments are reported at fair value in the financial statements based on the quoted market prices as reported by recognized security exchanges. Bonds are reported at established fair value. Securities that have not quoted market price are presented at estimated fair value as provide by the custodial bank and investment counsel.

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

The GEPP Pension Trust Fund does not issue separate stand-alone financial statements; therefore, included below is the Statement of Net Position – Fiduciary Fund as of September 30, 2019 and the Statement of Changes in Net Position – Fiduciary Fund for the year end September 30, 2019.

General Employees' Pension Trust Fund
Statement of Net Position
Fiduciary Fund
September 30, 2019

Assets	
Cash and cash equivalents	$ 919,388
Prepaid items	2,558
Investments, at fair value	
U.S. government and agency securities	4,933,483
Corporate bonds	3,619,359
Equity securities	19,704,894
Equity mutual funds	266,695
Municipal obligations	159,540
Commingled real estate funds	6,966,461
Total investments	35,650,432
Total assets	$ 36,572,378
Liabilities	
Accounts payable	$ 69,945
Total liabilities	69,945
Net Position	
Restricted for pension benefits - active and retired members' benefits	36,502,433
Total liabilities and net position	$ 36,572,378

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

General Employees' Pension Trust Fund
Statement of Changes in Net Position
Fiduciary Fund
For the Year Ended September 30, 2019

Additions	
Contributions:	
City	$ 764,183
Employees	328,471
Broward County Sheriff's Office	81,323
State/other	4,277
Total contributions:	1,178,254
Investment income:	
Net increase in fair market value	844,771
Interest and dividend income	1,005,388
Less investment expenses	(211,758)
Net investment income	1,638,401
Total additions	2,816,655
Deductions	
Pension benefits	1,898,218
DROP distributions	313,479
Administrative expenses	118,207
Total deductions	2,329,904
Change in net position	486,751
Net position, restricted for pension benefits	
Beginning of year	36,015,682
End of year	$ 36,502,433

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

General Information

All full-time general employees hired before October 25, 2011 are eligible for membership on the date of employment. After October 25, 2011, the plan was closed to new hires. Service is measured as the total number of years and completed months as a general employee with the City. Earnable compensation mean a member's base compensation including pick-up contributions for all straight time hours worked, but excluding bonuses, overtime, any other non-regular payments and lump sum payments of unused leave. Final Monthly Compensation ("FMC") is the average monthly rate of earnable compensation over the highest three years of credited service. The GEPP does not issue stand-alone financial statements.

At October 1, 2017, the date of the latest actuarial valuation, participation in the GEPP consisted of the following:

Retirees and beneficiaries currently receiving benefits	94
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	52
Total	151

Normal Retirement – A member may retire on the first day of the month coincident with or next following the attainment of age 55 and completion of 6 years of credited service. The GEPP benefit is computed as 2.50% of FMC multiplied by credited service. In addition, the member will receive a monthly supplemental benefit equal to $20 multiplied by credited service. For those who became Broward Sheriff Office (BSO) employees, the multiplier is 1% for service before October 1, 1981, 1.75% from October 1, 1981 through September 30, 1993, and 2% thereafter unless the employee chose to purchase a higher multiplier of 2.25%. The normal form of benefit is a single life annuity, with other options available.

Early Retirement – A member may elect to retire earlier than the normal retirement eligibility upon attainment of age 53 and 10 years of credited service. The normal retirement benefit is reduced by 4% for each year by which the early retirement date precedes the normal retirement date.

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Deferred Retirement Option Plan – The GEPP offers a Deferred Retirement Option Plan ("DROP"). Plan members who have attained age 55 and 6 years of credited service are eligible for the DROP. The member's credited service and FMC are frozen upon entry into the DROP. The monthly retirement benefit is calculated based upon the frozen credited service and FMC. The maximum DROP period is 5 years. The member's DROP account is credited at an interest rate based upon the option chosen by the member. Members may elect from the following options: (1) gain or loss at the same rate earned by the GEPP, or (2) gain or loss at the rate earned by a self-directed investment account. Members may elect one of the following normal benefit options: (1) a single lump sum, (2) annual installments, (3) equal monthly installments, (4) a combination of lump sum and periodic payments, or (5) direct rollover to another qualified retirement plan.

Death Benefits – Members are eligible for survivor benefits after the completion of 6 or more years of credited service. A death benefit is payable as though the member had retired on the date of death and elected 100% joint and survivor option; other options are also available. The benefit is payable for the life of the beneficiary. The beneficiary of a plan member with less than 6 years of credited service at the time of death will receive a refund of the member's accumulated contributions with interest. Post-retirement death benefits are determined by the form of benefit elected upon retirement.

Disability Benefit – Any member who becomes totally and permanently disabled and unable to perform regular and continuous duties for the City as a result of an act occurring in the performance of service for the City is immediately eligible for a disability benefit. The benefit received is the accrued normal retirement benefit taking into account compensation earned and service credited as of the date of disability. There will be no actuarial reduction for the period of time that the date of disability precedes the normal retirement date. The benefit is payable until death or recovery from disability.

Non-Service Connected Disability – Any member who has 10 years of credited service and becomes totally and permanently disabled and unable to perform regular and continuous duties for the City is immediately eligible for a non-service connected disability benefit. The benefit received is the accrued normal retirement benefit taking into account compensation earned and service credited as of the date of disability. There will be no actuarial reduction for the period of time that the date of disability precedes the normal retirement date. The benefit is payable until death or recovery from disability.

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Vested Termination – A member has earned a non-forfeitable right to GEPP benefits after the completion of 6 years of credited service. The benefit is the member's accrued normal retirement benefit as of the date of termination and begins on the member's normal retirement date. The normal form of benefit is a single life annuity; other options are also available. Members terminating employment with less than 6 years of credited service will receive a refund of their employee accumulated contributions with interest.

Refunds – All members terminating employment with less than 6 years of credited service are eligible for refunds. Optionally, vested members (those with 6 or more years of credited service) may elect a refund in lieu of the vested benefits otherwise due. Refund of the member's contributions with interest. Interest is currently credited at a rate equal to the actual return on investment.

Contributions

Member contributions for the GEPP are 10.43% of earnings for City employees. Employer contributions are any additional amount determined by the actuary needed to fund the plan properly so as to comply with state laws. In lieu of electing the normal form of benefit, the optional forms of benefits available to all retirees are the 10 year certain and life thereafter and joint and last survivor options.

Investments

As of September 30, 2019, the Plan held no single investment that exceeded 5% of net assets. Authorized investments are subject to limitations prescribed in the City's Investment Policy. Investments in equities are limited to 60% of the portfolio, of which international equities shall not exceed 20% of the equity portfolio. Property and/or real estate securities shall not exceed 10% of the total portfolio at cost, and there is no limitation on fixed income securities. The assets of the General Employee Pension fund are currently invested in various separate investment accounts offered by Salem Trust Company and American Core Realty Fund. The Plan's net investment income for the year ended September 30, 2019 was $1,638,401, a decrease of $1,558,033 from last year's net investment income of $3,196,434.

Rate of Return

For the fiscal year ended September 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.8%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Net Pension Liability of the City

The components of the net pension liability of the City are as follows:

Total pension liability	$ 39,691,709
Plan fiduciary net position	(36,015,682)
City net pension liability	$ 3,676,027
Plan fiduciary net position as a percentage of total pension liability	90.74%
Net pension liability as a percentage of covered payroll	117.08%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The City's net pension liability for the GEPP is measured as the total pension liability less the pension plan's fiduciary net position. At September 30, 2019, the City reported a net pension liability of $3,676,027 related to the GEPP. The net pension liability was measured as of September 30, 2019, using an annual actuarial valuation as of October 1, 2017, rolled forward to September 30, 2019, using standard update procedures. For the fiscal year ended September 30, 2019, the City recognized pension expense of $213,864 related to the GEPP.

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018			
Changes for the year:	$ 37,913,333	$ 33,707,299	$ 4,206,034
Service cost	668,832	-	668,832
Interest	2,627,781	-	2,627,781
Experience differences	174,284	-	174,284
Assumption changes	392,598	-	392,598
Contributions - employer	-	813,108	(813,108)
Contributions - non-employer contributing entity (from BSO)	-	121,532	(121,532)
Contributions - employee	-	367,684	(367,684)
Net investment income	-	3,152,883	(3,152,883)
Benefit payments, including refunds of employee contributions	(2,085,119)	(2,085,119)	-
Administrative expense	-	(61,706)	61,706
Balances at September 30, 2019	$ 39,691,709	$ 36,015,682	$ 3,676,027

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

At September 30, 2019, the City reported deferred outflows and inflows of resources related to the GEPP from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 77,460	$ -
Assumption Changes	174,489	-
Net difference between projected and actual earnings on GEPP investments	281,280	1,364,484
GEPP contributions subsequent to the measurement date	872,727	
Total	$ 1,405,956	$ 1,364,484

The deferred outflows of resources related to the GEPP totaling $872,727, resulting from employer contributions to the GEPP subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to the GEPP will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2020	$ 112,289
2021	(430,939)
2022	(358,021)
2023	(164,584)
2024	-
Thereafter	-
Total	$ (831,255)

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Actuarial Methods and Significant Assumptions

Significant actuarial assumptions and other inputs used to measure the total pension liability for the GEPP are as follows:

Valuation date	October 1, 2017
Measurement date	September 30, 2018
Actuarial cost method	Entry age normal
Investment rate of return	6.90%
Salary increases	6.00%, including inflation
Inflation	2.50%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition.
Mortality	Table for males and females with mortality improvements projected using Scale BB for all years after 2000.

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Actuarial Methods and Significant Assumptions (continued)

A single discount rate of 6.90% 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 6.90%. 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 was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2018, the measurement date, are summarized in the following table:

Asset Class	Allocation	Long-term Expected Real Rate of Return
Large cap equity	50%	7.88%
Real estate	10%	6.25%
Small growth	5%	8.95%
International stock	5%	8.25%
Money market/cash	4%	-0.40%
Intermediary fixed income	26%	1.90%

NOTE 7. PENSION PLANS (continued)

A. General Employees' Retirement Plan (continued)

Actuarial Methods and Significant Assumptions (continued)

Sensitivity Analysis of the Net Pension Liability

Regarding the sensitivity of the GEPP's net pension liability to changes in the single discount rate, the following presents the GEPP's net pension liability, calculated using a single discount rate of 6.90%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage point lower or 1-percentage-point higher:

1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
$ 7,988,692	$ 3,676,027	$ 29,932

DROP Account

A portion of the GEPP fiduciary net position is designated for benefits that accrue in relation to the DROP account as described in the plan description. The DROP balance for the fiscal year ended September 30, 2019, was $852,298.

B. Firefighters Retirement Plan

The FRP is a single-employer defined benefit retirement plan covering all eligible firefighters. The FRP was established by the City in accordance with a City ordinance and state statutes. Management of the FRP is vested in the Board, which consists of five trustees – two trustees are elected by plan participants, two shall be residents of the City and appointed by the City manager, and a fifth appointed by the other four participants of the Board.

Audited financial statements were issued for the FRP for the fiscal year ended September 30, 2019. Requests for the financial statements should be addressed to the Office of the Finance Director of Cooper City, Florida, P.O. Box 290910, Cooper City, Florida, 33329-0910.

NOTE 7. PENSION PLANS (continued)

B. Firefighters Retirement Plan (continued)

Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources Related to Pensions

The City's net pension liability for the FRP is measured as the total pension liability less the pension plan's fiduciary net position. At September 30, 2019, the City reported a net pension liability of $2,127,011 related to the FRP. The net pension liability was measured as of September 30, 2018, using an annual actuarial valuation date of October 1 ,2017, rolled forward to September 30, 2019, using standard update procedures. For the fiscal year ended September 30, 2019, the City recognized a pension benefit of $(639,528) related to the FRP.

The components of net pension liability of the FRP as measured at September 30, 2018, were as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018			
Changes for the year:	$ 28,726,150	$ 25,689,468	$ 3,036,682
Service cost	92,137	-	92,137
Interest	1,937,118	-	1,937,118
Experience differences	213,127	-	213,127
Contributions - employer	-	294,037	(294,037)
Contributions - non-employer contributing entity (from BSO)	-	1,043,371	(1,043,371)
Contributions - employee	-	9,147	(9,147)
Net investment income	-	1,893,466	(1,893,466)
Benefit payments, including refunds of employee contributions	(2,290,342)	(2,290,342)	-
Administrative expense	-	(87,968)	87,968
Balances at September 30, 2019	$ 28,678,190	$ 26,551,179	$ 2,127,011

NOTE 7. PENSION PLANS (continued)

B. Firefighters Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

At September 30, 2019, the City reported deferred outflows of resources related to the FRP from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on FRP investments	$ -	$ 171,399
FRP contributions subsequent to the measurement date	1,245,383	-
Total	$ 1,245,383	$ 171,399

The deferred outflows of resources related to the FRP totaling $1,245,383, resulting from employer contributions to the FRP subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. The remaining amounts reported as net deferred inflows of resources related to the FRP will be recognized in pension expenses as follows:

Fiscal Year Ending September 30:	Amount
2020	$ 212,555
2021	(223,955)
2022	(133,736)
2023	(26,263)
2024	-
Thereafter	-
Total	$ (171,399)

NOTE 7. PENSION PLANS (continued)

B. Firefighters Retirement Plan (continued)

Actuarial Methods and Significant Assumptions

Significant actuarial assumptions and other inputs used to measure the total pension liability for the FRP are as follows:

Valuation date	October 1, 2017
Measurement date	September 30, 2018
Actuarial cost method	Entry age normal
Investment rate of return	7.00%
Salary increases	7.25%, including inflation
Inflation	2.50%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition.
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for preretirement mortality) and the RP-2000 Mortality Table for Annuitants (for post-retirement mortality), with mortality improvements projected to all future years after 2000 using Scale BB. For males, the base mortality rates include a 90% blue collar adjustment and a 10% white collar adjustment. For females, the base mortality rates include a 100% white collar adjustment. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS) for the July 1, 2017 actuarial valuation, as mandated by Florida House Bill 1309.

