VILLAGE OF PINECREST
2017-2018
COMPREHENSIVE ANNUAL FINANCIAL REPORT

VILLAGE OF PINECREST, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2018

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VILLAGE OF PINECREST, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2018

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INTRODUCTORY SECTION

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Yocelyn Galiano, ICMA-CM
Village Manager
manager@pinecrest-fl.gov

VILLAGE OF PINECREST
Office of the Village Manager

February 25, 2019

To the Honorable Mayor Joseph Corradino
Members of the Village Council and
Citizens of the Village of Pinecrest:

The Government Finance Officers' Association recommends that local governments publish within (6) six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that recommendation, we hereby issue the Comprehensive Annual Financial Report of the Village of Pinecrest for the fiscal year ended September 30, 2018.

This report is consistent with management's representation of the Village of Pinecrest's finances. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, the Village of Pinecrest's management 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 Village of Pinecrest's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of Pinecrest'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 Village of Pinecrest's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Village of Pinecrest for the fiscal year that ended September 30, 2018, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amount 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 Village of Pinecrest's financial statements for the fiscal year ended September 30, 2018, 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.

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 the MD&A and should be read in conjunction with it. The Village of Pinecrest's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The Village of Pinecrest was incorporated on March 12, 1996, pursuant to Ordinance 95-207 adopted by the Miami-Dade Board of County Commissioners on November 12, 1995. The Village of Pinecrest occupies a land area of approximately 8 square miles and serves a population of 18,490. The Village of Pinecrest receives tax levies on real and personal properties located within its boundaries.

The Village of Pinecrest has operated under the Council-Manager form of government since its inception. Policymaking and legislative authority are vested in a governing council consisting of the Mayor and four Council Members. The Council is responsible for adopting ordinances, adopting the budget, and appointing the Village Manager, Village Clerk and Village Attorney. The Village Manager is responsible for carrying out the policies and directives of the Council, for overseeing the day-to-day operations of the government, and for appointing department heads.

The Village of Pinecrest offers a wide range of services, including, police protection, maintenance of roadways, parks and recreation, building, planning and zoning and stormwater services. Certain services are provided through other governmental entities such as the Miami-Dade Fire and Rescue Department, Miami-Dade Public School Board and Miami-Dade County.

The Village of Pinecrest has six major departments: Police, Building and Planning, Public Works, Parks & Recreation, Pinecrest Gardens and General Government. General Government consists of the following sub-divisions: Village Council, Village Manager, Village Clerk, Finance, Information Technology, and Village Attorney.

The annual budget serves as a foundation for the Village of Pinecrest's financial planning and control. All departments of the Village are required to submit requests for appropriation to the Village Manager and these requests are the starting point for developing a proposed budget. The Village Manager then presents this proposed budget to the Village Council for review. The Village Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than September 30th, the close of the Village's fiscal year. The appropriated budget is prepared by type of fund and department. No department may expend in excess of the amount appropriated for that department within an individual fund without the approval of the Village Manager. The Village Manager may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Village Council through a budget amendment process. The Village Council approves supplemental appropriations. Budget to actual comparisons are provided in this report for the General Fund for which an appropriated annual budget has been adopted. The General Fund, budget to actual report is presented in the required supplemental information section of this report.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment with which the Village of Pinecrest operates.

Local economy. The real estate sales have continued its recovery. The Village of Pinecrest still enjoys a favorable economic environment and local indicators point to continued stability. This medium sized municipality is an active community of involved citizens who take a genuine interest in the social, business, cultural and governing aspects of their Village. The Village is comprised of an affluent residential housing stock and several retail shopping malls. There is no industrial area in the community.

Long-term financial planning. The Village has undertaken several capital improvement projects as part of its five-year capital improvement plan. The Village of Pinecrest has provided funding for improvements at Pinecrest Gardens, Cypress Hall renovation, and handicap improvements for the Gardens; transportation projects; Community Center expansion; Suniland Park new roof, batting cages, and landscaping; Greer Park new roof, shade structure, perimeter fencing, and playground fixtures; Art in the Roundabout, and Stormwater drainage improvements.

