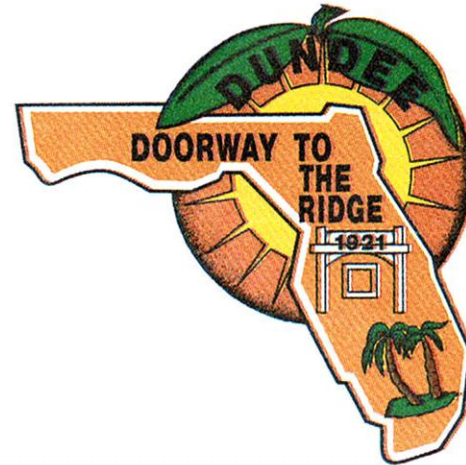


Town of Dundee

Town of Dundee



Financial Statements & Auditor's Reports For the year ended September 30, 2022

Prepared by:



Summary of Audit Results

Report on the Financial Statements (page 1-2)

- Unmodified (“Clean”) Audit Opinion
- The financial statements are a fair reflection of what actually happened.
- No Material Errors

Report on Internal Control & Compliance (pages 70-71)

- Two material weaknesses and one significant deficiencies in internal control reported.
- No instances of noncompliance reported.

Management Letter (pages 72-73)

- Six findings.
- No deteriorating financial conditions or financial emergencies noted

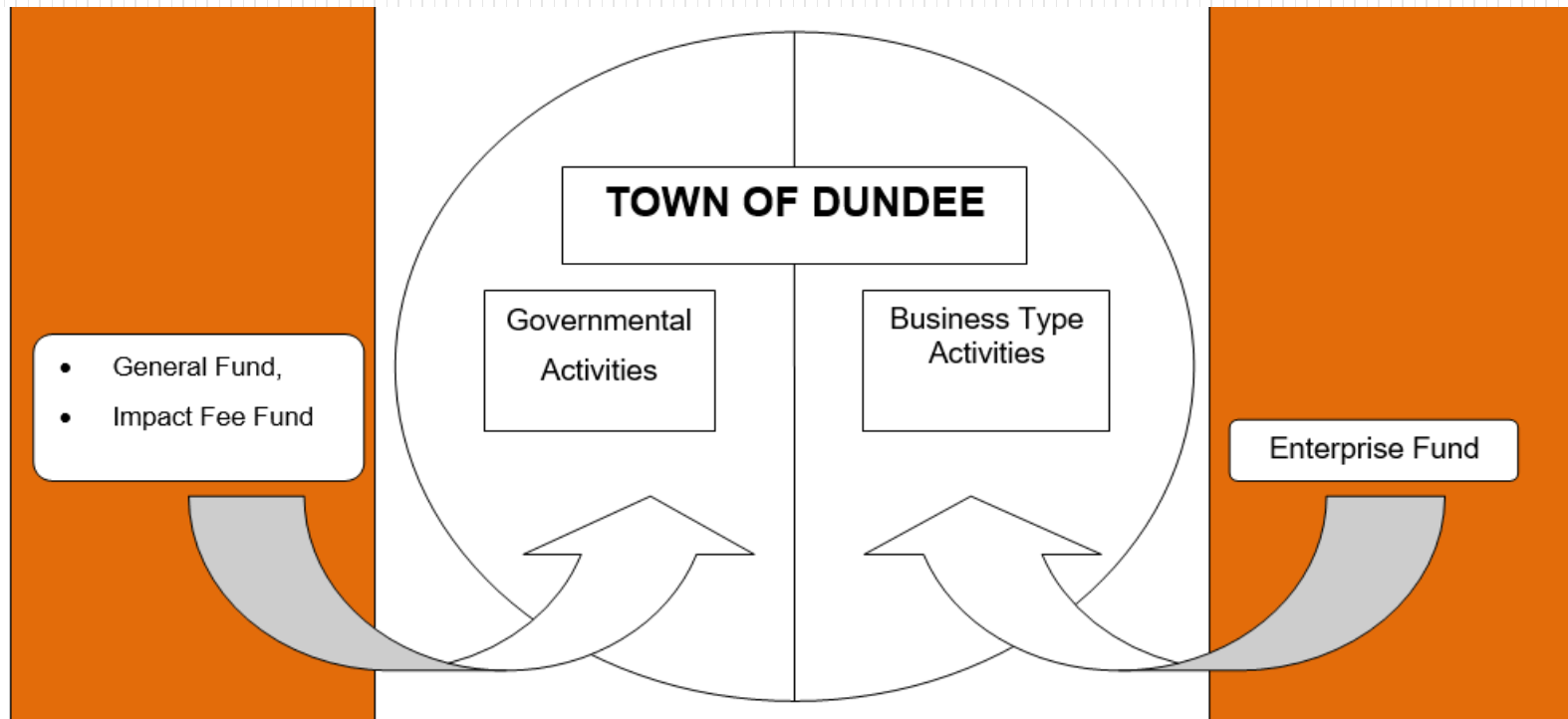
Compliance Report with Section 218.415, Florida Statutes (page 74)