A single discount rate of 7.00% 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 7.00%. 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 was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 7. PENSION PLANS (continued)

B. Firefighters Retirement Plan (continued)

Actuarial Methods and Significant Assumptions (continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2018, the measurement date, are summarized in the following table:

Index	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	26%-69%	7.30%
International equity	8%-25%	2.70%
Fixed income	No maximum	3.60%
TIPS	5%-10%	2.90%
Real estate	0%-10%	4.90%
Master limited partnerships	0%-10%	8.60%
Private real estate	0%-10%	7.20%

Sensitivity Analysis of the Net Pension Liability

Regarding the sensitivity of the FRP's net pension liability to changes in the single discount rate, the following presents the FRP's net pension liability, calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability would be if it were calculate using a single discount rate that is 1-percentage point lower or 1-percentage point higher:

1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
$4,825,063	$ $2,127,011	$ ($112,489)

DROP Account

A portion of the FRP fiduciary net position is designated for benefits that accrue in a relation to the DROP account as described in the plan description. The DROP balance for the fiscal year ended September 30, 2019 was $2,152,436.

NOTE 7. PENSION PLANS (continued)

C. Police Officers Retirement Plan

The PORP is a single-employer defined benefit retirement plan covering all eligible police officers. The PORP was established by the City in accordance with a City ordinance and state statutes. Management of the PROP is vested in the Board, which consist of five members – two elected by plan participants, two appointed by the City Manager, and a fifth appointed by the other four from the residents of the City.

Audited financial statements were issues for the PORP for the fiscal year ended September 30, 2019. Requests for the financial statements should be addressed to the Office of the Finance Director of Cooper City, Florida, P.O. Box 290910, Cooper City, Florida 33329-0910.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The City's net pension liability for the PORP is measured as the total pension liability less the pension plan's fiduciary net position. At September 30, 2019, the City reported a net pension liability of $3,147,667 related to the PORP. The net pension liability was measured as of September 30, 2018, using an annual actuarial valuation as of October 1, 2017, rolled forward to September 30, 2018, using standard update procedures. For the fiscal year ended September 30, 2019, the City recognized a pension benefit related to the PORP of $(513,212).

The components of net pension liability of the PORP as measured at September 30, 2019, were as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018			
Changes for the year:	$ 33,915,249	$ 29,902,646	$ 4,012,603
Service cost	120,978	-	120,978
Interest	2,320,098	-	2,320,098
Experience differences	504,319	-	504,319
Contributions - employer	-	357,400	(357,400)
Contributions - non-employer contributing entity (from BSO)	-	1,253,792	(1,253,792)
Contributions - employee	-	91,839	(91,839)
Net investment income	-	2,204,851	(2,204,851)
Benefit payments, including refunds of employee contributions	(1,783,947)	(1,783,947)	-
Administrative expense	-	(97,551)	97,551
Balances at September 30, 2019	$ 35,076,697	$ 31,929,030	$ 3,147,667

NOTE 7. PENSION PLANS (continued)

C. Police Officers Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

At September 30, 2019, the City reported deferred outflows and inflows of resources related to the PORP from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on PORP investments	$ -	$ 549,582
PORP contributions subsequent to the measurement date	1,317,193	-
Total	$ 1,317,193	$ 549,582

The deferred outflows of resources related to the PORP totaling $1,317,193, resulting from employer contributions to the PORP subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. The remaining amount reported as deferred inflows of resources related to the PROP will be recognized in the pension expense as follows:

Fiscal Year Ending September 30:	Amount
2020	$ 63,735
2021	(345,393)
2022	(244,340)
2023	(23,584)
2024	-
Thereafter	-
Total	$ (549,582)

NOTE 7. PENSION PLANS (continued)

C. Police Officers Retirement Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Actuarial Methods and Significant Assumptions

Significant actuarial assumptions and other inputs used to measure the total pension liability for the PORP are as follows:

Valuation date	October 1, 2017
Measurement date	September 30, 2018
Actuarial cost method	Entry age normal
Investment rate of return	7.00%
Salary increases	5-10%, depending on service, including inflation
Inflation	2.50%
Retirement age	100% when first eligible for normal retirement or DROP entry.
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for preretirement mortality) and the RP-2000 Mortality Table for Annuitants (for post-retirement mortality), with mortality improvements projected to all future years after 2000 using Scale BB. For males, the base mortality rates include a 90% blue collar adjustment and a 10% white collar adjustment. For females, the base mortality rates include a 100% white collar adjustment. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS) for the July 1, 2017 actuarial valuation, as mandated by Florida House Bill 1309.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

NOTE 7. PENSION PLANS (continued)

C. Police Officers Retirement Plan (continued)

Actuarial Methods and Significant Assumptions (continued)

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2018, the measurement date, are summarized in the following table:

Index	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic large cap equities	27.50%	5.36%
Domestic mid cap equities	10.00%	8.90%
Domestic small cap equities	10.00%	6.99%
Fixed income	27.50%	2.69%
Real estate	15.00%	6.81%
International equities	10.00%	4.08%

Sensitivity Analysis of the Net Pension Liability

Regarding the sensitivity of the PORP's net pension liability to changes in the single discount rate, the following presents the PORP's net pension liability, calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage point lower or 1-percentage-point higher:

1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
$ 6,210,486	$ 3,147,667	$ 592,253

DROP Account

A portion of the FRP fiduciary net positions is designated for benefits that accrue in relation to the DROP account as described in the plan description. The DROP balance for the fiscal year ended September 30, 2019, was $5,514,674.

Payables to the Pension Plan

At September 30, 2019, the City reported a payable in the amount of $344,842 for outstanding contributions to the PORP required for the fiscal year ended September 30, 2019.

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan

General Information

As provided by Chapters 121 and 112, *Florida Statutes*, the FRS provides two cost-sharing, multiple-employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, *Florida Statutes,* the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or participating town or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, *Florida Statutes,* and Chapter 60S, *Florida Administrative Code.* Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Web site:
www.dms.myflorida.com/workforce_operations/retirement/publications.

Plan Description

The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program ("DROP") for eligible employees.

NOTE 7. PENSION PLANS (continued)

Benefits Provided

Benefits under the Pension Plan are computed on the basis of age and/or years of experience, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least 6 years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the 5 highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least 6 years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the 5 highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least 6 years of credited service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the 5 highest years of salary for each year of credited service.

Senior Management Service class members who retire at or after age 62 with at least 6 years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the 5 highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least 6 years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the 5 highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to 8 years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers' class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the 8 highest years of salary.

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan (continued)

Plan Description (continued)
As provided in Section 121.101, *Florida Statutes*, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of- living adjustment is 3% per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute 3% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from July 1, 2018 through June 30, 2019, and from July 1, 2019 through September 30, 2019, respectively, were as follows: Regular–6.54% and 6.75%; Special Risk Administrative Support–33.26% and 36.87%; Special Risk–22.78% and 23.76%; Senior Management Service–22.34% and 23.69%; Elected Officers'–46.98% and 47.10%; and DROP participants–12.37% and 12.94%. These employer contribution rates do not include 1.66% HIS Plan subsidy for the periods July 1, 2018 through June 30, 2019, and from July 1, 2019 through September 30, 2019.

The City's contributions, including employee contributions, to the Pension Plan totaled $243,523 for the measurement period ended June 30, 2019.

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2019, the City reported a liability of $2,704,718 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. The City's proportionate share of the net pension liability was based on the City's 2019 fiscal year contributions relative to the 2018 fiscal year contributions of all participating members. At June 30, 2019, the City's proportionate share was 0.007853738%, which was an decrease of 0.00012658% from its proportionate share measured as of June 30, 2018.

For the fiscal year ended September 30, 2019, the City recognized pension expense of $558,900. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 160,425	$ 1,679
Change of assumptions	694,679	-
Net difference between projected and actual earnings on pension plan investments	-	149,639
Changes in proportion and differences between City pension plan contributions and proportionate share of contributions	355,834	21,516
City pension plan contributions subsequent to the measurement date	64,527	-
Total	$ 1,275,465	$ 172,834

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The deferred outflows of resources related to the Pension Plan, totaling $64,527 resulting from City contributions to FRS subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2020	$ 368,182
2021	161,306
2022	259,170
2023	192,342
2024	49,708
Thereafter	7,396
Total	$ 1,038,104

Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumption, applied to all period included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation

Morality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan (continued)

Actuarial Assumptions (continued)

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead was based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash equivalents	1.00%	3.30%	3.30%	1.20%
Fixed income	18.00%	4.10%	4.10%	3.50%
Global equity	54.00%	8.00%	6.80%	16.50%
Real estate	10.00%	6.70%	6.10%	11.70%
Private equity	11.00%	11.20%	8.40%	25.80%
Strategic investments	6.00%	5.90%	5.70%	6.70%
Total	100.00%			
Assumed Inflation - Mean			2.60%	1.70%

NOTE 7. PENSION PLANS (continued)

D. Florida Retirement System Plan (continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculation of the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the City's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
City's proportionate share of the net pension liability	$ 4,675,557	$ 2,704,718	$ 1,058,734

Pension Plan Fiduciary Net Position

Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Pan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan

At September 30, 2019, the City reported a payable in the amount of $37,714 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2019.

NOTE 7. PENSION PLANS (continued)

E. HIS Plan

Plan Description

The HIS Plan is a non-qualified, cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, *Florida Statutes*, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist eligible retirees and surviving beneficiaries of state-administered retirement systems in paying their health insurance costs. The HIS Plan is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided

For the fiscal year ended September 30, 2019, retirees and beneficiaries received a monthly HIS payment of $5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of $30 and a maximum HIS payment of $150 per month. To be eligible to receive these benefits, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare.

Contributions

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for specified employees. For the fiscal year ended September 30, 2019, the HIS contribution for the period October 1, 2018 through September 30, 2019, was 1.66%. The City contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, the legislation may reduce or cancel HIS payments.

The City's contributions to the HIS Plan totaled $67,027 for the measurement period ended June 30, 2019.

NOTE 7. PENSION PLANS (continued)

E. HIS Plan (continue)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2019, the City reported a liability of $1,350,579 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The City's proportionate share of the net pension liability was based on the City's 2019 fiscal year contributions relative to the 2018 fiscal year contributions of all participating members.

At June 30, 2019, the City's proportionate share was 0.012070592%, which was an increase of 0.000030112% from its proportionate share measured as of June 30, 2019.

For the fiscal year ended September 30, 2019, the City recognized pension expense of $138,487. In addition, the City reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 16,404	$ 1,654
Change of assumptions	156,384	110,385
Net differences between projected and actual earnings on HIS Plan investments	872	-
Changes in proportion and differences between City HIS Plan contributions	389,530	-
City HIS Plan contributions subsequent to the measurement date	18,014	-
Total	$ 581,204	$ 112,039

NOTE 7. PENSION PLANS (continued)

E. HIS Plan (continue)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The deferred outflows of resources related to the HIS Plan, totaling $18,014 resulting from City contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2020	$ 129,034
2021	112,557
2022	88,283
2023	56,820
2024	46,303
Thereafter	18,154
Total	$ 451,151

Actuarial Assumptions

The total pension liability in the July 1, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	3.50%

The actuarial assumptions used in the July 1, 2019 valuation were based on certain results from the most recent experience study for the FRS Pension Plan.

NOTE 7. PENSION PLANS (continued)

E. HIS Plan (continued)

Discount Rate

The discount rate used to measure the total pension liability was 3.50%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the City's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 3.50%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
City's proportionate share of the net pension liability	$ 1,541,755	$ 1,350,579	$ 1,191,350

Pension Plan Fiduciary Net Position

Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan

At September 30, 2019, there were no payables for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2019.

NOTE 7. PENSION PLANS (continued)

F. Investment Plan

The State Board Administration ("SBA") administers the defined contribution retirement plan officially titled the Florida Retirement System Investment Plan ("Investment Plan"). The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, *Florida Statutes*, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected officers, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll and by forfeited benefits of plan members. Allocations to the investment members' accounts during the 2019 fiscal year, as established by Section 121.72, *Florida Statutes*, are based on a percentage of gross compensation, by class, as follows: Regular class 6.54%, Special Risk Administrative Support class 33.26%, Special Risk class 22.78%, Senior Management Service class 22.34% and Elected Officers class 46.98%.

NOTE 7. PENSION PLANS (continued)

F. Investment Plan (continued)

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service in the employer contributions and any investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Unvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5 year period, the balance, plus accrued earnings, will be returned to the employee's account. If the employee does not return within the 5 year period, the employee will forfeit the unvested balance. For the fiscal year ended September 30, 2019, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the City. After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan or remain in the Investment Plan and rely upon that account balance for retirement income.

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund

Plan Description

The City began participating in the Florida Municipal Pension Trust Fund ("FMPTF") on November 1, 2002. Effective October 25, 2011, FMPTF was closed to new hires. Employees participating in the plan prior to closure had the option to continue in the plan or to participate in the Florida Retirement System ("FRS"). As of April 1, 2012, all new hires were required to participate in FRS. FMPTF is an agent multiple-employer defined benefit pension plan (the City receives a separate actuarial valuation) that acts as a common investment and administrative agent for any agency or political subdivision in or of the State of Florida including, but not limited to counties, municipalities, special districts, school districts and any other government entities. The pension trust program is sponsored and administered by the Florida League of Cities and benefit provisions of the plan are provided through Florida law. FMPTF issues a publicly available financial report that includes financial statements and required supplementary information.

The report may be obtained by writing Florida League of Cities, Inc. 301 South Bronough Street, Suite 300 Post Office Box 1757, Tallahassee, Florida 32302-1757. Consequently, this plan is not included in the accompanying pension trust funds of the City.

As of October 1, 2018, the date of the latest actuarial valuation, participation by City employees in the FMPTF consisted of the following:

Retirees and beneficiaries currently receiving benefits	6
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	2
Total	8

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Plan Description (continued)

Eligibility – All full-time management employees hired before October 25, 2011, are eligible for membership on the date of employment. After October 25, 2011, the plan was closed to new hires. Base compensation includes total cash remuneration paid to a plan participant for services rendered, but shall exclude overtime, sick leave, vacation pay, and lump-sum payments of accumulated annual leave. The average final compensation of plan members is the average of salary paid during the best three years of creditable service.