Financial policies. The Village of Pinecrest has the following financial policies: Operating Budget Policy, Capital Improvement Policy, Debt Management Policy, Revenue Policy, Investment Policy, Fund Balance Policy, Account, Auditing & Financial Reporting Policy, Audit Committee & Auditor Selection Policy, Capital Asset Policy, Travel Policy, Purchasing Policy, Retiree Health Care Policy, Fraud Policy, Construction Guarantee Policy and Credit Card Policy. The Revenue

Policy establishes that all one-time revenues will be matched with expenditures to decrease the reliance on the fund balance.

Pension. The Village of Pinecrest sponsors a defined contribution pension plan 401(a) with the ICMA RC (International City/County Management Association, Retirement Corporation). With the exception of sworn police personnel, full time employees contribute seven percent (7) % of his or her pay to the plan, which is matched by a contribution by the Village of Pinecrest of ten percent (10%) for general employees and (14.1%) for department heads.

A defined benefit plan sponsored by the Florida Retirement System (FRS) was established for sworn police personnel. Sworn police personnel who were employed at the time the defined benefit plan by FRS was established had the option of remaining in the 401(a) plan sponsored by the ICMA RC at the time. The 401(a) is now managed by VOYA Financial. All newly hired sworn police personnel participate in the FRS.

Additional information on the Village of Pinecrest pension benefits can be found in Notes 3 (E) of the financial statements.

Awards and acknowledgements

The Government Finance Officers Association of the United State and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Pinecrest for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2017. This was the 22nd year that the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. The report submitted for the Fiscal Year 2017 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 it will be submitted it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the Mayor and the Village Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Pinecrest's finances.

Respectfully submitted,

Yocelyn Galiano,
ICMA-CM, LEED GA
Village Manager

Marie Arteaga-Nariño
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Pinecrest

Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

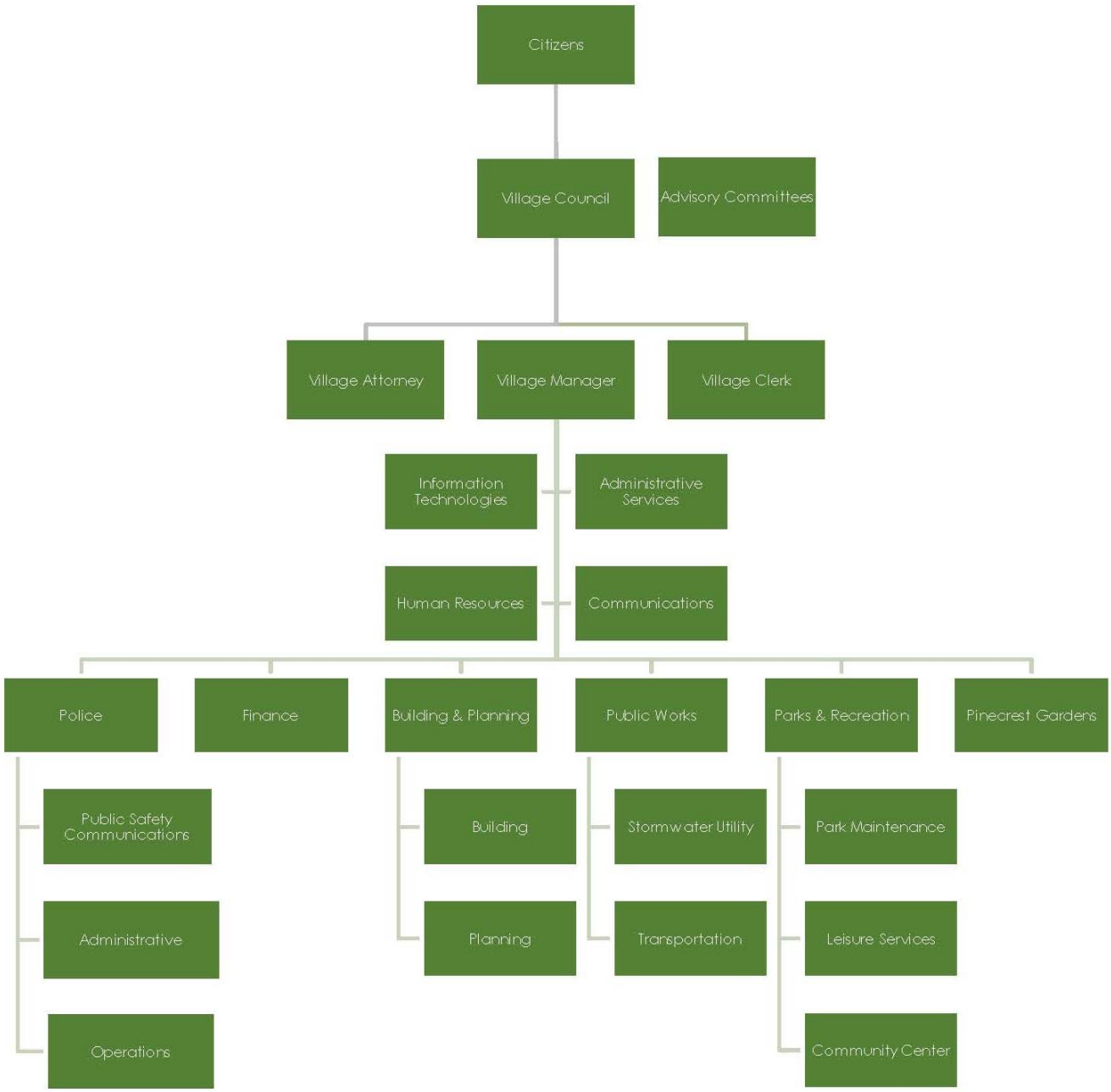
September 30, 2017

Christopher P. Morrill

Executive Director/CEO

Organizational Chart

2018-2019



VILLAGE OF PINECREST

2017-2018 Village Council and Charter Officers

Joseph M. Corradino
Mayor
jcorradino@pinecrest-fl.gov

Cheri Ball
Vice Mayor - Seat 4
cball@pinecrest-fl.gov

Anna Hochkammer
Councilmember - Seat 1
ahochkammer@pinecrest-fl.gov

Doug Kraft
Councilmember - Seat 2
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James E. McDonald
Councilmember - Seat 3
jmcdonald@pinecrest-fl.gov

Yocelyn Galiano, ICMA-CM
Village Manager
ygaliano@pinecrest-fl.gov

Guido H. Inguanzo, Jr., CMC
Village Clerk
clerk@pinecrest-fl.gov

Mitchell Bierman
Village Attorney
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FINANCIAL SECTION

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MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of the Village
Council and Village Manager,
Village of Pinecrest, 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 **Village of Pinecrest, Florida** (the "Village"), as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the Village'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 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, 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 Village as of September 30, 2018, 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 discussed in notes 2G and 3G, the Village implemented Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Post Employment Benefits Other Than Pensions*, as of October 1, 2017. This standard significantly changed the accounting for the Village's total other postemployment benefits (OPEB) liability and the related disclosures. Our opinions are 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 on pages 4 through 13 and the Required Supplementary Information as listed in the table of contents on pages 50 through 59 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of 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 Village's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules 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 and the budgetary comparison schedules 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. In our opinion, the combining and individual nonmajor fund financial statements and the budgetary comparison schedules 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 February 25, 2019, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 25, 2019

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As management of the Village of Pinecrest, Florida (the "Village"), we offer the Village's financial statements in this narrative overview and analysis of the financial activities of the Village of Pinecrest for the fiscal year ending September 30, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- The assets and deferred outflow of resources of the Village exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by $86,120,149 (net position).
- The Governmental Activities net position decreased by $5,361,749. This decrease was largely a result of depreciation, capital activities, and hurricane related expenditures.
- At of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of $7,891,268, a decrease of $4,652,936 in comparison with the prior year. Approximately 41.2% of this total amount, $3,248,415, is available for spending at the government's discretion (Unassigned Fund balance). The financial position of the Village has declined slightly but the overall financial position is excellent. While the governmental funds have decreased, $2.86 million of this decrease was related to Hurricane Irma related expenditures, of which the majority will be recovered from the Federal Emergency Management Agency (FEMA). In addition, the Village chose to invest in its infrastructure and community enhancements for the benefit of its citizens.
- At the end of the current fiscal year, the Unassigned Fund balance for the General Fund was $3,248,415 or 13.2% of the total General Fund expenditures and transfers.
- The Village of Pinecrest total bonded debt decreased by $1,106,800 or 11.1% during the current fiscal year.