- No instances of noncompliance with Section 218.415, Florida Statutes – Local Government Investment Policies.

Report to the Town Commission (separate letter)

- No disagreements with management.
- No difficulties encountered while performing our audit.
- No uncorrected misstatements.
- No material audit adjustments.

Fund Level Financial Statements



TOWN OF DUNDEE, FLORIDA
 Balance Sheet – Governmental Funds
 September 30, 2022

Governmental
Funds

Balance
Sheet

Page
14

	General Fund	Impact Fee Special Revenue Fund	Total
ASSETS			
Cash and cash equivalents	\$ 2,501,292	\$ 3,829,459	\$ 6,330,751
Receivables, net:			
Franchise and public service taxes	99,850	-	99,850
Intergovernmental	128,209	-	128,209
Leases	41,040	-	41,040
Due from other funds	160,635	-	160,635
Restricted assets:			
Cash and cash equivalents	2,937,235	-	2,937,235
TOTAL ASSETS	\$ 5,868,261	\$ 3,829,459	\$ 9,697,720
LIABILITIES			
Accounts payable	270,128	-	270,128
Construction costs payable	156,552	-	156,552
Accrued payroll	28,197	-	28,197
Due to other governments	23,100	-	23,100
Due to other funds	-	264,679	264,679
Unearned revenue	2,526,306	-	2,526,306
Customer deposits	32,074	-	32,074
TOTAL LIABILITIES	3,036,357	264,679	3,301,036
DEFERRED INFLOWS OF RESOURCES			
Leases	40,701	-	40,701
FUND BALANCE			
Restricted for:			
Transportation infrastructure - gas taxes	\$ 72,628	\$ -	\$ 72,628
Parks	76,092	-	76,092
Building code enforcement	262,209	-	262,209
Recreation improvements (impact fees)	-	142,140	142,140
Library improvements (impact fees)	-	478,467	478,467
Law enforcement improvements (impact fees)	-	328,802	328,802
Roads improvements (impact fees)	-	1,521,574	1,521,574
Fire improvements (impact fees)	-	181,655	181,655
Water system improvements (impact fees)	-	625,972	625,972
Sewer system improvements (impact fees)	-	286,170	286,170
Unassigned	2,380,274	-	2,380,274
TOTAL FUND BALANCE	2,791,203	3,564,780	6,355,983
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 5,868,261	\$ 3,829,459	\$ 9,697,720

Unassigned and Assigned Fund Balance as a % of Total Expenditures

GOVERNMENTAL UNASSIGNED+ASSIGNED FUND BALANCE TO TOTAL EXPENDITURES

Warning Trend:

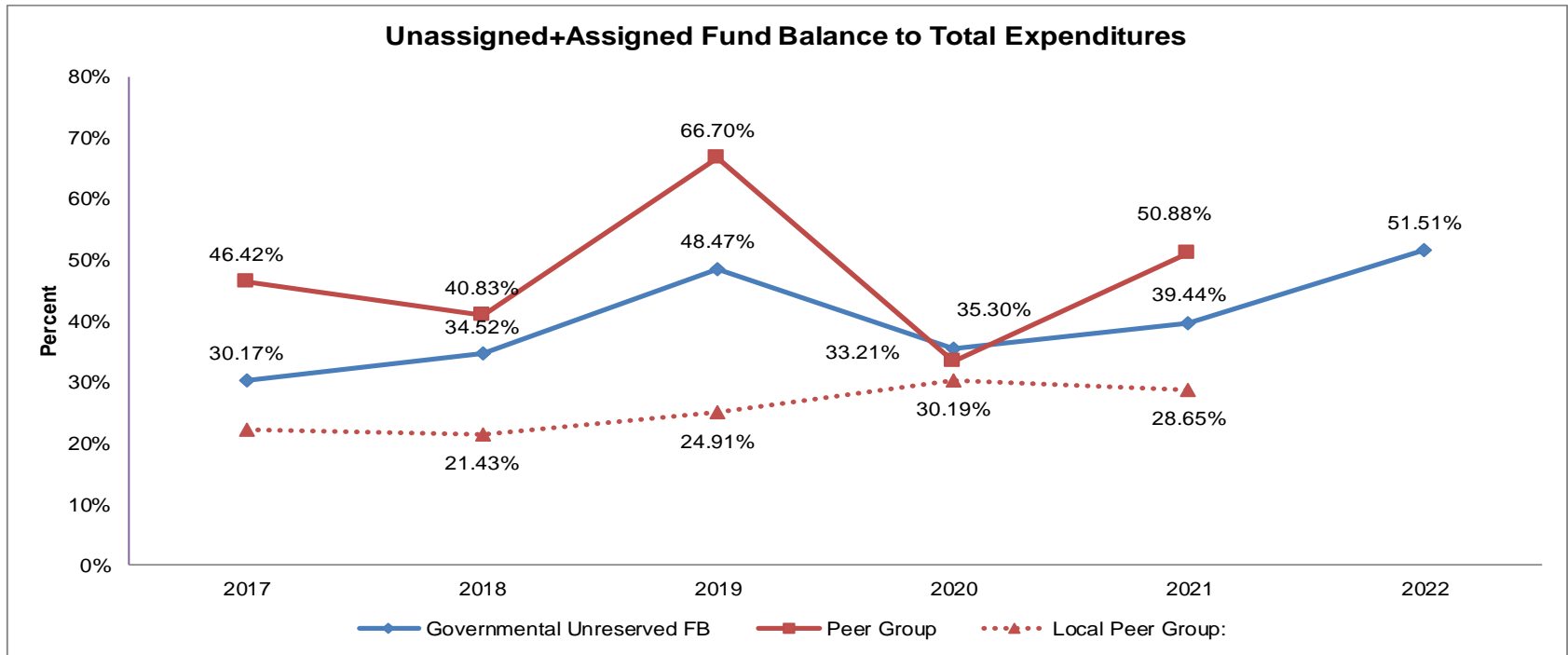
Decreasing Unassigned + Assigned Fund Balance as a Percent of Total Expenditures

Formulation:

$$\frac{\text{Governmental Unassigned+Assigned Fund Balance}}{\text{Total Expenditures}}$$

Description:

Unreserved equity reflect changes in reserves expendable for future periods. Increasing unreserved equity can indicate that the entity is saving prior period surpluses for future expenditures. In addition, if decreases are occurring which cannot be explained, spending or the use of unreserved surpluses may indicate declining productivity - spending more to deliver the same level of service.



Peer Group:

Unassigned+Assigned FB to Expenditures

50.88%

Local Peer Group:

28.65%

Current Year Actual:

Unassigned+Assigned FB to Expenditures

51.51%

Local peers consist of Lake Alfred, Mulberry and Davenport

TOWN OF DUNDEE, FLORIDA
Statement of Net Position – Proprietary Fund
September 30, 2022