Normal Retirement – Members are eligible for normal retirement at age 55 with 6 years of credited service. The Plan represents the managerial employees of the City and is bifurcated into two groups, Group 1 and Group 2. The benefit received is computed based on the number of years of credited service multiplied by 2.0% and 2.25% for Group 1 and Group 2 employees, respectively, and multiplied by the final average compensation. A supplemental benefit for life of $20 per month for each year of service will also be awarded. The form of benefit is a 10 year certain and life annuity.

Early Retirement – Members are eligible for early retirement at age 50 with 6 years of credited service. The amount of the accrued benefit will be reduced by 6% for each year before the normal retirement date.

Disability Benefits – A member deemed to be totally and permanently disabled from injury, disease or mental disorder for a period of 6 months will receive an amount equal to the accrued retirement benefit at the date of the disability.

Death Benefits (preretirement) – The beneficiary of a deceased member who was not vested or eligible for retirement shall receive a refund of 100% of the member's accumulated contributions. If a member dies prior to retirement, but is vested, the beneficiary shall receive the pension benefit otherwise payable as a 100% joint and survivor benefit calculated as though the member had retired on the date of their death.

Termination Benefits – A member with less than 6 years credited service shall be entitled to a full refund of his contributions. A member with 6 or more years of credited service shall be entitled to his accrued monthly retirement benefit if the member has not elected to withdraw his contributions and provided he survives to his normal or early retirement date.

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Contributions

The member contribution rate is 11.00% of earnings. Employer contributions are equal to the remaining amount necessary for payment of normal (current year) cost and amortization of the accrued past service liability as provided in Part VII of Florida Statutes, Chapter 112. City contributions were $378,645 for the fiscal year ended September 30, 2019. The entry age normal method is used for valuing assets of the plan.

Deferred Retirement Option Plan ("DROP")

A member is eligible to participate in DROP once they have attained normal retirement age.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The City's net pension liability for the FMPTF is measured as the total pension liability less the pension plan's fiduciary net position. At September 30, 2019, the City reported a net pension liability of $187,123 related to the plan. The net pension liability was measured as of September 30, 2018, using an annual actuarial valuation as of October 1, 2017, rolled forward to September 30, 2018, using standard update procedures. The City recognized a pension benefit of $(86,500) for the year ended September 30, 2019.

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The components of net pension liability of the City as of September 30, 2019, related to the FMPTF were as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018			
Changes for the year:	$ 5,287,687	$ 4,761,276	$ 526,411
Service cost	60,324	-	60,324
Interest	363,172	-	363,172
Experience differences	(22,497)	-	(22,497)
Contributions - employer	-	378,645	(378,645)
Contributions - employee	-	31,616	(31,616)
Net investment income	-	347,409	(347,409)
Benefit payments, including refunds of employee contributions	(559,765)	(559,765)	-
Administrative expense	-	(17,383)	17,383
Balances at September 30, 2019	$ 5,128,921	$ 4,941,798	$ 187,123

At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to the FMPTF from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on FMPTF investments	$ -	$ 126,208
City FMPTF contributions subsequent to the measurement date	137,084	-
Total	$ 137,084	$ 126,208

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The deferred outflows of resources related to the FMPTF pension, totaling $137,084 resulting from employer contributions to the FMPTF subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2020	$ (9,069)
2021	(60,057)
2022	(53,271)
2023	(3,811)
2024	-
Thereafter	-
Total	$ (126,208)

A single discount rate of 7.00% 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 4.08%. 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 (4.08%) was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Actuarial Assumptions

Actuarial methods and significant actuarial assumptions used to measure the total pension liability of the FMPTF are as follows:

Valuation date	October 1, 2017
Measurement date	September 30, 2018
Discount rate	7.00% per annum (2.92% per annum is attributable to long-term inflation); this rate was used to discount all future benefit payments.
Salary increases	4.00% per annum
Cost-of-living increases	None assumed
Mortality	Sex-distinct rates set forth in the RP-2000 Mortality Table with full generational improvements in mortality using Scale BB.
Retirement age	Retirement is assumed to occur at the later of normal retirement age or one year after the valuation date.
Other decrements	None assumed
Future contributions	Contributions from the employer and employees are assumed to be made as legally required.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

NOTE 7. PENSION PLANS (continued)

G. Florida Municipal Pension Trust Fund (continued)

Actuarial Assumptions (continued)

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2018, the measurement date, are summarized in the following table:

Index	Asset Allocation	Long-Term Expected Real Rate of Return
Core bonds	16.00%	0.50%
Multi-sector	24.00%	1.00%
U.S. large cap equity	39.00%	6.00%
U.S. small cap equity	11.00%	6.75%
Non-U.S. equity	10.00%	6.75%

Sensitivity Analysis of the Net Pension Liability

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage point lower or 1-percentage point higher:

1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
$ 689,221	$ 187,123	$ (240,156)

NOTE 7. PENSION PLANS (continued)

Applicable totals for the City's defined benefit pension plans are reflected below:

	GEPP	FRP	PORP	FRS
Net pension liability	$ 3,676,027	$ 2,127,011	$ 3,147,667	$ 2,704,718
Deferred outflows of resources	1,405,956	1,245,388	1,317,193	1,275,465
Deferred inflows of resources	1,364,484	171,399	549,582	172,834
Pension expense/expenditure	213,864	(639,528)	(513,212)	558,900

	HIS	FMPTF	Total
Net pension liability	$ 1,350,579	$ 187,123	$ 13,193,116
Deferred outflows of resources	581,204	137,084	5,962,290
Deferred inflows of resources	112,039	126,208	2,496,545
Pension expense/expenditure	138,487	(86,500)	(327,989)

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

Pursuant to Section 112.081, *Florida Statutes*, the City is required to permit eligible retirees and their eligible dependents to participate in the City's health insurance program at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. These retirees pay 100% of the blended rate for active and retired employees. Because the blended rate is greater than that of a plan including active employees only and less than that of a plan including retirees only, the amount the City expends for active employees includes an implicit subsidy for participating retirees and dependents.

The OPEB Plan is a single employer plan and does not issue a publicly available financial report.

Participants of the plan consisted of the following as of October 1, 2017, the date of the latest actuarial valuation:

Retirees and beneficiaries currently receiving benefits	26
Inactive employees entitled to but not yet receiving benefits	-
Active employees	108
Total	134

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (continued)

Contributions

The City has elected to fund the plan on a "pay as you go" basis. The City contributes the current year benefit costs of the plan which are not paid by the retiree. For the fiscal year ended September 30, 2019, the City contributed $429,273 for the pay as you go benefits for the plan.

Total OPEB Liability of the City

The City's total OPEB liability was measured as of September 30, 2018 and was determined by using an actuarial valuation as of October 1, 2017, rolled forward to the measurement date, using standard update procedures.

Actuarial assumptions.

The total OPEB liability in the September 30, 2018 rolled forward actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	3.58%
Healthcare Cost Trend Rate:	8.00% - 4.50%, Ultimate Trend in 2028 (Pre-Medicare)
	5.00% - 4.50%, Ultimate Trend in 2028 (Medicare)
Inflation Rate:	3.00%
Salary increase:	4.00%, including inflation
Participation rate:	20%

Mortality rates were based on the RP-2014 Combined Annuitant Mortality Table for males and females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The actuarial assumptions used in the September 30, 2019 valuation were based on the results of an actuarial experience study for the period 2010-2011.

Discount rate
The discount rate used to measure the total OPEB liability was 3.58%. This is the S&P Municipal Bond 20-Year High-Grade Rate Index as of September 30, 2019.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (continued)

Changes in the Total OPEB Liability of the City

The changes in the total OPEB liability of the City for the year ended September 30, 2019, were as follows:

	Total OPEB Liability
Balance at September 30, 2018	$ 6,438,674
Changes for the year:	
Service cost	345,032
Interest	226,550
Changes of assumptions and other inputs	38,360
Benefit payments	(429,273)
Other changes	615
Net change	181,283
Balance at September 30, 2019	$ 6,619,958

The required schedule of changes in the City's total OPEB liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about the total OPEB liability.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

1% Decrease (2.58%)	Current Discount Rate (3.58%)	1% Increase (4.58%)
$ 7,287,019	$ 6,619,958	$ 6,059,627

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

1% Decrease	Current rate	1% Increase
$ 6,025,020	$ 6,619,958	$ 7,321,732

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2019, and the current sharing pattern of costs between employer and inactive employees.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2019, the City recognized OPEB expense of $106,234. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Assumption changes	$ 128,371	$ 217,292
Experience differences	-	68,861
Total	$ 128,371	$ 286,153

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending September 30:	
2020	$ (36,078)
2021	(36,078)
2022	(36,078)
2023	(36,078)
2024	(15,138)
Thereafter	1,668
Total	$ (157,782)

NOTE 9. DEFERRED COMPENSATION PLAN

The City offers a deferred compensation plan to its employees in addition to the pension plan. Participation is optional. The City has adopted the provisions of IRS Code Section 457(g) and GASB Statement No. 32, *Accounting and Financial Reporting for IRS Code Section 457 Deferred Compensation Plans.* Under these provisions, all assets and income for the plans are held in trust for the exclusive benefit of participants. Accordingly, the assets and liabilities of the plan are not reported within the City's financial statements

NOTE 10. 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; natural disasters and pollution related activities. The City's participation in the risk pool described below requires annual premium payments in return for transferring risks among pool participants. Settled claims from these risks have not exceeded the risk pool insurance limits nor have additional premiums been assessed relative to the past three fiscal years.

The City is a member of a purchasing cooperative of government agencies for the purpose of providing employee health benefits through Public Risk Management of Florida Group Health Trust. The City offers to its employees and covered dependents a choice of two medical plans, two dental plans, vision, life and long and short-term disability insurance. Medical plans do not have a lifetime maximum per insured.

NOTE 11. ENCUMBRANCES

Purchase orders are issued throughout the year to encumber budgets in the governmental funds. These amounts are included within the assigned fund balance on the face of the governmental fund financial statements and are assigned primarily for various capital projects. Encumbrances as of September 30, 2019, are as follows:

General Fund	$ 25,160
Road and Bridge Fund	572,268
Capital Improvement Fund	143,782
Stormwater Fund	369,458
Water & Sewer Fund	634,376
Total encumbrances	$ 1,745,044

NOTE 12. COMMITMENTS AND CONTINGENCIES

Broward Sheriff's Office: On January 13, 2004, the City entered in an agreement with the Sheriff of Broward County, Florida ("BSO") whereby the BSO would provide the City with daily law enforcement, fire protection/prevention and emergency medical services. The agreement is for 5 years with two additional 5 year options. The City exercised the first 5 year option in 2010 and the second 5 year option in 2014. The contract reached its final expiration during fiscal year ended September 30, 2019. The City is currently negotiating with BSO to establish a new contract. Since the expiration of the contract, the City has continued to make the same monthly payments for services provided by BSO to the City.

The City's public safety employees became employees of BSO on February 15, 2004, the effective date of the agreement, and BSO assumed the City's liability for accrued sick, vacation and other leave time. BSO provided the new employees the option of remaining with the City's pension plan or switching to the Florida Retirement System ("FRS") Plan and, accordingly, is remitting to the City required contributions attributable to those employees that remained with the City's pension plan.

In addition, BSO leased the fire and police facility from the City in the amount of $29,710 per month. This lease ran in tandem with the BSO contract terms and the terms of the lease are part of the ongoing negotiations with BSO. All machinery and equipment used by the public safety department of the City has been transferred to BSO for their use until such a time as the relationship between the City and BSO has been terminated. The lease is currently under negotiation along with the BSO contract.

Outstanding Construction Commitments: The City had outstanding construction commitments in the amount of $218,074 as of September 30, 2019.

Contingencies: The City participates in various federal and state grant programs, the principal of which is subject to program compliance audits pursuant to the Federal Single Audit Act and the Florida Single Audit Act. Accordingly, the City’s compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City anticipates such amounts, if any, will be immaterial.

NOTE 12. COMMITMENTS AND CONTINGENCIES (continued)

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

NOTE 13. PRIOR-PERIOD ADJUSTMENT

The City determined that the receivable balance for EMS services provided in prior periods had been overstated in prior periods as amounts due from customers for EMS services were not collectible. Accordingly, during fiscal year 2019, the EMS receivable balance was reduced by $888,355 to $0. As a correction of the error, the City restated its opening net position as of September 30, 2018 to reflect the reduction of the accounts receivable balance.

	Governmental Activities
Net position, as previously reported	$45,713,851
Prior period adjustment	(888,355)
Net position, as restated	$44,825,496

	General Fund
Fund balances, as previously reported	$2,872,725
Prior period adjustment	(888,355)
Fund balances, as restated	$1,984,370

NOTE 14. SUBSEQUENT EVENTS

On December 19, 2019, the City entered into a qualified tax-exempt Emergency Line of Credit Revolving Note (the "Note") with a maximum borrowing amount of $10,000,000. Proceeds of the Note are being used primarily to finance the cost of emergency disaster recovery. The Note bears interest at a variable the Prime Rate, as defined, less one hundred twenty five basis points multiplied by 80.25%. Payments of accrued interest on outstanding draws will be due on the first day of each February, May, August and November. Any grant funds received from FEMA or the State of Florida will be applied to repay the note. Any outstanding principal or interest on the note shall be payable on the Maturity Date, December 15, 2022, with the option to renew at the bank's discretion.

In recent weeks, the COVID-19 coronavirus outbreak in the United States has resulted in a disruption of the City's operations. Economic uncertainties have arisen which may negatively impact the future net position of the City. While the disruption is expected to be temporary, there is uncertainty around the duration and spread of the outbreak. Therefore, the City is unable to estimate the extent of the impact of COVID-19 on the City's operational and financial performance.