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the Village of Pinecrest 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 Village include general government, police and public works (including highways, parks, and planning and building). The business-type activities of the Village include stormwater activities.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Pinecrest, 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 Village are governmental and proprietary 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 inflow and outflow of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village of Pinecrest maintains ten individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for General, Capital Projects, seven Special Revenue funds and a Debt Service Fund. Only the General, Transportation, CITT Public Transit Fund and Capital Projects funds are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual data for these non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The Village of Pinecrest adopts an annual appropriated budget for its General Fund as well as its other governmental funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Fund. The Village maintains one type of proprietary fund−an Enterprise Fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Pinecrest uses an Enterprise Fund to account for its stormwater activities.

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 Stormwater Fund, which is considered a major fund of the Village of Pinecrest.

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 combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the footnotes.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Pinecrest, assets and deferred outflows of resources exceeded liabilities by $86,120,149 at the close of the most recent fiscal year.

By far the largest portion of the Village's net position $84,352,168 or 98.0% reflects its investment in capital assets (i.e. land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Village of Pinecrest's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

Village of Pinecrest Net Position

	Governmental Activities		Business-type Activities		Totals	
	2017	2018	2017	2018	2017	2018
Current and other assets	$ 14,797,851	$ 9,950,460	$ 1,004,982	$ 1,189,668	$ 15,802,833	$ 11,140,128
Capital assets	88,131,404	87,060,543	6,781,917	7,265,566	94,913,321	94,326,109
Total assets	102,929,255	97,011,003	7,786,899	8,455,234	110,716,154	105,466,237
Total deferred outflows of resources	5,041,064	4,806,328	-	-	5,041,064	4,806,328
Other liabilities	2,285,645	2,085,500	401,978	321,987	2,687,623	2,407,487
Long-term liabilities	22,086,405	20,517,910	-	-	22,086,405	20,517,910
Total liabilities	24,372,050	22,603,410	401,978	321,987	24,774,028	22,925,397
Total deferred inflows of resources	841,325	1,227,019	-	-	841,325	1,227,019
Net position						
Net investment in capital assets	78,157,463	77,086,602	6,781,917	7,265,566	84,939,380	84,352,168
Restricted	4,892,169	3,767,387	-	-	4,892,169	3,767,387
Unrestricted	(292,688)	(2,867,087)	603,004	867,681	310,316	(1,999,406)
Total net position	$ 82,756,944	$ 77,986,902	$ 7,384,921	$ 8,133,247	$ 90,141,865	$ 86,120,149

Governmental activities. Governmental activities decreased the Village's net position by $5,361,749. Key elements in the changes in net position activity are as follows:

Village of Pinecrest Changes in Net Position

Statement of Activities
As of September 30, 2017

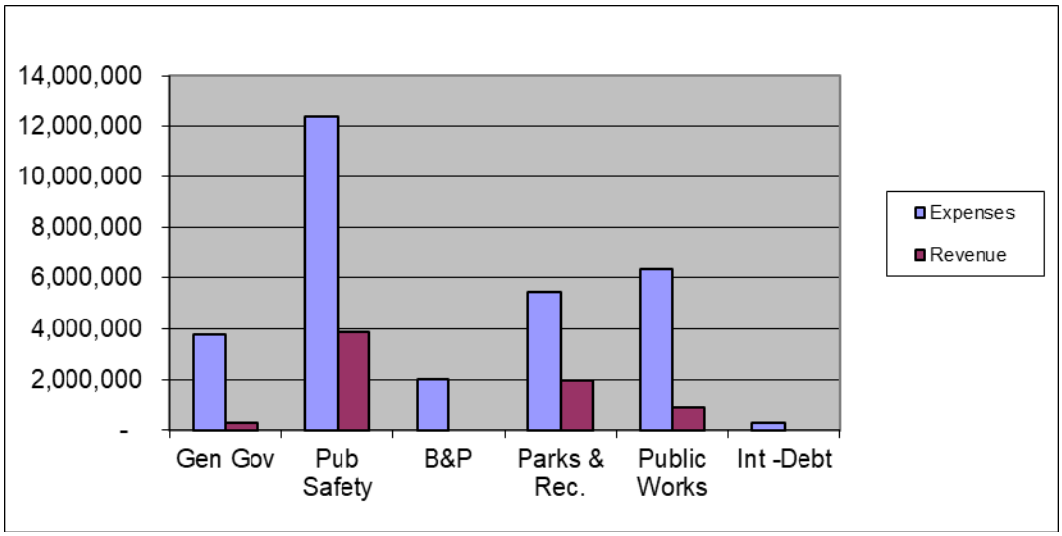
	Governmental Activities		Business-type Activities		Totals	
	2017	2018	2017	2018	2017	2018
Revenues:						
Program revenues:						
Charges for services	$ 5,840,224	$ 6,011,988	$ 1,257,383	$ 1,319,975	$ 7,097,607	$ 7,331,963
Operating grants and contributions	620,117	635,566	-	-	620,117	635,566
Capital grants and contributions	934,158	305,878	-	150,000	934,158	455,878
General revenues:						
Taxes	14,143,886	15,038,525	-	-	14,143,886	15,038,525
Other	2,246,634	2,909,461	3,090	7,290	2,249,724	2,916,751
Total revenues	23,785,019	24,901,418	1,260,473	1,477,265	25,045,492	26,378,683
Operating Expenses:						
General government	3,755,230	3,779,281	-	-	3,755,230	3,779,281
Public safety	10,306,232	12,380,742	-	-	10,306,232	12,380,742
Building, planning and zoning	2,040,425	2,026,381	-	-	2,040,425	2,026,381
Parks and recreation	6,147,206	6,354,857	-	-	6,147,206	6,354,857
Public works	5,300,497	5,444,820	-	-	5,300,497	5,444,820
Interest	397,408	277,086	-	-	397,408	277,086
Stormwater	-	-	566,002	728,939	566,002	728,939
Total operating expenses	27,946,998	30,263,167	566,002	728,939	28,513,000	30,992,106
Change in net position	(4,161,979)	(5,361,749)	694,471	748,326	(3,467,508)	(4,613,423)
Net position, beginning (as restated)	86,918,923	83,348,651	6,690,450	7,384,921	93,609,373	90,733,572
Net position, ending	$ 82,756,944	$ 77,986,902	$ 7,384,921	$ 8,133,247	$ 90,141,865	$ 86,120,149

- Taxes of $15,038,525 comprised 60.4% of the total governmental revenues, of $24,901,418 during the fiscal year. Most of this category is property taxes of $10,230,554.