Enterprise
Fund

Statement
of Net
Position

Page 18

	<u>Enterprise Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 313,307
Customer accounts receivable, net	277,659
Due from other governments	4,381
Due from other funds	<u>104,044</u>
Total current assets	<u>699,391</u>
Noncurrent assets:	
Restricted assets:	
Cash and cash equivalents	494,240
Capital assets:	
Non-depreciable	906,863
Depreciable, net	<u>15,182,953</u>
Total noncurrent assets	<u>16,584,056</u>
TOTAL ASSETS	<u>17,283,447</u>
LIABILITIES	
Current liabilities:	
Accounts payable	149,912
Accrued payroll	13,070
Due to other governments	8,155
Compensated absences, current	1,331
Leases payable, current	37,420
Long-term debt current	<u>121,436</u>
Total current liabilities	<u>331,324</u>
Noncurrent liabilities:	
Compensated absences, noncurrent	11,975
Unearned revenue	381,713
Liabilities payable from restricted assets:	
Customer deposits	207,989
Accrued interest payable	13,212
Long-term debt, noncurrent	<u>4,104,082</u>
Total noncurrent liabilities	<u>4,718,971</u>
TOTAL LIABILITIES	<u>5,050,295</u>
NET POSITION	
Net investment in capital assets	12,055,340
Restricted for:	
Debt service	273,039
Unrestricted	<u>(95,227)</u>
TOTAL NET POSITION	<u>\$ 12,233,152</u>

Unrestricted Net Position as % of Revenue

NET POSITION

Warning Trend:

Decreasing Unrestricted Net Position as a Percent of Operating Revenues

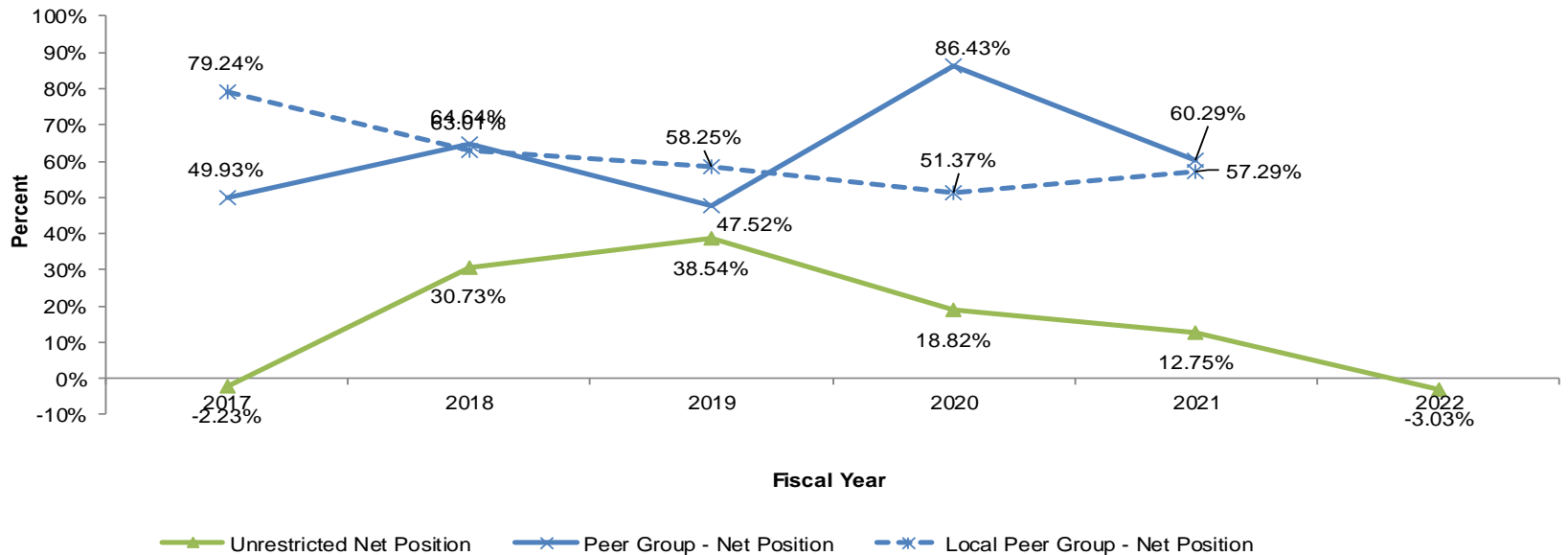
Formulation:

$$\frac{\text{Unrestricted Net Position}}{\text{Operating Revenue}}$$

Description:

Most communities maintain some type of reserves in order to meet unforeseen contingencies. There exist no set rules for determining at what levels these reserves should be maintained. Much depends on such factors as the kind of natural disasters or hardships the City is subject to, the flexibility of the City's revenue base, national economic conditions, and the City's overall financial health.