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REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF COOPER CITY, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Property taxes	$ 20,108,800	$ 20,108,800	$ 20,274,615	$ 165,815
Franchise fees and utility taxes	6,469,100	6,469,100	6,306,993	(162,107)
Licenses and permits	656,500	656,500	495,910	(160,590)
Intergovernmental revenues	3,798,100	3,581,722	3,999,661	417,939
Charges for services	4,807,800	4,807,800	5,155,666	347,866
Fines and forfeitures	235,000	270,000	307,120	37,120
Grants revenues	65,000	65,000	176,068	111,068
Investment earnings	100,000	190,000	191,430	1,430
Miscellaneous revenues	241,000	240,800	254,867	14,067
Total revenues	36,481,300	36,389,722	37,162,330	772,608
Expenditures				
Current:				
General government				
City Commission	417,760	513,095	467,079	46,016
Administrative	521,160	516,160	420,030	96,130
City Clerk	630,700	605,700	586,498	19,202
Finance	1,229,040	1,243,054	1,115,821	127,233
Legal	274,000	349,000	365,624	(16,624)
Boards and committees	17,750	17,750	13,800	3,950
Comprehensive planning	454,610	417,600	394,897	22,703
Public works administrative	735,160	745,377	704,401	40,976
Fleet services	357,160	357,160	324,242	32,918
Nondepartmental	979,330	792,811	392,751	400,060
Total general government	5,616,670	5,557,707	4,785,143	772,564
Public safety				
Code enforcement	425,100	435,652	410,873	24,779
Police	15,494,500	14,200,980	14,232,340	(31,360)
Fire	11,122,500	11,013,536	11,002,420	11,116
Total public safety	27,042,100	25,650,168	25,645,633	4,535

(continued)

The accompanying notes to the RSI are an integral part of this schedule.

CITY OF COOPER CITY, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	final budget
Expenditures:				
Physical environment				
Property maintenance	828,470	832,420	552,752	279,668
Total physical environment	828,470	832,420	552,752	279,668
Culture and recreation				
Parks	2,088,350	2,181,101	1,731,678	449,423
Recreation	2,088,600	2,102,161	1,741,857	360,304
Total culture and recreation	4,176,950	4,283,262	3,473,535	809,727
Total expenditures	37,664,190	36,323,557	34,457,063	1,866,494
Excess (deficiency) of revenues over (under) expenditures	(1,182,890)	66,165	2,705,267	2,639,102
Other financing sources (uses)				
Transfers in	1,067,300	2,001,526	2,001,526	-
Transfers out	(2,505,860)	(307,430)	(307,430)	-
Total other financing sources (uses)	(1,438,560)	1,694,096	1,694,096	-
Change in fund balance	(2,621,450)	1,760,261	4,399,363	2,639,102
Fund balances, beginning of year, as restated	1,984,370	1,984,370	1,984,370	-
Fund balances, end of year	$ (637,080)	$ 3,744,631	$ 6,383,733	$ 2,639,102

The accompanying notes to the RSI are an integral part of this schedule.

NOTE 1. BUDGETS AND BUDGETARY ACCOUNTING

The annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The City follows these procedures in establishing the budgetary data reflected in the financial
statements:

1. Prior to July 1, the City Manager submits to the City Commission a proposed operating budget for such funds as may be required by law or by sound financial practices for the year commencing on October 1. The operating budget includes proposed expenditures and the means of financing them.

2. Annual budgets are legally adopted for the General, Debt Service, Capital Improvement, Special Revenue and Proprietary Funds.

3. Public hearings are conducted to obtain taxpayer comments.

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

5. The legal level of budgetary control, the level at which expenditures may not exceed budget, is at the fund level. Budgets are monitored at the activity level within each department. However, at the City Manager's discretion, actual expenditures may exceed their budget within an individual department. Expenditures may not, however, legally exceed their budget at the individual fund level. Only the City Commission can legally amend the original budget once it is enacted.

6. Budgets for the governmental funds and the proprietary funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

7. Budget amounts are as originally adopted or as amended by the City Commission.

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' PENSION PLAN

Reporting period as of:	**9/30/2019**	**9/30/2018**	**9/30/2017**	**9/30/2016**	**9/30/2015**
Measurement date as of:	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability:					
Service cost	$ 668,832	$ 817,482	$ 802,604	$ 801,521	$ 871,704
Interest	2,627,781	2,519,908	2,492,570	2,444,577	2,317,934
Difference between expected and actual experience	174,284	109,331	(630,774)	(533,237)	22,168
Assumption change	392,598	824,532	345,787	335,762	-
Benefit payments	(2,085,119)	(2,064,187)	(2,240,698)	(1,545,365)	(1,153,732)
Refunds	-	-	-	(49,992)	(64,469)
Net change in total pension liability	1,778,376	2,207,066	769,489	1,453,266	1,993,605
Total pension liability - beginning	37,913,333	35,706,267	34,936,778	33,483,512	31,489,907
Total pension liability - ending	$ 39,691,709	$ 37,913,333	$ 35,706,267	$ 34,936,778	$ 33,483,512
Plan fiduciary net position:					
Contributions - employer (City)	$ 813,108	$ 786,998	$ 860,950	$ 999,117	$ 993,478
Contributions - non-employer contributing entity (BSO)	121,532	126,703	135,040	96,707	248,338
Contributions - employee	367,684	413,738	437,430	364,865	527,463
Net investment income	3,152,883	3,134,831	2,401,377	741,361	2,812,142
Benefit payments	(2,085,119)	(2,064,187)	(2,240,698)	(1,545,365)	(1,153,732)
Refunds	-	-	-	(76,770)	(64,469)
Administrative expenses	(61,705)	(51,226)	(57,388)	(77,950)	(40,559)
Net change in plan fiduciary net position	2,308,383	2,346,857	1,536,711	501,965	3,322,661
Plan fiduciary net position - beginning	33,707,299	31,360,442	29,823,731	29,321,766	25,999,105
Plan fiduciary net position - ending	$ 36,015,682	$ 33,707,299	$ 31,360,442	$ 29,823,731	$ 29,321,766
Net pension liability	**$ 3,676,027**	**$ 4,206,034**	**$ 4,345,825**	**$ 5,113,047**	**$ 4,161,746**
Plan fiduciary net position as a percentage of the total pension liability	90.7%	88.9%	87.8%	85.4%	87.6%
Covered payroll	$ 3,139,861	$ 3,770,460	$ 3,755,374	$ 3,812,310	$ 4,137,685
Net pension liability as a percentage of covered payroll	117.1%	111.6%	115.7%	134.1%	100.6%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
GENERAL EMPLOYEES' PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Actuarially determined contribution	$ 950,442	$ 999,254	$ 963,025	$ 1,068,704	$ 1,269,828	$ 1,278,957
Actual City Contribution	931,174	1,000,080	981,925	1,068,704	1,095,824	1,375,537
Contribution Deficiency/(Excess)	$ 19,268	$ (826)	$ (18,900)	$ -	$ 174,004	$ (96,580)
Covered payroll	$ 3,123,915	$ 3,139,861	$ 3,770,460	$ 3,755,374	$ 3,812,310	$ 4,137,685
Contributions as a percentage of covered payroll	29.81%	31.85%	26.04%	28.46%	28.74%	33.24%

Notes to Schedule:

Actuarial cost method	Entry Age Normal
Inflation	2.50%
Salary increases	6.00%, including inflation
Investment rate of return	6.90%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition.
Mortality	Table for males and females with mortality improvements projected using Scale BB for all years after 2000.

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ANNUAL MONEY-WEIGHTED RATE OF RETURN
GENERAL EMPLOYEES' PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Annual money-weighted rate of return	6.80%	6.75%	7.20%	4.50%	3.12%	10.60%

Notes to Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS PENSION PLAN

Reporting period as of:	**9/30/2019**	**9/30/2018**	**9/30/2017**	**9/30/2016**	**9/30/2015**
Measurement date as of:	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability:					
Service cost	$ 92,137	$ 127,131	$ 159,041	$ 158,031	$ 188,438
Interest	1,937,118	1,961,774	1,973,413	1,939,322	1,885,382
Difference between expected and actual experience	213,127	(368,423)	(544,532)	47,678	104,017
Assumption changes	-	(300,125)	-	-	-
Benefit payments	(2,290,342)	(1,184,833)	(2,259,752)	(1,058,286)	(1,727,969)
Other	-	-	-	-	10,020
Net change in total pension liability	(47,960)	235,524	(671,830)	1,086,745	459,888
Total pension liability - beginning	28,726,150	28,490,626	29,162,456	28,075,711	27,615,823
Total pension liability - ending	$ 28,678,190	$ 28,726,150	$ 28,490,626	$ 29,162,456	$ 28,075,711
Plan fiduciary net position:					
Contributions - employer (City)	$ 105,415	$ 55,398	$ 29,947	$ -	$ 1,580
Contributions - employer (State)	188,622	238,638	238,638	255,058	304,056
Contributions - non-employer contributing entity (BSO)	1,043,371	942,216	985,120	299,251	1,032,767
Contributions - employee	9,147	13,068	16,021	18,257	20,357
Net investment income	1,893,466	2,183,286	1,995,879	(542,222)	2,339,825
Benefit payments	(2,290,342)	(1,184,833)	(2,259,752)	(1,058,286)	(1,727,969)
Administrative expenses	(87,968)	(78,548)	(97,893)	(71,424)	(60,591)
Net change in plan fiduciary net position	861,711	2,169,225	907,960	(1,099,366)	1,910,025
Plan fiduciary net position - beginning	25,689,468	23,520,243	22,612,283	23,711,649	21,801,624
Plan fiduciary net position - ending	$ 26,551,179	$ 25,689,468	$ 23,520,243	$ 22,612,283	$ 23,711,649
Net pension liability	**$ 2,127,011**	**$ 3,036,682**	**$ 4,970,383**	**$ 6,550,173**	**$ 4,364,062**
Plan fiduciary net position as a percentage of the total pension liability	92.6%	89.4%	82.6%	77.5%	84.5%
Covered payroll	$ 245,265	$ 378,798	$ 464,086	$ 529,204	$ 590,048
Net pension liability as a percentage of covered payroll	867.2%	801.7%	1071.0%	1237.7%	739.6%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FIREFIGHTERS PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Actuarially determined contribution	$ 1,256,550	$ 1,337,407	$ 1,220,415	$ 1,279,156	$ 1,358,054	$ 1,296,957
Actual City Contribution	1,245,383	1,337,408	1,236,252	1,253,705	554,309	1,328,383
Contribution Deficiency/(Excess)	$ 11,167	$ (1)	$ (15,837)	$ 25,451	$ 803,745	$ (31,426)
Covered payroll	$ 254,661	$ 245,265	$ 378,798	$ 464,086	$ 529,204	$ 590,048
Contributions as a percentage of covered payroll	489.04%	545.29%	326.36%	270.14%	104.74%	225.13%

Notes to Schedule:

Actuarial cost method	Aggregate
Asset valuation method	5 year smoothed market
Inflation	2.50%
Salary increases	7.25%
Investment rate of return	7.00%
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for preretirement mortality) and the RP-2000 Mortality Table for Annuitants (for post-retirement mortality), with mortality improvements projected to all future years after 2000 using Scale BB. For males, the base mortality rates include a 90% blue collar adjustment and a 10% white collar adjustment. For females, the base mortality rates include a 100% white collar adjustment. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS) for the July 1, 2017 actuarial valuation, as mandated by Florida House Bill 1309.

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ANNUAL MONEY-WEIGHTED RATE OF RETURN
FIREFIGHTERS PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Annual money-weighted rate of return	5.00%	7.90%	9.80%	9.50%	2.00%	11.40%

Note to the schedule:
The Schedule will present 10 years of information once it is accumulated.

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS PENSION PLAN

Reporting period as of:	**9/30/2019**	**9/30/2018**	**9/30/2017**	**9/30/2016**	**9/30/2015**
Measurement date as of:	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability:					
Service cost	$ 120,978	$ 108,626	$ 134,806	$ 130,185	$ 130,185
Interest	2,320,098	2,312,576	2,304,869	2,267,290	2,218,607
Difference between expected and actual experience	504,319	146,557	(228,987)	(120,237)	53,154
Assumption changes	-	411,295	671,944	-	-
Benefit payments	(1,783,947)	(1,705,552)	(1,675,341)	(1,886,260)	(1,619,438)
Net change in total pension liability	1,161,448	1,273,502	1,207,291	390,978	782,508
Total pension liability - beginning	33,915,249	32,641,747	31,434,456	31,043,478	30,260,970
Total pension liability - ending	$ 35,076,697	$ 33,915,249	$ 32,641,747	$ 31,434,456	$ 31,043,478
Plan fiduciary net position:					
Contributions - employer (City)	$ 37,897	$ 40,744	$ 33,729	$ 261,740	$ 68,240
Contributions - employer (State)	319,503	299,282	299,282	-	263,432
Contributions - non-employer contributing entity (BSO)	1,253,792	1,117,071	865,777	-	921,133
Contributions - employee	91,839	37,028	173,408	92,898	43,899
Net investment income	2,204,851	3,060,337	2,376,767	(91,957)	2,463,427
Benefit payments	(1,783,947)	(1,705,552)	(1,675,341)	(1,886,260)	(1,619,438)
Administrative expenses	(97,551)	(77,654)	(94,541)	(77,791)	(65,442)
Net change in plan fiduciary net position	2,026,384	2,771,256	1,979,081	(1,701,370)	2,075,251
Plan fiduciary net position - beginning	29,902,646	27,131,390	25,152,309	26,853,679	24,778,428
Plan fiduciary net position - ending	$ 31,929,030	$ 29,902,646	$ 27,131,390	$ 25,152,309	$ 26,853,679
Net pension liability	**$ 3,147,667**	**$ 4,012,603**	**$ 5,510,357**	**$ 6,282,147**	**$ 4,189,799**
Plan fiduciary net position as a percentage of the total pension liability	91.03%	88.17%	83.12%	80.02%	86.50%
Covered payroll	$ 379,803	$ 492,517	$ 605,532	$ 606,307	$ 583,916
Net pension liability as a percentage of covered payroll	828.76%	814.71%	910.00%	1036.13%	717.53%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
POLICE OFFICERS PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Actuarially determined contribution	$ 1,625,926	$ 1,562,525	$ 1,461,567	$ 1,531,436	$ 1,380,815	$ 1,048,841
Actual City Contribution	1,638,596	1,571,687	1,426,753	1,198,788	261,740	1,252,805
Contribution Deficiency/(Excess)	$ (12,670)	$ (9,162)	$ 34,814	$ 332,648	$ 1,119,075	$ (203,964)
Covered payroll	$ 222,733	$ 379,803	$ 492,517	$ 605,532	$ 606,307	$ 583,916
Contributions as a percentage of covered payroll	735.68%	413.82%	289.69%	197.97%	43.17%	214.55%

Notes to Schedule:

Actuarial cost method	Entry Age Normal
Asset valuation method	Level dollar
Remaining amortization period	5 years
Asset valuation method	5 years smoothed market
Inflation	2.50%
Salary increases	5-10%, based on service, including inflation
Investment rate of return	7.00%
Retirement age	100% when first eligible for Normal Retirement or DROP entry
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for preretirement mortality) and the RP-2000 Mortality Table for Annuitants (for post-retirement mortality), with mortality improvements projected to all future years after 2000 using Scale BB. For males, the base mortality rates include a 90% blue collar adjustment and a 10% white collar adjustment. For females, the base mortality rates include a 100% white collar adjustment. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS) for the July 1, 2017 actuarial valuation, as mandated by Florida House Bill 1309.