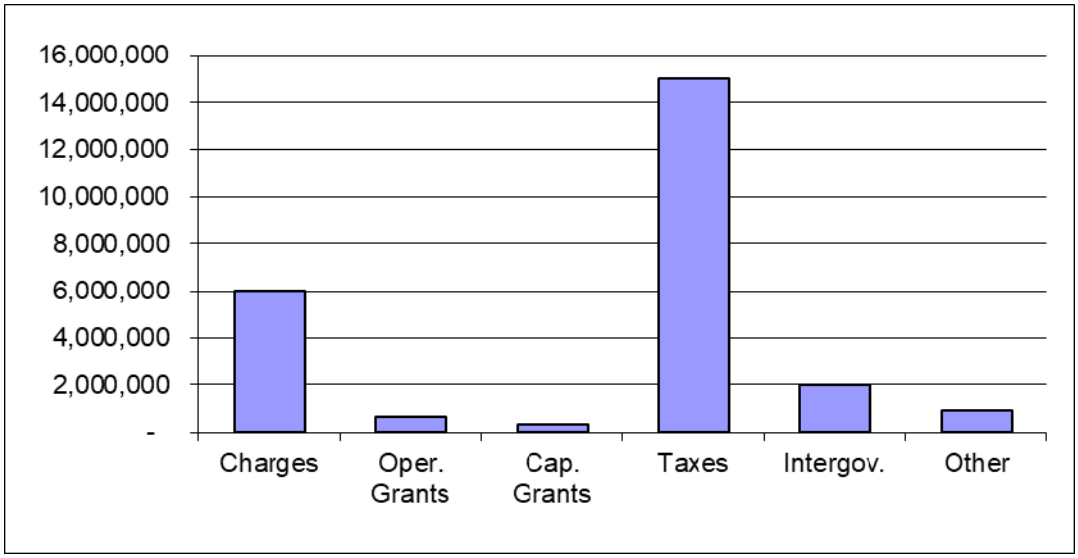
- Charges for services accounted for $6,011,988 or 24.2% of total governmental revenues.

- Operating and capital grants and contributions accounted for $941,444 or 0.04% of total governmental revenues.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



For the most part, the growth in expenditures were in line with the growth in revenues, except for the impact from the hurricane. The Village spent $2,856,446 in clean up and repairs due to Hurricane Irma, and $2,667,165 has not yet been reimbursed by insurance or FEMA. The Village did however; receive $714,093 from our insurance, of which $189,281 has been expended. The insurance proceeds were included in the other revenue category. Taxes, as a whole, increased by $894,639 while capital grants such as federal, state and county resources decreased approximately $462,831.

Financial Analysis of the Government's Funds

The Village of Pinecrest used fund accounting to ensure and demonstrate compliance with finance related requirements.

Governmental funds. The focus of the Village's governmental funds is to provide information on near term inflow, outflow and balances of spendable resources. Such information is useful in assessing the Village of Pinecrest's financing requirements. In particular, the Unassigned Fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village of Pinecrest's governmental funds (GAAP basis) reported combined ending fund balances of $7,891,268, a decrease of $4,652,936 or 37.1% in comparison with the prior year, $12,544,204. Approximately 41.2% of this total amount, $3,248,415 constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is not available for new spending or is assigned. The major reasons for the decrease are as follows: expenditures for capital additions in excess of $5.9 Million dollars for road improvements, park, community center and Pinecrest Garden's expansion and improvements, and $2.86 million for Hurricane Irma related repairs.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the Unassigned Fund balance of the General Fund was $3,248,415. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned Fund balance is 13.2% of total General Fund expenditures including transfers, while total fund balance represents 32% of that same amount.

- The unassigned fund balance of the Village of Pinecrest's General Fund decreased by $720,167 during the current fiscal year.

- The Police expenditures were under budget by $818,290 due to unfilled open positions and various capital projects that were not completed, of which $303,000 will be carried over for the license plate reader program and $60,600 for various legal issues.

- General Government was under budget by $202,180 of which $120,000 will be carried over into the following year for an AC Chiller, flooring, and painting at Village Hall.

The Debt Service Fund has no fund balance. The government transfers the exact amount needed for both principal and interest payments each year. This year $1,106,800 was transferred into the fund for principal payments, a decrease of $1,651,100. The decrease in the principal payment was due to the early retirement of debt on the FMLC Series 2011B1 Bond for $1,145,000 in fiscal year 2017. This year $268,730 was transferred for interest payments, a decrease of $120,219, again related to the early retirement in 2017.

Proprietary Fund. The Stormwater Fund accounts for revenues collected for the maintenance of the stormwater collection function in the Village. The Village maintains the canals and underground pipes and there are operational costs associated with treating the water. This year the unrestricted net position went from $603,004 to $867,681, an increase of $264,677. This increase reflects the fact that more funds were received than were spent on capital improvements this year. Those excess funds will be used for future year capital improvements, which are depreciated over many years.