Net Position as a Percent of Operating Revenues



Peer Group:

Unrestricted Net Position 60.29%

Unrestricted Net Position

-3.03%

Local Peer Group:

Unrestricted Net Position 57.29%

Local peers consist of Lake Alfred, Mulberry and Davenport

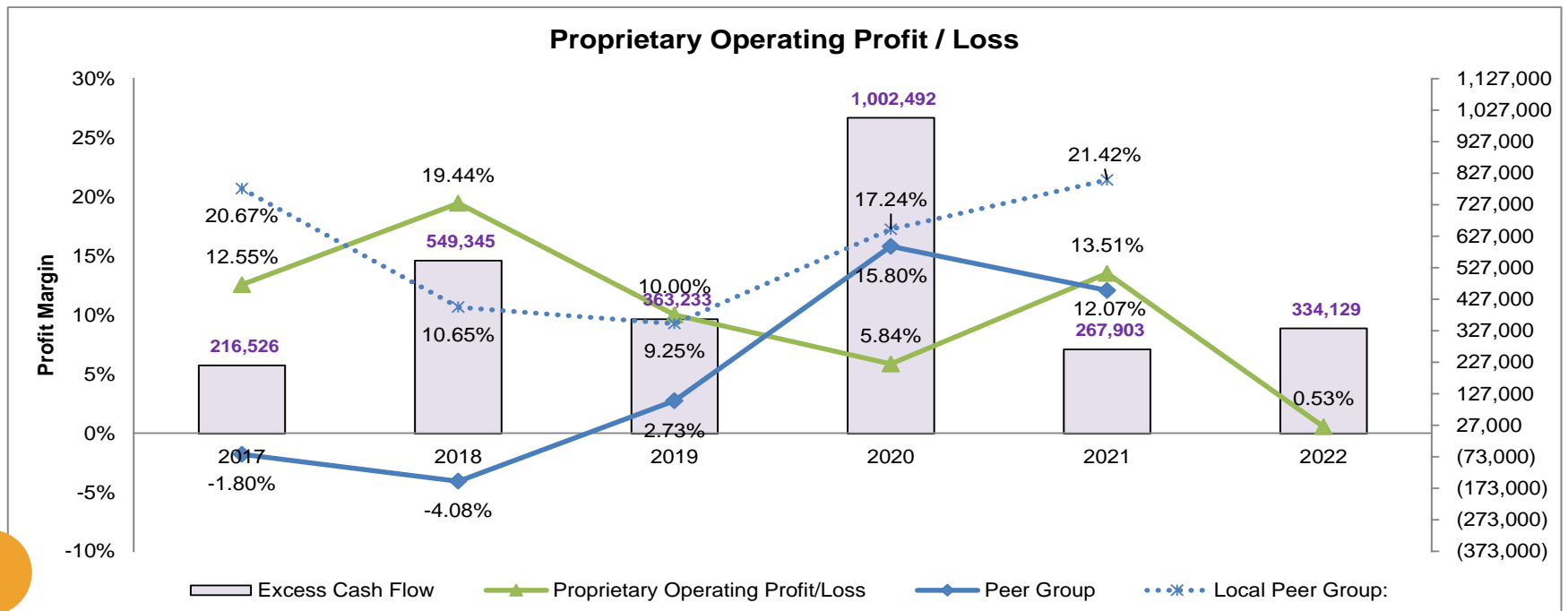
Town of Dundee, FL

Enterprise Fund – Revenues and Expenses

Years ended September 30, 2021 and 2022

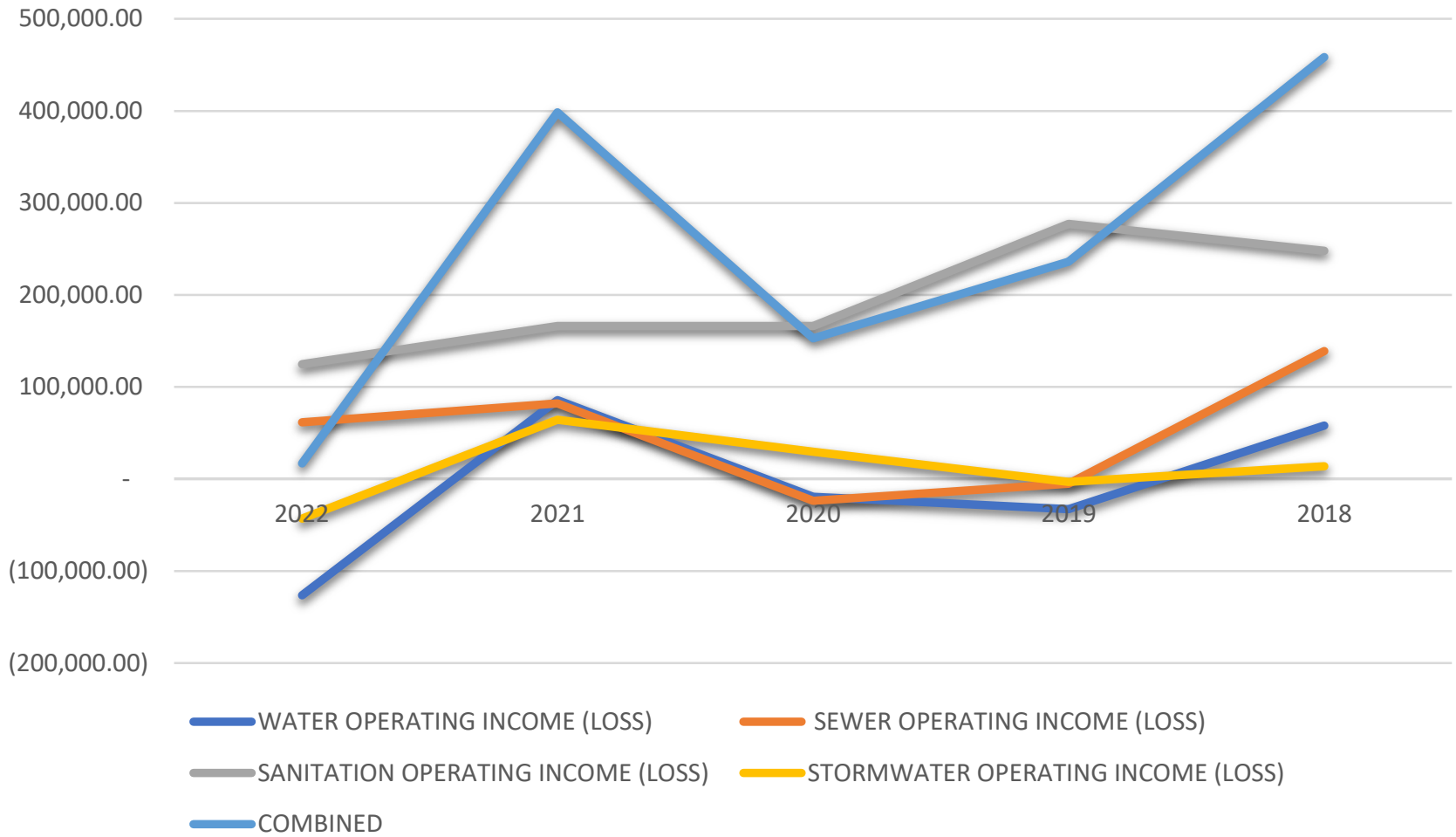
	2021	2022	Change	
1 Operating Revenue	\$2,950,986	\$3,140,049	189,063	6%
2 Operating Expenses	(2,552,416)	(3,123,261)	570,845	22%
3 Operating Income	\$ 398,570	\$ 16,788	(381,782)	-96%
4 Interest Expense	(190,900)	(192,214)	1,314	-1%
5 Profit (Loss) after Interest Expense	\$ 207,670	\$ (175,426)	\$ 383,096	184%
6 Operating Profit Margin	13.51%	0.53%		
7 Interest Expense as % of Op. Revenue	6.47%	6.12%		

from page 19 of the Town of Dundee Audited Financial Statements for the year ended September 30, 2022