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ANNUAL MONEY-WEIGHTED RATE OF RETURN
POLICE OFFICERS PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Annual money-weighted rate of return	4.99%	7.78%	11.44%	9.56%	0.05%	10.30%

Note to the schedule:

The Schedule will present 10 years of information once it is accumulated

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FLORIDA MUNICIPAL PENSION TRUST FUND

Reporting period as of:	**9/30/2019**	**9/30/2018**	**9/30/2017**	**9/30/2016**	**9/30/2015**
Measurement date as of:	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability:					
Service cost	$ 60,324	$ 57,604	$ 51,781	$ 51,781	$ 43,630
Interest	363,172	327,264	330,375	313,814	356,197
Difference between expected and actual experience	(22,497)	201,569	-	11,098	-
Assumption changes	-	85,442	(125,142)	126,551	-
Benefit payments	(559,765)	(246,044)	(244,921)	(244,921)	(350,405)
Net change in total pension liability	(158,766)	425,835	12,093	258,323	49,422
Total pension liability - beginning	5,287,687	4,861,852	4,849,759	4,591,436	4,542,014
Total pension liability - ending	$ 5,128,921	$ 5,287,687	$ 4,861,852	$ 4,849,759	$ 4,591,436
Plan fiduciary net position:					
Contributions - employer (City)	$ 378,645	$ 415,079	$ 407,167	$ 366,299	$ 506,288
Contributions - employee	31,616	31,636	30,554	29,366	28,150
Net investment income	347,409	536,281	289,334	(9,895)	240,525
Benefit payments	(559,765)	(246,044)	(244,921)	(244,921)	(261,166)
Administrative expenses	(17,383)	(10,544)	(8,288)	(12,748)	(7,138)
Net change in plan fiduciary net position	180,522	726,408	473,846	128,101	506,659
Plan fiduciary net position - beginning	4,761,276	4,034,868	3,561,022	3,432,921	2,926,262
Plan fiduciary net position - ending	$ 4,941,798	$ 4,761,276	$ 4,034,868	$ 3,561,022	$ 3,432,921
Net pension liability	**$ 187,123**	**$ 526,411**	**$ 826,984**	**$ 1,288,737**	**$ 1,158,515**
Plan fiduciary net position as a percentage of the total pension liability	96.4%	90.0%	83.0%	73.4%	74.8%
Covered payroll	$ 303,864	$ 288,873	$ 266,146	$ 266,146	$ 255,910
Net pension liability as a percentage of covered payroll	61.6%	182.2%	310.7%	484.2%	452.7%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FLORIDA MUNICIPAL PENSION TRUST FUND

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Actuarially determined contribution	$ 158,132	$ 174,977	$ 210,104	$ 183,587	$ 183,587	$ 506,288
Actual City Contribution	137,084	378,645	415,079	407,167	366,299	506,288
Contribution Deficiency/(Excess)	$ 21,048	$ (203,668)	$ (204,975)	$ (223,580)	$ (182,712)	$ -
Covered payroll	$ 298,277	$ 303,864	$ 288,873	$ 266,146	$ 266,146	$ 255,910
Contributions as a percentage of covered payroll	45.96%	124.61%	143.69%	152.99%	137.63%	197.84%

Notes to Schedule:

Inflation	2.92%
Salary increases	4.00% per annum
Mortality	Sex-distinct rates set forth in the RP-2000 Mortality Table with full generational improvements in mortality using Scale BB.

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS
FLORIDA RETIREMENT SYSTEM PENSION PLAN

Reporting period as of:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Measurement date as of:	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
City's proportion of the FRS net pension liability	0.007853738%	0.007980310%	0.006409960%	0.005146441%	0.483135000%	0.003887584%
City's proportionate share of the FRS net pension liability	2,704,718	2,403,711	1,896,021	1,299,481	624,034	237,200
Covered payroll	$ 3,788,107	$ 2,873,589	$ 2,799,670	$ 1,656,858	$ 1,210,578	$ 1,066,552
City's proportionate share of the FRS net pension liability as a percentage of its covered payroll	71.40%	83.65%	67.72%	78.43%	51.55%	22.24%
FRS Plan fiduciary net position as a percentage of the FRS total pension liability	82.61%	83.89%	83.89%	84.88%	92.00%	96.09%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Contractually required FRS contribution	$ 243,523	$ 229,865	$ 166,867	$ 125,504	$ 117,792	$ 85,155
FRS contributions in relation to the contractually required FRS contribution	243,523	229,865	166,867	125,504	117,792	85,155
FRS Contribution Deficiency/(Excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,836,597	$ 3,788,107	$ 2,873,589	$ 2,799,670	$ 1,656,858	$ 1,210,578
FRS contributions as a percentage of covered payroll	6.35%	6.07%	5.81%	4.48%	7.11%	7.03%

Notes to Schedule:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	6.9%, net of pension plan investment expense, including inflation
Mortality	PUB-2010 base table, projected generaltionally with Scale MP-2018.

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS
HEALTH INSURANCE SUBSIDY PENSION PLAN

Reporting period as of:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Measurement date as of:	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
City's proportion of the HIS net pension liability	0.012070592%	0.012040480%	0.009212296%	0.007545538%	0.006719761%	0.005526173%
City's proportionate share of the HIS net pension liability	1,350,579	1,274,378	985,021	879,401	685,310	516,711
Covered payroll	$ 3,788,107	$ 2,873,589	$ 2,799,670	$ 1,656,858	$ 1,210,578	$ 1,066,552
City's proportionate share of the HIS net pension liability as a percentage of its covered payroll	35.65%	44.35%	35.18%	53.08%	56.61%	48.45%
FRS Plan fiduciary net position as a percentage of the HIS total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

Notes to the Schedule:

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY PENSION PLAN

Reporting period:	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Contractually required HIS contribution	$ 67,027	$ 65,493	$ 48,754	$ 38,676	$ 25,687	$ 18,931
HIS contributions in relation to the contractually required HIS contribution	67,027	65,493	48,754	38,676	25,687	18,931
HIS Contribution Deficiency/(Excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,836,597	$ 3,788,107	$ 2,873,589	$ 2,799,670	$ 1,656,858	$ 1,210,578
HIS contributions as a percentage of covered payroll	1.75%	1.73%	1.70%	1.38%	1.55%	1.56%

Notes to Schedule:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	3.50%

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

CITY OF COOPER CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2019

	2019	2018
Total OPEB liability:		
Service Cost	$ 345,032	$ 333,449
Interest on total OPEB liability	226,550	212,199
Experience differences	-	(99,432)
Changes of assumptions and other inputs	38,360	(41,026)
Benefit payments	(429,273)	(332,286)
Other Changes	615	(134,672)
Net change in total pension liability	181,284	(61,768)
Total OPEB liability - beginning	6,438,674	6,500,442
Total OPEB liability - ending	$ 6,619,958	$ 6,438,674
Covered payroll	$ 6,772,929	$ 6,608,393
Total OPEB liability as a percentage of covered payroll	97.74%	97.43%

Notes to the Schedule:
The Schedule will present 10 years of information once it is accumulated.

The City is not accumulating assets in a trust fund that meets the criteria in paragraph 4 of GASB statement No. 75 for payment of future OPEB benefits.

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OTHER SUPPLEMENTARY INFORMATION

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CITY OF COOPER CITY, FLORIDA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	Special Revenue Funds				
	Building Inspection Fund	Road and Bridge Fund	Police Confiscation Fund	Debt Service Fund	Total Nonmajor Governmental Funds
Assets					
Cash and cash equivalents	$ 21,935	$ 603,794	$ 182,885	$ 108,613	$ 917,227
Investments	3,571	98,292	29,772	17,681	149,316
Due from other governments	10,784	54,245	-	-	65,029
Total assets	$ 36,290	$ 756,331	$ 212,657	$ 126,294	$ 1,131,572
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	$ 12,061	$ 38,819	$ 2,786	$ -	$ 53,666
Accrued liabilities	12,767	-	-	-	12,767
Total liabilities	24,828	38,819	2,786	-	66,433
Deferred inflows of resources					
Unavailable revenue	10,784	-	-	-	10,784
Fund balances					
Restricted					
Building department	678	-	-	-	678
Debt service	-	-	-	126,294	126,294
Transportation	-	717,512	-	-	717,512
Public safety	-	-	209,871	-	209,871
Total fund balances	678	717,512	209,871	126,294	1,054,355
Total liabilities and fund balances	$ 36,290	$ 756,331	$ 212,657	$ 126,294	$ 1,131,572

CITY OF COOPER CITY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds				
	Building Inspection Fund	Road and Bridge Fund	Police Confiscation Fund	Debt Service Fund	Total Nonmajor Governmental Funds
Revenues					
Property taxes	$ -	$ -	$ -	$ 282,823	$ 282,823
Licenses and permits	894,434	-	-	-	894,434
Intergovernmental revenues	-	910,248	-	-	910,248
Charges for services	71,217	-	-	-	71,217
Fines and forfeitures	-	-	113,087	-	113,087
Investment earnings	3,456	17,562	3,178	-	24,196
Miscellaneous revenues	3,046	8,882	-	-	11,928
Total revenues	972,153	936,692	116,265	282,823	2,307,933
Expenditures					
Current					
Public safety	881,392	-	32,455	-	913,847
Transportation	-	1,018,166	-	-	1,018,166
Debt service					
Principal retirement	-	-	-	200,033	200,033
Interest	-	-	-	1,690	1,690
Total expenditures	881,392	1,018,166	32,455	201,723	2,133,736
Excess (deficiency) of revenues over (under) expenditures	90,761	(81,474)	83,810	81,100	174,197
Other financing sources (uses)					
Transfers in	249,209	58,221	-	-	307,430
Transfers out	(339,292)	-	-	-	(339,292)
Total other financing sources (uses)	(90,083)	58,221	-	-	(31,862)
Change in fund balances	678	(23,253)	83,810	81,100	142,335
Fund balances, beginning of year	-	740,765	126,061	45,194	912,020
Fund balances, end of year	$ 678	$ 717,512	$ 209,871	$ 126,294	$ 1,054,355

CITY OF COOPER CITY, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2019

	Pension Trust Funds			
	General Employees	Police	Firefighters	Totals
Assets				
Cash and cash equivalents	$ 919,388	$ 696,745	$ 306,119	$ 1,922,252
Receivables/prepaids				
Employer contributions	41,879	676,498	238,255	956,632
Prepaid items	2,558	2,314	-	4,872
Interest receivable	-	38,574	29,900	68,474
Due from others	-	-	7,060	7,060
Total receivables	44,437	717,386	275,215	1,037,038
Investments, at fair value				
U.S. government and agency securities	4,757,932	5,652,511	6,150,824	16,561,267
Corporate bonds	3,794,910	1,863,599	1,357,239	7,015,748
Equity securities	19,704,894	10,587,013	3,222,349	33,514,256
Equity mutual funds	266,695	8,468,076	11,576,845	20,311,616
Collateralized mortgage obligations	981,544	-	-	981,544
Mortgage/asset backed securities	1,580,312	-	-	1,580,312
Municipal obligations	159,540	-	-	159,540
Commingled real estate funds	4,404,605	5,072,679	2,122,915	11,600,199
Total investments	35,650,432	31,643,878	24,430,172	91,724,482
Total assets	$ 36,614,257	$ 33,058,009	$ 25,011,506	$ 94,683,772
Liabilities				
Accounts payable	69,945	42,634	27,758	140,337
Total liabilities	69,945	42,634	27,758	140,337
Net Position				
Restricted for pension benefits - active and retired members' benefits	36,544,312	33,015,375	24,983,748	94,543,435
Total liabilities and net position	$ 36,614,257	$ 33,058,009	$ 25,011,506	$ 94,683,772

CITY OF COOPER CITY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General Employees	Police	Firefighters	Total
Additions				
Contributions:				
City	$ 764,183	$ 1,345,928	$ -	$ 2,110,111
Employees	343,129	19,937	8,788	371,854
Broward County Sheriff's Office	108,544	-	1,044,898	1,153,442
State/other	4,277	344,843	200,485	549,605
Total contributions:	1,220,133	1,710,708	1,254,171	4,185,012
Investment income:				
Net increase in fair market value	844,771	980,022	580,480	2,405,273
Interest and dividend income	1,005,388	725,725	668,131	2,399,244
Less investment expenses	(211,758)	(172,112)	(112,901)	(496,771)
Net investment income	1,638,401	1,533,635	1,135,710	4,307,746
Total additions	2,858,534	3,244,343	2,389,881	8,492,758
Deductions				
Pension benefits	1,898,218	2,062,383	1,423,768	5,384,369
DROP distributions	313,479	100	2,434,259	2,747,838
Administrative expenses	118,207	95,515	99,285	313,007
Total deductions	2,329,904	2,157,998	3,957,312	8,445,214
Change in net position	528,630	1,086,345	(1,567,431)	47,544
Net position, restricted for pension benefits				
Beginning of year	36,015,682	31,929,030	26,551,179	94,495,891
End of year	$ 36,544,312	$ 33,015,375	$ 24,983,748	$ 94,543,435