General Fund Budget Highlights

The budget to actual variances in the General Fund were:

- **Miscellaneous Revenues, $550,402.** $550,402 was earned in excess of the budgeted revenues due to the insurance proceeds related to Hurricane Irma. $714,093 was received of which $189,281 was expended in the fiscal year 2018.
- **Franchise Fees, $199,778.** $199,778 was earned in excess of the budgeted amount due to higher than anticipated collections for the franchise fees for electric service. The budget had been based on a downward trend that did not continue in 2018.

During the year, budgetary revenues and transfers in were more than budgetary expenditures, increasing the fund balance by $791,792.

The following highlights the reason for the budget amendments in the General Fund:

- FRS retirement defined benefit adjustment to contribution figures, $109,120.
- Inspire Pinecrest Community Conversation, $25,000.
- Matching of a grant for the historical bird cage renovations at Pinecrest Gardens, $11,000.
- Community Center renovations not included in original plan, $60,025.
- Hurricane Irma Emergency and Disaster Relief, $2,856,455.
- Legal expenses, $116,930.

Capital Asset and Debt Administration

Capital assets. The Village of Pinecrest's investment in capital assets for its governmental activities as of September 30th amounts to $87,060,543 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, roads, sidewalks, infrastructure, stormwater system, and construction in progress. The total decrease in the Village's investment in capital assets for the current fiscal year was 1%.

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

- Stormwater improvements
- Renovations and improvements at Pinecrest Gardens, the Community Center and various parks
- Village-wide road improvement
- Construction in Progress
  - Community Center Expansion
  - Pinecrest Gardens – Cypress Hall and walkways

	Governmental Activities		Business-type Activities		Totals	
	2017	2018	2017	2018	2017	2018
General government	$ 4,976,093	$ 4,826,211	$ -	$ -	$ 4,976,093	$ 4,826,211
Public safety	917,341	810,819	-	-	917,341	810,819
Building, planning and zoning	12,214	34,978	-	-	12,214	34,978
Parks	35,357,450	37,498,384	-	-	35,357,450	37,498,384
Public works	46,868,306	43,890,151	-	-	46,868,306	43,890,151
Stormwater	-	-	6,781,917	7,265,566	6,781,917	7,265,566
Total capital assets	$ 88,131,404	$ 87,060,543	$ 6,781,917	$ 7,265,566	$ 94,913,321	$ 94,326,109

Additional information on the Village of Pinecrest's capital assets can be found in Note 2C.

Long-term debt. At the end of the fiscal year, the Village had total bonded debt outstanding of $8,896,500.

Village of Pinecrest's Outstanding Debt

	Governmental Activities		Business-type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Revenue bonds	$ 8,896,500	$ 10,003,300	$ -	$ -	$ 8,896,500	$ 10,003,300
Total debt	$ 8,896,500	$ 10,003,300	$ -	$ -	$ 8,896,500	$ 10,003,300

The Village of Pinecrest decreased its total debt by $1,106,800 or 12.5% during the current fiscal year. There are four bond issues outstanding: Pinecrest Gardens refinancing (formerly known as Parrot Jungle), $2,075,000, which matures in fiscal year 2022, the Library/Community Center, $1,206,200, which matures in fiscal year 2024, Community Center/Coral Pines Park $4,555,300, which matures in fiscal year 2029 and Pinecrest Gardens Improvements, $1,060,000 which matures in fiscal year 2030.

The Series 2011B bonds carry the following bond ratings:

- Standard & Poor's – AAA
- Fitch – AA+. The issuer default rating is AAA.

Additional information on the Village of Pinecrest's long-term debt can be found in Note 2E.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Miami-Dade County/Broward County/West Palm Beach is currently 3.2%, which is an increase from the rate of 2.4%, a year ago. The Village of Pinecrest residents will have a lower unemployment rate than is reported for the county.
- Inflationary trends in the region compare favorably to national indices.
- The Village increased the mill rate from 2.3 to 2.399, which will increase the tax revenue generated in fiscal year 2019.

During the current fiscal year, the Unassigned Fund balance decreased to $3,248,415. The Village has assigned $367,374 of fund balance for capital spending.

