

# City of Lake City, Florida



Annual Audit for the Year Ended September 30, 2020

Presented by: Zach Chalifour, CPA  
June 21, 2021



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# Auditors' Reports

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- **Independent Auditors' Report** (pages 1-3)
  - Unmodified Opinion
- **Single Audit Report** (pages 84-85)
  - Federal and State Single Audits
  - No issues of noncompliance
- **Report on Internal Control and Compliance** (pages 86-87)
  - 1 significant deficiency – IT Controls
- **Management Letter Required by Ch. 10.550** (pages 88-89)
  - 1 other recommendation – Utility Billing Rates
- **Independent Accountants' Examination Report** (page 90)
  - In compliance with specified investment statutes

# General Fund

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<b>Fund Balance</b>	<b>9/30/2020</b>	<b>9/30/2019</b>	<b>9/30/2018</b>
Nonspendable	\$ 30,277	\$ 23,339	\$ 27,487
Restricted	-0-	-0-	-0-
Committed	-0-	-0-	-0-
Assigned	-0-	-0-	818,920
Unassigned	<u>14,511,105</u>	<u>12,349,309</u>	<u>9,301,081</u>
Total	<u>\$ 14,541,382</u>	<u>\$ 12,372,648</u>	<u>\$ 10,148,988</u>

# General Fund (Continued)

Total Assigned/Unassigned Fund Bal.	\$ 14,511,105
2020 Expenditures and Transfers Out	\$ 14,517,135
Percentage Assigned/Unassigned Fund Balance as a percentage of Expenditures and Transfers out:	100.0%
Prior Year Percentage	84.2%
GFOA Minimum Rec. = 2 Months	At least 16.7%

# Other Highlights

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- Other Governmental Fund Activity
  - Fire Department Fund: \$176,322 restricted fund balance
  - Sales Tax Bond Fund: \$5,706,159 restricted fund balance
  - Airport Capital Projects: \$253,972 restricted fund balance
  - CRA: \$228,787 restricted fund balance
    - Separate CRA audit issued in FY20 for first time – no findings

# Business-Type Funds

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## History of Unrestricted Net Position in Proprietary Funds:

<u>Fund</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>
Water-Sewer	\$ 5,991,353	\$ 5,398,437	\$ 5,666,584
Natural Gas	1,029,751	893,314	635,013

# Pension Funds

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- Net Pension Liability – recorded in financial statements
  - Governmental Activities: \$6 million net pension liability and \$2.9 million net pension asset
  - Proprietary Funds: \$2.6 million allocation of General and FRS plans liability
- Net pension liability (asset) history:

<u>Year</u>	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>FRS</u>
2020	\$ 515,582	\$(2,874,477)	\$ 518,996	\$7,489,739
2019	\$2,300,655	\$(1,464,617)	\$ 344,704	\$6,067,091
2018	\$1,954,820	\$(1,681,598)	\$ 522,732	\$5,094,735

- Funded % with Net Pension Liability measurement:

<u>Year</u>	<u>General</u>	<u>Police</u>	<u>Fire</u>
2020	97.75%	118.99%	95.34%
2019	90.42%	109.64%	96.77%
2018	91.83%	111.42%	95.19%

# Questions?



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 **James Moore**  
Certified Public Accountants and Consultants