CITY OF COOPER CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Property taxes	$ 295,000	$ 295,000	$ 282,823	$ (12,177)
Total revenues	295,000	295,000	282,823	(12,177)
Expenditures				
Debt Service				
Principal retirement	286,200	286,200	200,033	86,167
Interest	8,800	8,800	1,690	7,110
Total expenditures	295,000	295,000	201,723	93,277
Change in fund balance	-	-	81,100	81,100
Fund balance, beginning of year	45,194	45,194	45,194	-
Fund balance, ending of year	$ 45,194	$ 45,194	$ 126,294	$ 81,100

CITY OF COOPER CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Impact fees				
Public safety	$ -	$ 3,000	$ 2,759	$ (241)
Park improvement	-	5,000	3,840	(1,160)
General government	-	52,000	48,095	(3,905)
Intergovernmental revenues	550,000	1,597,500	425,000	(1,172,500)
Investment earnings	-	-	13,287	13,287
Total revenues	550,000	1,657,500	492,981	(1,164,519)
Expenditures				
Capital outlay				
General government	450,000	11,151	10,285	866
Public safety	50,000	100,000	94,382	5,618
Physical environment	750,000	610,847	558,891	51,956
Culture and recreation	1,235,000	6,414,090	5,792,938	621,152
Total expenditures	2,485,000	7,136,088	6,456,496	679,592
Deficiency of revenues over expenditures	(1,935,000)	(5,478,588)	(5,963,515)	(484,927)
Other financing sources				
Transfers in	1,935,000	-	-	-
Total other financing sources	1,935,000	-	-	-
Change in fund balance	-	(5,478,588)	(5,963,515)	(484,927)
Fund balance, beginning of year	3,651,854	3,651,854	3,651,854	-
Fund balance, ending of year	$ 3,651,854	$ (1,826,734)	$ (2,311,661)	$ (484,927)

CITY OF COOPER CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
BUILDING INSPECTION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Licenses and permits	$ 977,910	$ 1,017,030	$ 894,434	$ (122,596)
Charges for services	71,520	71,520	71,217	(303)
Investment earnings	-	2,500	3,456	956
Miscellaneous revenues	4,240	4,240	3,046	(1,194)
Total revenues	1,053,670	1,095,290	972,153	(123,137)
Expenditures				
Current				
Public safety	1,175,930	987,814	881,392	106,422
Total expenditures	1,175,930	987,814	881,392	106,422
Deficiency of revenues over expenditu	(122,260)	107,476	90,761	(16,715)
Other financing sources (uses)				
Transfers in	125,860	249,209	249,209	-
Transfers out	-	(339,292)	(339,292)	-
Total other financing sources (uses)	125,860	(90,083)	(90,083)	-
Net change in fund balances	3,600	17,393	678	(16,715)
Fund balances, beginning of year	-	-	-	-
Fund balances, ending of year	$ 3,600	$ 17,393	$ 678	$ (16,715)

CITY OF COOPER CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Intergovernmental revenues				
Local option fuel tax	$ 350,000	$ 374,000	$ 361,458	$ (12,542)
Additional local option fuel tax	250,000	250,000	257,063	7,063
State revenue sharing	250,000	297,000	291,727	(5,273)
Investment earnings	4,000	11,000	17,562	6,562
Miscellaneous revenues	-	-	8,882	8,882
Total revenues	854,000	932,000	936,692	4,692
Expenditures				
Current				
Transportation	1,749,000	1,730,986	1,018,166	712,820
Total expenditures	1,749,000	1,730,986	1,018,166	712,820
Deficiency of revenues under expenditures	(895,000)	(798,986)	(81,474)	717,512
Other financing sources (uses)				
Transfers in	445,000	58,221	58,221	-
Change in fund balance	(450,000)	(740,765)	(23,253)	717,512
Fund balance, beginning of year	740,765	740,765	740,765	-
Fund balance, ending of year	$ 290,765	$ -	$ 717,512	$ 717,512

CITY OF COOPER CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
POLICE CONFISCATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Fines and forfeitures	$ -	$ -	$ 113,087	$ 113,087
Investment earnings	-	-	3,178	3,178
Total revenues	-	-	116,265	116,265
Expenditures				
Current				
Public safety	100,000	100,651	32,455	68,196
Total expenditures	100,000	100,651	32,455	68,196
Change in fund balance	(100,000)	(100,651)	83,810	184,461
Fund balance, beginning of year	126,061	126,061	126,061	-
Fund balance, ending of year	$ 26,061	$ 25,410	$ 209,871	$ 184,461

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STATISTICAL SECTION
(Unaudited)

This section of the City of Cooper City, Florida's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

PAGE

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 128

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.. 133

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.. 137

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..... 141

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.. 143

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

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CITY OF COOPER CITY, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Table 1)
(Amounts expressed in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018 [1]	2019
Governmental activities:										
Net investment in capital assets	$ 44,401	$ 46,173	$ 46,474	$ 42,338	$ 41,965	$ 43,811	$ 45,488	$ 45,407	$ 50,232	$ 55,530
Restricted	591	602	507	553	533	861	-	-	461	1,055
Unrestricted	9,573	7,017	6,345	12,668	12,945	1,181	(91)	2,441	(5,868)	(7,321)
Total governmental activities net position	$ 54,565	$ 53,792	$ 53,326	$ 55,559	$ 55,443	$ 45,853	$ 45,397	$ 47,848	$ 44,825	$ 49,264
Business-type activities:										
Net investment in capital assets	$ 32,846	$ 33,139	$ 34,607	$ 34,543	$ 35,835	$ 45,558	$ 48,450	$ 51,553	$ 51,442	$ 49,269
Restricted	1,782	1,627	1,494	51	5	-	-	88	-	-
Unrestricted	6,360	10,362	11,814	17,012	18,013	12,265	9,862	7,385	5,296	6,566
Total business-type activities net position	$ 40,988	$ 45,128	$ 47,915	$ 51,606	$ 53,853	$ 57,823	$ 58,312	$ 59,026	$ 56,738	$ 55,835
Primary government:										
Net investment in capital assets	$ 77,247	$ 79,312	$ 81,081	$ 76,881	$ 77,800	$ 89,369	$ 93,938	$ 96,960	$ 101,674	$ 104,799
Restricted	2,373	2,229	2,001	604	538	861	-	88	461	1,055
Unrestricted	15,933	17,379	18,159	29,680	30,958	13,446	9,771	9,826	(572)	(755)
Total primary government net position	$ 95,553	$ 98,920	$ 101,241	$ 107,165	$ 109,296	$ 103,676	$ 103,709	$ 106,874	$ 101,563	$ 105,099

[1] Net position is shown as restated. See Note 13.

CITY OF COOPER CITY, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Table 2)
(Amounts expressed in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental activities:										
General Government	$ 4,359	$ 4,413	$ 4,264	$ 4,554	$ 4,286	$ 3,727	$ 5,395	$ 4,629	$ 4,927	$ 5,242
Public Safety	17,094	17,830	18,162	17,653	20,113	18,442	22,411	22,563	24,643	25,626
Physical Environment	1,084	1,044	1,121	1,089	1,019	618	714	790	798	725
Transportation	753	761	646	1,750	1,422	1,613	1,909	1,852	1,783	1,311
Culture and Recreation	3,256	3,495	3,208	3,044	3,085	2,788	3,186	3,662	7,615	4,285
Human services	167	-	-	-	-	-	-	-	-	-
Interest on long-term debt	159	123	65	48	40	32	27	19	11	2
Total governmental activities expenses	$ 26,872	$ 27,666	$ 27,466	$ 28,138	$ 29,965	$ 27,220	$ 33,642	$ 33,515	$ 39,777	$ 37,191
Business-type activities:										
Water and sewer utility	$ 8,729	$ 8,630	$ 8,678	$ 9,595	$ 9,035	$ 8,427	$ 11,389	$ 11,469	$ 11,691	$ 11,724
Parking facilities	42	43	40	58	54	96	140	143	101	127
Stormwater utility	319	307	365	329	346	366	399	403	447	370
Total business-type activities expenses	9,090	8,980	9,083	9,982	9,435	8,889	11,928	12,015	12,239	12,221
Total primary government expenses	$ 35,962	$ 36,646	$ 36,549	$ 38,120	$ 39,400	$ 36,109	$ 45,570	$ 45,530	$ 52,016	$ 49,412
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	$ 731	$ 144	$ 117	$ 157	$ 173	$ 171	$ 1,154	$ 1,263	$ 244	$ 197
Public Safety	4,170	4,999	5,962	5,885	5,513	5,730	5,595	5,498	6,211	5,690
Transportation	8	51	52	52	54	55	-	-	-	-
Culture and Recreation	553	596	596	566	527	530	634	973	748	731
Operating grants and contributions	85	327	273	625	115	136	-	497	49	176
Capital grants and contributions	5	1,953	810	896	41	482	89	308	207	425
Total governmental activities program revenues	$ 5,552	$ 8,070	$ 7,810	$ 8,181	$ 6,423	$ 7,104	$ 7,472	$ 8,539	$ 7,459	$ 7,219
Business-type activities:										
Charges for services:										
Water and sewer utility	$ 10,049	$ 10,418	$ 11,175	$ 11,805	$ 11,229	$ 11,780	$ 11,678	$ 11,950	$ 11,858	$ 11,970
Parking facilities	89	97	96	95	136	99	89	106	123	126
Stormwater utility	275	277	279	282	129	114	280	283	311	321
Operating grants and contributions	-	-	-	-	-	-	-	76	-	-
Capital grants and contributions	312	1	-	-	521	5,193	259	202	220	314
Total business-type activities program revenues	10,725	10,793	11,550	12,182	12,015	17,186	12,306	12,617	12,512	12,731
Total primary government program revenues	$ 16,277	$ 18,863	$ 19,360	$ 20,363	$ 18,438	$ 24,290	$ 19,778	$ 21,156	$ 19,971	$ 19,950

CITY OF COOPER CITY, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Table 2 - Continued)
(Amounts expressed in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Net (expense)/revenue										
Governmental activities	$ (21,320)	$ (19,596)	$ (19,656)	$ (19,957)	$ (23,542)	$ (20,116)	$ (26,170)	$ (24,976)	$ (32,318)	$ (29,972)
Business-type activities	1,635	1,813	2,467	2,200	2,580	8,297	378	602	273	510
Total primary government net expense	$ (19,685)	$ (17,783)	$ (17,189)	$ (17,757)	$ (20,962)	$ (11,819)	$ (25,792)	$ (24,374)	$ (32,045)	$ (29,462)
General Revenues and Other Charges in Net Position										
Governmental activities:										
Taxes:										
Property taxes	$ 9,387	$ 9,469	$ 9,602	$ 11,657	$ 12,652	$ 13,441	$ 14,808	$ 16,688	$ 19,673	$ 20,557
Franchise fees and utility taxes	5,639	5,567	5,740	5,939	6,273	6,310	6,126	6,072	6,132	6,307
Local option sales tax	-	-	-	-	-	-	2,173	2,204	2,307	2,311
Local option gasoline tax	-	-	-	-	-	-	597	614	615	619
Unrestricted intergovernmental revenues	-	-	-	-	-	-	1,525	1,361	1,380	2,455
Intergovernmental	2,986	2,999	2,950	3,480	3,416	7,135	-	-	-	-
Income on investments	273	151	100	41	106	109	156	203	173	229
Other revenues	181	168	148	375	209	285	315	283	246	271
Special item	-	-	28	-	-	-	-	-	-	-
Net transfers	462	469	622	698	772	932	14	-	1,290	1,662
Total governmental activities	$ 18,928	$ 18,823	$ 19,190	$ 22,190	$ 23,428	$ 28,212	$ 25,714	$ 27,425	$ 31,816	$ 34,411
Business-type activities:										
Income on investments	252	183	119	79	124	69	124	113	100	178
Other revenues	524	2,614	823	2,111	315	-	-	-	-	71
Net transfers	(462)	(469)	(622)	(698)	(772)	(932)	(14)	-	(1,290)	(1,662)
Total business-type activities	314	2,328	320	1,492	(333)	(863)	110	113	(1,190)	(1,413)
Total primary government	$ 19,242	$ 21,151	$ 19,510	$ 23,682	$ 23,095	$ 27,349	$ 25,824	$ 27,538	$ 30,626	$ 32,998
Change in Net Position										
Governmental activities	$ (2,392)	$ (773)	$ (466)	$ 2,233	$ (114)	$ 8,096	$ (456)	$ 2,449	$ (502)	$ 4,438
Business-type activities	1,949	4,141	2,787	3,692	2,247	7,434	488	715	(917)	(903)
Total primary government	$ (443)	$ 3,368	$ 2,321	$ 5,925	$ 2,133	$ 15,530	$ 32	$ 3,164	$ (1,419)	$ 3,535

CITY OF COOPER CITY, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Table 3)
(Amounts expressed in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Nonspendable	$ -	$ 22	$ 26	$ 27	$ 27	$ 24	$ 25	$ 28	$ 30	$ 33
Restricted	-	-	-	-	-	-	-	-	249	-
Assigned	-	1,670	1,408	530	777	1,528	2,582	4,104	2,728	3,518
Unassigned	-	6,428	5,922	7,236	7,589	8,684	7,438	3,601	(134)	2,833
Reserved	23	-	-	-	-	-	-	-	-	-
Unreserved	9,675	-	-	-	-	-	-	-	-	-
Total general fund	$ 9,698	$ 8,120	$ 7,356	$ 7,793	$ 8,393	$ 10,236	$ 10,045	$ 7,733	$ 2,873	$ 6,384
All other governmental funds										
Restricted, reported in:										
Special Revenue Funds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 166	$ 928
Debt Service Funds	-	-	-	-	-	-	-	-	45	126
Assigned, reported in:										
Special Revenue Funds	-	500	392	435	429	774	902	700	701	-
Debt Service Funds	-	103	115	117	105	88	72	61	-	-
Capital Projects Funds	-	3,027	3,837	4,376	4,396	4,718	4,838	5,830	3,652	-
Unassigned, reported in:										
Special Revenue Funds	472	-	-	-	-	-	-	-	-	-
Debt Service Funds	119	-	-	-	-	-	-	-	-	-
Capital Projects Funds	1,371	-	-	-	-	-	-	-	-	(2,312)
Total all other governmental funds	$ 1,962	$ 3,630	$ 4,344	$ 4,928	$ 4,930	$ 5,580	$ 5,812	$ 6,591	$ 4,564	$ (1,258)

Note: GASB 54 was implemented during fiscal year 2011.