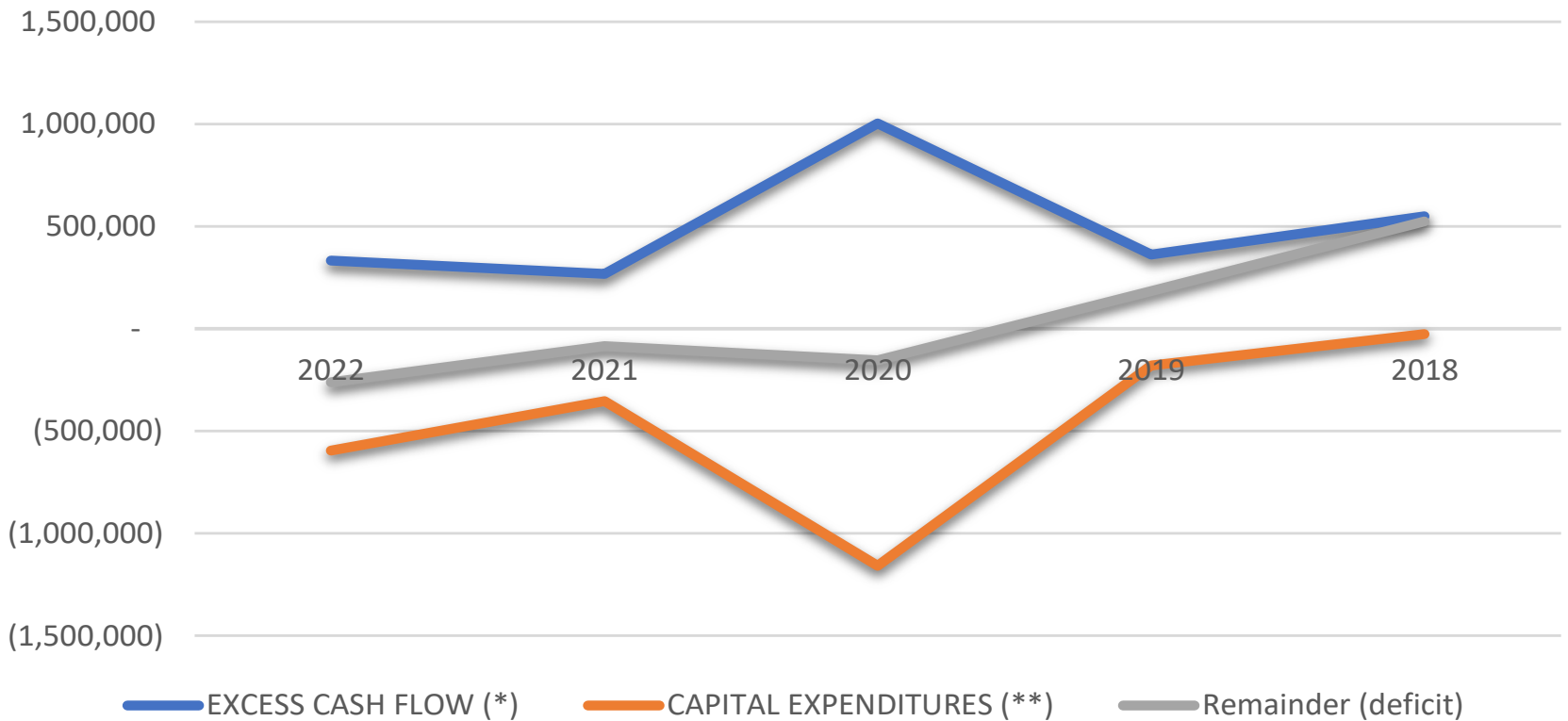
5-YEAR OPERATING PROFIT (LOSS) BY UTILITY SEGMENT AND OVERALL

5-Year Trend of Operation by Segment



5-YEAR CASH FLOWS

Cash Flows - Operations, Debt Service, Transfers and Capital Outlay (all enterprise fund utility segments)