CITY OF COOPER CITY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Table 4)
(Amounts expressed in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Property taxes	$ 9,387	$ 9,469	$ 9,602	$ 11,657	$ 12,652	$ 13,441	$ 14,808	$ 16,688	$ 19,673	$ 20,557
Franchise fees and utility taxes	5,639	5,566	5,740	5,939	6,273	6,310	6,126	6,072	6,132	6,307
Licenses and permits	1,682	2,175	1,897	1,576	1,151	1,195	1,105	1,154	1,597	1,391
Intergovernmental revenues	2,986	2,999	2,950	3,533	3,468	5,013	4,294	4,375	4,811	4,910
Charges for services	3,051	3,521	4,589	4,804	4,353	4,743	5,641	5,931	5,233	5,227
Fines and forfeitures	155	94	241	227	479	543	550	273	236	420
Impact fees	-	1,479	710	896	41	481	88	377	136	54
Grant revenues	-	-	-	-	-	-	907	33	49	601
Investment earnings	273	151	100	41	106	109	156	203	173	229
Miscellaneous revenues	845	849	594	944	379	372	316	283	246	267
Total revenues	24,018	26,303	26,423	29,617	28,902	32,207	33,991	35,389	38,286	39,963
Expenditures										
General government	4,010	4,056	3,976	4,299	3,918	4,224	5,121	4,848	4,871	4,785
Public safety	16,910	17,532	18,419	19,056	19,695	20,564	22,201	24,333	25,674	26,559
Physical environment	483	457	473	497	484	515	648	718	711	553
Transportation	747	758	643	1,750	1,422	1,196	1,242	1,494	1,462	1,018
Culture and recreation	2,713	2,804	2,641	2,493	2,473	2,406	2,784	3,854	7,145	3,474
Human services	155	-	-	-	-	-	-	-	-	-
Capital outlay	501	377	420	823	704	1,365	1,591	1,300	6,226	6,456
Debt service										
Principal retirement	799	562	458	327	334	341	349	356	364	200
Interest and fiscal charges	158	136	65	49	42	35	27	19	11	2
Total expenditures	26,476	26,682	27,095	29,294	29,072	30,646	33,963	36,922	46,464	43,047
Excess of revenues over (under) expenditures	(2,458)	(379)	(672)	323	(170)	1,561	28	(1,533)	(8,178)	(3,084)
Other Financing Sources (uses)										
Transfers in	1,355	988	1,194	2,299	2,257	2,791	2,285	2,495	5,940	2,309
Transfers out	(893)	(519)	(572)	(1,601)	(1,485)	(1,859)	(2,271)	(2,495)	(4,650)	(647)
Total other financing sources (uses)	462	469	622	698	772	932	14	-	1,290	1,662
Net change in fund balances	$ (1,996)	$ 90	$ (50)	$ 1,021	$ 602	$ 2,493	$ 42	$ (1,533)	$ (6,888)	$ (1,422)
Debt service as a percentage of noncapital expenditures	3.8%	2.7%	2.0%	1.3%	1.3%	1.3%	1.2%	1.1%	0.9%	0.5%

CITY OF COOPER CITY, FLORIDA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Table 5)

Fiscal Year	Real Property	Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Estimated Actual Value[1]	Total Direct Tax Rate	Ratio of Total Assessed To Total Estimated Actual Value
2010	$ 3,147,599,890	$ 54,085,325	$ 1,244,594,519	$ 1,957,090,696	$ 3,201,685,215	4.9804	61.13%
2011	2,838,462,240	53,066,769	1,026,285,080	1,865,243,929	2,891,529,009	5.2679	64.51%
2012	2,901,845,880	50,878,528	1,054,690,447	1,898,033,961	2,952,724,408	5.2679	64.28%
2013	3,043,273,240	52,922,283	1,039,472,095	2,056,723,428	3,096,195,523	5.8772	66.43%
2014	3,264,309,230	58,880,433	1,093,893,026	2,229,296,637	3,323,189,663	5.8772	67.08%
2015	3,630,960,310	60,100,345	1,291,091,362	2,399,969,293	3,691,060,655	5.8772	65.02%
2016	4,033,657,860	62,477,739	1,557,899,836	2,538,235,763	4,096,135,599	6.0772	61.97%
2017	4,266,200,670	55,014,530	1,665,031,000	2,656,184,200	4,321,215,200	6.5272	61.47%
2018	4,507,528,860	58,859,418	1,748,454,790	2,817,933,488	4,566,388,278	7.2678	61.71%
2019	4,770,857,970	63,672,124	1,877,438,250	2,957,091,844	4,834,530,094	7.2343	61.17%

Source: Certification from Broward County Property Appraisers Office.

Note[1]: Property in Broward County is reassessed once every year, on average. The County assesses property at approximately 85-100% of actual value for commercial and industrial property and 85-100% for residential property, as required by Florida law. Estimated actual taxable value is calculated by dividing taxable value by those percentages. Tax rates are per $1,000 of assessed value.

CITY OF COOPER CITY, FLORIDA

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(rate per $1,000 of assessed value)
(Table 6)

	City of Cooper City			Overlapping Rates						
Fiscal Year	Operating Millage	Debt Service Millage	Total City Millage	Broward County	Broward County School District	Children's Services	South Broward Hospital District	South Florida Water Management District	Florida Inland Navigation District	Total Direct & Overlapping Rates
2010	4.770	0.2100	4.9804	5.389	7.431	0.424	1.273	0.624	0.035	20.156
2011	5.048	0.2200	5.2679	5.553	7.631	0.470	1.273	0.624	0.035	20.853
2012	5.053	0.2153	5.2679	5.553	7.418	0.479	0.750	0.436	0.035	19.939
2013	5.687	0.1906	5.8772	5.553	7.456	0.490	0.600	0.429	0.035	20.440
2014	5.709	0.1685	5.8772	5.723	7.480	0.488	0.400	0.411	0.035	20.414
2015	5.720	0.1570	5.8772	5.723	7.438	0.488	0.186	0.384	0.035	20.131
2016	5.929	0.1479	6.0772	5.723	7.274	0.488	0.174	0.355	0.032	20.123
2017	6.385	0.1425	6.5272	5.669	6.906	0.488	0.162	0.331	0.032	20.115
2018	7.135	0.1331	7.2678	5.669	6.539	0.488	0.150	0.310	0.032	20.456
2019	7.135	0.0996	7.2343	5.669	6.403	0.488	0.141	0.294	0.032	20.261

Source: Broward County, Florida Property Appraiser.

CITY OF COOPER CITY, FLORIDA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Table 7)

	2019			2010		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Morguard Monterra LP	49,986,848	1	1.69%			
Florida Power & Light Co.	32,973,386	2	1.12%			
SHI-II FSLD Cooper City LLC	24,193,000	3	0.82%			
Publix Supermarkets, Inc.	24,106,240	4	0.82%	20,117,240	3	1.03%
ZOM Monterra LP	22,647,520	5	0.77%			
Weingarten Realty Investors	20,734,790	6	0.70%	17,610,040	4	0.90%
Regency Centers LP	19,175,000	7	0.65%			
SPG Cooper City TR	14,411,100	8	0.49%	11,440,100	5	0.58%
Walmart Stores East LP	12,144,800	9	0.41%	10,712,340	6	0.55%
Stirling Retail 26 LLC	12,000,000	10	0.41%			
CC Broward Property VII LLC				27,168,370	1	1.39%
IRT Property Company				22,163,770	2	1.13%
Centre at Stirling & Palm Inc.				10,635,620	7	0.54%
Limoch Stirling, LLC				9,440,930	8	0.48%
Sunshine Wireless Co. Inc.				9,373,210	9	0.48%
PG Cooper City TR				8,000,000	10	0.41%
Total	$ 232,372,684		7.86%	$ 146,661,620		7.49%

Source: Broward County, Florida, Department of Revenue

CITY OF COOPER CITY, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Table 8)

Fiscal Year	Total Tax Levy For Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Collections[1]	Percentage of Levy
2010	$ 9,340,130	$ 8,950,858	95.83%	$ 14,545	$ 8,965,403	95.99%
2011	9,328,588	9,058,960	97.11%	8,752	9,067,711	97.20%
2012	9,625,695	9,216,486	95.75%	26,954	9,243,440	96.03%
2013	11,697,551	11,070,255	94.64%	189,975	11,260,230	96.26%
2014	12,739,120	12,274,842	96.36%	2,788	12,277,630	96.38%
2015	13,748,235	13,145,632	95.62%	(62,959) [2]	13,082,673	95.16%
2016	15,064,191	14,421,975	95.74%	13,410	14,435,385	95.83%
2017	16,951,589	16,315,865	96.25%	1,717	16,317,582	96.26%
2018	20,154,861	19,287,960	95.70%	5,016	19,292,976	95.72%
2019	21,129,592	20,242,064	95.80%	12,299	20,254,363	95.86%

Source: City's Audited Financial Statements and Broward County Property Appraiser's Office.

Notes: [1] Collections do not include discount amounts.
[2] Delinquent tax collections are negative in fiscal year 2015 because of refunds to property owners determined by the value adjustment board.

CITY OF COOPER CITY, FLORIDA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Table 9)
(Amounts expressed in thousands, except per capita amount)

	Governmental Activities			Business-Type Activities				
Fiscal Year	General Obligation Bonds	Notes Payable	Capital Leases	Revenue Bonds	Notes Payable	Total Primary Government[1]	Percentage of Personal Income[1]	Per Capita
2010	$ 3,000	$ 420	$ -	$ 588	$ 2,657	$ 6,665	0.71%	$ 222
2011	2,699	142	-	416	2,188	5,445	0.59%	191
2012	2,363	-	-	260	1,700	4,323	0.47%	149
2013	2,036	-	-	-	1,194	3,230	0.31%	100
2014	1,702	-	-	-	669	2,371	0.23%	69
2015	1,361	-	-	-	175	1,536	0.14%	44
2016	1,013	-	-	-	-	1,013	0.10%	29
2017	656	-	-	-	1,811	2,467	0.24%	115
2018	292	-	-	-	1,682	1,974	0.18%	89
2019	-	-	-	-	1,507	1,507	0.13%	131

Source: City's Audited Financial Statements

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
[1] See Table 13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

CITY OF COOPER CITY, FLORIDA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(Table 10)
(Amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Actual Taxable Value of Property[1]	Per Capita[2]
2010	$ 3,000	$ -	$ 3,000	0.09%	$ 99.75
2011	2,699	-	2,699	0.09%	94.55
2012	2,363	-	2,363	0.08%	81.27
2013	2,036	-	2,036	0.07%	62.95
2014	1,618	-	1,618	0.05%	47.41
2015	1,361	-	1,361	0.04%	36.51
2016	1,013	-	1,013	0.02%	28.64
2017	656	-	656	0.02%	19.46
2018	292	-	292	0.01%	8.17
2019	-	-	-	-	-

Source: City's Audited Financial Statements

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

[1]See Table 5 for property value data.

[2]See Table 13 for population data.

CITY OF COOPER CITY, FLORIDA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2019
(Table 11)
(Amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Percentage Applicable to Cooper City[1]	Amount Applicable to Cooper City
Debt repaid with property taxes:			
Broward County	$ 155,245	1.57%	$ 2,434
Broward School District Board[2]	1,824,502	1.57%	28,602
Subtotal, overlapping debt			31,036
City of Cooper City, Direct Debt			-
Total Direct and Overlapping Debt			$ 31,036

Sources: Assessed value data used to estimate applicable percentage provided by Broward County Property Appraiser. Debt outstanding data provided by each governmental unit.

Notes:

[1]Ratio of assessed valuation of taxable property in overlapping unit that is within the City of Cooper City.

[2]Net Debt outstanding as of September 30, 2019.

CITY OF COOPER CITY, FLORIDA

PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(Table 12)
(Amounts expressed in thousands)

Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Water & Sewer Revenue Bond(s) Debt Service Principal	Water & Sewer Revenue Bond(s) Debt Service Interest	Water & Sewer Revenue Bond(s) Coverage	Water & Sewer Revenue Note(s) Debt Service Principal	Water & Sewer Revenue Note(s) Debt Service Interest	Water & Sewer Revenue Note(s) Coverage
2010	$ 10,551	$ 6,402	$ 4,149	$ 190	$ 1,754	2.13	$ 452	$ 112	7.36
2011	10,633	6,611	4,022	172	1,766	2.08	469	95	7.13
2012	11,360	6,384	4,976	156	1,793	2.55	487	75	8.85
2013	11,963	5,145	6,818	141	1,791	3.53	506	58	12.09
2014	11,507	6,673	4,834	-	-	-	525	39	8.57
2015	11,437	7,059	4,378	-	-	-	175	3	24.60
2016	11,602	9,032	2,570	-	-	-	-	-	-
2017	11,705	8,764	2,941	-	-	-	-	-	-
2018	11,823	8,490	3,333	-	-	-	-	-	-
2019	11,844	8,571	3,273	-	-	-	-	-	-

Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Stormwater Revenue Notes Debt Service Principal	Stormwater Revenue Notes Debt Service Interest	Stormwater Revenue Notes Coverage
2017	$ 283	$ 221	$ 62	$ 1,812	$ 207	0.03
2018	311	245	66	1,683	177	0.04
2019	322	172	150	1,507	140	0.04

Source: City's Audited Financial Statements

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or depreciation expense. Fiscal year 2017 was the first year for the Stormwater Fund note payable.

CITY OF COOPER CITY, FLORIDA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Table 13)

Year	Population[1]	Person Income[2] (In thousands)	Per Capita Personal Income	Median Age[3]	School Enrollment[4]	Unemployment Rate[5]
2010	28,547	935,372	32,766	41.0	5,984	10.6%
2011	29,054	916,137	31,532	41.0	5,907	9.4%
2012	29,580	918,198	31,041	41.0	5,950	7.6%
2013	31,136	1,037,415	33,319	41.0	5,740	5.6%
2014	33,206	1,051,304	31,660	41.0	5,926	5.2%
2015	33,214	1,057,377	31,835	41.0	6,057	4.9%
2016	33,761	1,010,089	29,919	41.0	6,350	4.6%
2017	33,758	1,046,714	31,006	41.0	6,418	3.3%
2018	35,732	1,125,745	31,505	41.0	6,476	2.8%
2019	33,991	1,178,809	34,247	41.0	6,601	2.9%

Sources: [1]Furnished by City of Cooper City Growth Management Department.
[2]Furnished by the Census Bureau's 2014-2018 QuickFacts
[3]Furnished by the U.S. Census Bureau (national survey is conducted every 10 years).
[4]Furnished by the School Board of Broward County.
[5]Furnished by the Bureau of Labor Statistics.

CITY OF COOPER CITY, FLORIDA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Table 14)

	2019			2010		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
School Board	584	1	3.16%	537	1	5.54%
Publix	516	2	2.80%	451	2	4.65%
Wal-Mart	220	3	1.19%	304	3	3.13%
Integrated Medical Center[(1)]	184	4	1.00%	99	7	1.02%
City of Cooper City	122	5	0.66%	97	8	1.00%
Animal Medical Center	93	6	0.50%	103	6	1.06%
Walgreens	43	7	0.23%	67	10	0.69%
The Beverly Hills Café	38	8	0.21%	74	9	0.76%
CVS Pharmacy[(1)]	32	9	0.17%			
Ross	50	10	0.27%			
Winn-Dixie	0			140	5	1.44%
High Point of Florida	0			179	4	1.85%
Totals	1,882		10.20%	2,051		21.14%

Source: Various employers within the City.

Notes: [(1)] Number of employees from FY 2018, unable to obtain FY 2019 numbers.

CITY OF COOPER CITY, FLORIDA

FULL-TIME EQUIVALENT GOVERNMENT-EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 15)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019[7]
Function/Program										
Commission	1	1	1	1	1	1	1	1	1	1
Administration	2	2	2	2	2	2	3	3	4	3
Building Department[5]	9	9	8	8	8	6	7	8	7	6
City Clerk	5	5	5	5	5	5	5	4	5	5
Finance	6	6	6	6	6	7	8	8	9	9
Growth Management[5]	4	4	3	3	2	2	2	2	2	3
Public Works										
Administration	4	4	4	4	4	4	5	5	5	5
Property Maintenance	5	4	4	4	4	5	5	5	5	5
Parks Maintenance[6]	11	12	12	12	12	11	11	11	11	15
Fleet Maintenance	2	2	2	2	2	3	3	3	3	3
Recreation										
Administration[4]	8	8	11	12	11	9	11	8	12	24
Pool & Tennis Center[2]	4	4	-	-	-	-	-	-	-	-
Health & Social Services[1]	-	-	-	-	-	-	-	-	-	-
Utilities										
Administration	5	5	5	5	5	6	6	5	6	6
Customer Service[3]	3	3	3	3	3	3	4	4	4	5
Stormwater	1	1	1	1	1	1	1	1	1	1
Wastewater										
Wastewater Transmission	9	9	9	9	9	9	8	7	7	8
Wastewater Plant	6	6	6	6	6	5	6	6	6	6
Water										
Water Distribution	8	8	8	8	8	9	8	8	9	9
Water Plant	7	7	7	8	7	7	9	8	8	8
Total	100	100	97	99	96	95	103	97	105	122

Source: Various City departments.

Notes: [1] In 2010, Recreation combined Admin and Health & Social Services.
[2] In 2012, Recreation combined Admin and Pool & Tennis Center.
[3] In 2019, Utilities Customer Service included part-time staff in the FTE count.
[4] In 2019, Recreation included part-time & seasonal staff in the FTE count.
[5] In 2019, Building & Growth Management split a staff member between their departments due to job duties.
[6] In 2019, Public Works-Parks Maintenance included part-time staff in the FTE count.
[7] In fiscal years prior to 2019, total number of positions was reported rather than FTE.

Note: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick time.)
Full-time equivalent employment is calculated by dividing total labor hours by 2080.

CITY OF COOPER CITY, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 16)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/Program										
General Government										
Building permits issued	3,922	5,361	4,854	3,314	2,316	2,765	2,488	2,605	3,450	2,888
Building inspections conducted	5,624	25,411	25,547	17,266	7,022	7,003	7,340	7,179	8,889	8,243
Police										
Arrests	489	371	541	477	423	460	404	393	296	333
Parking violations	746	506	951	584	148	1,081	772	756	621	769
Traffic violations	3,575	3,118	4,558	3,727	4,284	3,803	6,705	8,007	6,564	5,952
Fire										
Emergency responses	2,390	2,387	2,429	2,472	2,642	2,345	2,517	2,266	2,847	2,737
Fires Extinguished	67	59	45	50	49	30	34	32	17	16
Inspections	841	815	869	1,022	849	901	910	753	544	918
Streets										
Street resurfacing (miles)	2.63	0.25	-	0.06	1.00	-	5.63	1.64	1.4	-
Potholes repaired	188	85	186	173	129	105	133	125	214	115
Culture and recreation										
Athletic field permits issued	3	3	3	3	2	2	2	3	4	21
Community Center admissions	66,443	67,931	63,510	59,153	55,800	54,316	54,336	53,896	14,990	43,979
Pool & Tennis Center admissions	104,999	104,122	96,400	82,816	65,000	51,446	60,578	61,193	62,279	62,278
Water										
New connections	224	405	377	273	31	16	24	15	5	5
Water main breaks	4	-	12	3	3	1	2	2	4	6
Average daily consumption (thousands of gallons)	2,719	2,700	3,010	3,710	3,200	3,200	3,200	3,320	3,320	2,920
Peak daily consumption (thousands of gallons)	3,200	3,200	3,630	4,170	3,900	5,862	4,704	4,850	4,460	5,078
Wastewater										
Average daily sewage treatment (thousands of gallons)	2,634	2,634	2,634	2,439	2,485	2,550	2,450	2,447	2,447	2,491
Transportation										
Total route miles[1]	42,784	-	-	-	-	-	-	-	-	-
Passengers[1]	13,406	-	-	-	-	-	-	-	-	-
Senior Citizens Bus Trips	1,571	2,533	2,493	2,218	2,172	2,592	3,138	2,906	3,922	3,576

Source: Various City Departments

[1]County Transit no longer in operation 2011

CITY OF COOPER CITY, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 17)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function										
General government										
City Hall building	1	1	1	1	1	1	1	1	1	1
Public safety										
Police:										
Station(s)	1	1	1	1	1	1	1	1	1	1
Fire:										
Station(s)	1	1	1	1	1	1	1	1	1	1
Streets										
Streets (miles)	74.22	74	74	121.12	121.12	121	121	121	121	121
Streetlights	1,953	2,052	2,052	2,052	2,052	2,052	2,052	2,100	2,101	2,101
Traffic signals	27	27	27	27	27	27	27	27	27	27
Culture and recreation										
Baseball/softball diamonds	12	12	12	11	12	11	11	11	11	11
Basketball courts	10	10	10	10	10	10	10	10	10	10
Community centers	2	2	2	2	2	2	2	2	2	2
Concession Stands	-	-	-	3	3	4	4	4	4	5
Hockey rinks	2	2	2	2	2	2	2	2	1	1
Multi-purpose fields	-	-	-	2	2	2	2	2	15	19
Parks	21	21	21	22	21	21	21	21	23	23
Parks acreage	106	106	106	106	106	106	106	106	106	106
Pavilions	5	5	5	5	5	5	5	5	5	5
Playgrounds	21	21	21	21	21	21	21	21	21	22
Racquetball Courts	-	-	-	10	10	10	10	10	10	10
Soccer/football fields	5	5	5	5	5	5	5	5	5	9
Tennis courts	15	15	15	15	15	15	14	14	14	14
Volleyball Courts	-			7	7	7	7	7	12	12
Pickleball Courts	-						2	2	2	6
Water										
Water plants	1	1	1	1	1	1	1	1	1	1
Water mains (miles)	104	104	105	105	105.38	141	141	141	141	141
Fire hydrants	1,101	1,101	1,115	1,115	1,115	1,289	1,289	1,379	1,379	1,379
Storage capacity (thousands of gallons)	1,900	1,800	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500
Wastewater										
Wastewater treatment plants	1	1	1	1	1	1	1	1	1	1
Sanitary sewers Gravity (miles)	89	89	90	90	90.38	90	90	90	90	90
Sanitary sewers force (miles)						37	37	37	37	37
Storm sewers (miles)	50	50	51	51	11.31	55	55	55	55	55
Treatment capacity (thousands of gallons)	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000

Note: No capital asset indicators are available for the general government function.
Sources: Various City Departments.

OTHER REPORTS

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

To the Honorable Mayor, City Commissioners, and City Manager
City of Cooper City, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cooper City, Florida, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City of Cooper City, Florida's basic financial statements, and have issued our report thereon dated April 30, 2020. Our report includes a reference to other auditors who audited the financial statements of the Pension Trust Funds of the City of Cooper City's Firefighters Retirement Plan and the City of Cooper City's Police Officers Retirement Plan as described in our report on the City's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings, and recommendations, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency, described in the accompanying schedule of findings and recommendations as item 2019-002 to be a material weakness.

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. We consider the deficiency described in the accompanying schedule of findings and recommendations as item 2019-001 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Cooper City, Florida's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

City of Cooper City, Florida's Response to Findings

City of Cooper City, Florida's response to the findings identified in our audit is described in the accompanying schedule of findings and recommendations. City of Cooper City, Florida's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 City of Cooper City, Florida'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 City of Cooper City, Florida's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

GLSC & Company, PLLC

Miami, Florida
April 30, 2020

SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the basic financial statements of the City of Cooper City, Florida.

2. There was a material weakness and a significant deficiency relating to the audit of the basic financial statements reported in the 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*. The audit did not disclose noncompliance that is material to the financial statements.

3. There was not an audit of major federal award programs or state awards programs as of September 30, 2019 as the City did not meet the minimum threshold of $750,000 in federal or state expenditures during the fiscal year.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

2019-001 Internal Controls Over Authorization of Contracts

Condition: During the year ended September 30, 2019, the City Commission identified that a certain contract with a third-party service provider was executed by a City employee without proper authorization by the City Manager and City Commission. The contract was subsequently cancelled in accordance with legal counsel's recommendation as the parties authorized to sign contracts on behalf of the City were not party to this contract.

Criteria: The City's contracts shall be authorized by the appropriate designated City officials.

Cause: The City employee did not follow the City's policies and procedures regarding contract authorization, and there was not appropriate oversight of such policies and procedures to prevent this occurrence.

Effect: This resulted in a contractual arrangement that was not properly authorized by the City.

Recommendation: We recommend that the City effectively communicate its policies for the authorization and approval of contracts and agreements to its employees and monitor compliance with such policies. All contracts should be reviewed and authorized by designated parties.

Management's Response: Management has reviewed the City's existing contracts to ensure that all contracts in place have been properly authorized. Policies and procedures are in place to correct any other instances of contracts signed by unauthorized parties were identified. Further, management has communicated its policies and procedures around proper authorization of contracts to its employees. Lastly, the City has compensating controls in place including approval of vendors prior to payment being issued and review and approval of invoices for vendor payments thereby mitigating the risk of unauthorized disbursements.

2019-002 Restatement of EMS Allowance Account

Condition: During the year ended September 30, 2019, the City deemed the outstanding balance of receivables associated with Emergency Management Services (EMS) to be uncollectible. Therefore, the City recorded an additional allowance for doubtful accounts equal to the remaining unpaid balance from prior years and has adopted a policy of recording EMS revenue only when cash is collected on a prospective basis. The adjustment to the allowance for doubtful accounts was recorded as a prior period adjustment because management believed it to be a correction of an error as the factors indicating the receivables were not collectible existed in prior years and the receivables remained uncollected for several years.

Criteria: Generally accepted accounting principles (GAAP) require revenue and accounts receivable to be reported net of uncollectible amounts.

Cause: Management did not properly consider the collection history of EMS transactions in evaluating the allowance for doubtful accounts in prior years.

Effect: The result of the prior period adjustment is a decrease in Net Position and of the fund balance of the General Fund at September 30, 2018 of $888,355.

Recommendation: We recommend the City monitor accounts receivable on a regular basis and record adjustments, as necessary.

Management's Response: Management has evaluated the City's receivables and determined the EMS receivable should be recorded only when cash is received to address the risk of collection uncertainty associated with these receivables.

C. OTHER ISSUES

1. No summary schedule of prior audit findings is required because there were no prior audit findings.

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

To the Honorable Mayor, City Commissioners, and City Manager
City of Cooper City, Florida

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cooper City, Florida (the "City"), as of and for the year ended September 30, 2019, which collectively comprise the City's basic financial statements and have issued our report thereon dated April 30, 2020. We did not audit the financial statements of Pension Trust Funds of the City of Cooper City's Firefighters Retirement Plan or the City of Cooper City's Police Officers Retirement Plan. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the City of Cooper City's Firefighters Retirement Plan and the City of Cooper City's Police Officers Retirement Plan is based solely on the report of other auditors.

AUDITOR'S RESPONSIBILITY

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

OTHER REPORTING REQUIREMENTS

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Schedule of Findings and Recommendations; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated April 30, 2020, should be considered in conjunction with this management letter.

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PRIOR AUDIT FINDINGS

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

OFFICIAL TITLE AND LEGAL AUTHORITY

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City was incorporated in 1959 pursuant to Chapter 59-1195 of the Laws of Florida. The City has no component units.

FINANCIAL CONDITION AND MANAGEMENT

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

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same. This assessment was performed as of September 30, 2019.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we identified a material weakness and a significant deficiency that have been included as 2019-002 and 2019-001, respectively, in the Schedule of Findings and Recommendations.

ADDITIONAL MATTERS

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not identify 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 Commissioners, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

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

GLSC & Company, PLLC

Miami, Florida
April 30, 2020

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INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE PURSUANT TO SECTION 218.415 FLORIDA STATUTES

Honorable Mayor, City Commissioners, and City Manager
City of Cooper City, Florida

We have examined City of Cooper City, Florida's (the "City") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies,* during the year ended September 30, 2019. 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, 2019.

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

GLSC & Company, PLLC

Miami, Florida
April 30, 2020

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