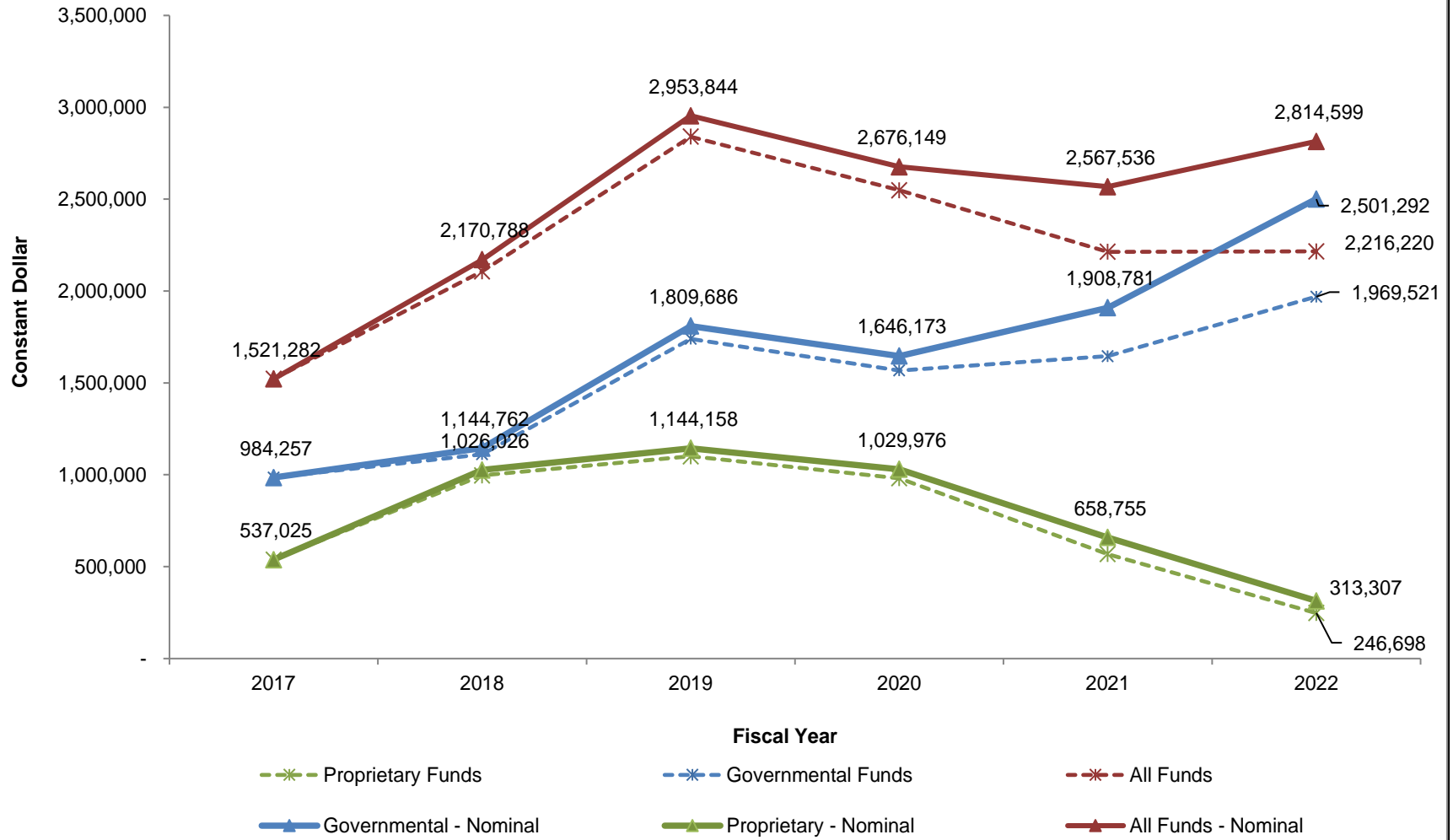


(*) - Net cash flows from operations minus debt service and interfund transfers.

(**) - Cash paid for capital expenditures net of any related grants or loans received.

Unrestricted Cash

Unrestricted Cash & Investments



Findings and Recommendations

Prior Year Recommendations - <i>Uncorrected</i>	Severity
2020-001: Bank Reconciliations	MW
2020-002: Internal Control over Financial Reporting	MW
2020-004: Building Permit Fees	NC
Current Year Recommendations	Severity
2022-001: Restricted Cash Monitoring	NC
2022-002: Budgetary Compliance	NC
2022-003: Fringe Benefit Reporting	NC
2022-004: Water Loss	MLC
2022-005: Developer Deposits	NC
2022-006: Accounts Receivable and Customer Deposit Reconciliation	SD





Town of Dundee, Florida

Data portrayed in this graphic presentation was derived from the Town's financial statements which were audited by Brynjulfson CPA, P.A., whose unmodified report thereon is rendered. The following data should be taken in conjunction with the Town's financial statements and the auditor's report thereon.

Any Questions or Comments?