Requests for Information

This financial report is designed to provide a general overview of the Village of Pinecrest's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Department of Finance, 12645 Pinecrest Parkway, Pinecrest, Florida 33156-5931 or emailed to finance@pinecrest-fl.gov.

BASIC FINANCIAL STATEMENTS

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VILLAGE OF PINECREST, FLORIDA

STATEMENT OF NET POSITION
SEPTEMBER 30, 2018

	Primary Government		
	Governmental Activities	**Business-type Activities**	**Total**
Assets			
Cash and cash equivalents	$ 9,004,827	$ 969,637	$ 9,974,464
Accounts receivables, net	890,942	220,031	1,110,973
Prepaid items	54,691	-	54,691
Capital assets			
Non-depreciable	22,922,132	-	22,922,132
Depreciable, net	64,138,411	7,265,566	71,403,977
Total assets	97,011,003	8,455,234	105,466,237
Deferred Outflows of Resources			
Deferred outflows - pension	4,766,953	-	4,766,953
Deferred outflows - OPEB	7,700	-	7,700
Deferred charge on refunding	31,675	-	31,675
Total deferred outflows	4,806,328	-	4,806,328
Liabilities			
Accounts payable	1,576,334	134,817	1,711,151
Accrued liabilities	457,097	-	457,097
Unearned revenue	52,069	187,170	239,239
Noncurrent liabilities			
Due within one year	1,523,243	-	1,523,243
Due in more than one year	18,994,667	-	18,994,667
Total liabilities	22,603,410	321,987	22,925,397
Deferred Inflows of Resources			
Deferred inflows - pension	1,210,657	-	1,210,657
Deferred gain on refunding	16,362	-	16,362
Total deferred inflows	1,227,019	-	1,227,019
Net position			
Net investment in capital assets	77,086,602	7,265,566	84,352,168
Restricted for			
Transportation	3,624,666	-	3,624,666
Public safety	142,721	-	142,721
Unrestricted	(2,867,087)	867,681	(1,999,406)
Total net position	$ 77,986,902	$ 8,133,247	$ 86,120,149

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

VILLAGE OF PINECREST, FLORIDA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2018

		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
Primary Government:							
Governmental activities:							
General government	$ 3,779,281	$ 287,183	$ -	$ -	$ (3,492,098)	$ -	$ (3,492,098)
Public safety	12,380,742	3,821,654	-	17,999	(8,541,089)	-	(8,541,089)
Building, planning and zoning	2,026,381	-	-	-	(2,026,381)	-	(2,026,381)
Public works	6,354,857	7,875	635,566	207,458	(5,503,958)	-	(5,503,958)
Parks and recreation	5,444,820	1,895,276	-	80,421	(3,469,123)	-	(3,469,123)
Interest on long-term debt	277,086	-	-	-	(277,086)	-	(277,086)
Total governmental activities	30,263,167	6,011,988	635,566	305,878	(23,309,735)	-	(23,309,735)
Business-type activities:							
Stormwater	728,939	1,319,975	-	150,000	-	741,036	741,036
Total business-type activities	728,939	1,319,975	-	150,000	-	741,036	741,036
Total primary government	$ 30,992,106	$ 7,331,963	$ 635,566	$ 455,878	(23,309,735)	741,036	(22,568,699)
General revenues							
Property taxes					10,230,554	-	10,230,554
Franchise fees on gross receipts					977,778	-	977,778
Utilities taxes					2,350,895	-	2,350,895
Communication services tax					869,223		869,223
Transportation tax					483,722	-	483,722
Business tax					126,353	-	126,353
Intergovernmental, not restricted to specific programs					1,987,305	-	1,987,305
Investment earnings					143,464	7,290	150,754
Miscellaneous					778,692	-	778,692
Total general revenues and transfers					17,947,986	7,290	17,955,276
Change in net position					(5,361,749)	748,326	(4,613,423)
Net position, beginning of year, as restated					83,348,651	7,384,921	90,733,572
Net position, end of year					$ 77,986,902	$ 8,133,247	$ 86,120,149

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

VILLAGE OF PINECREST, FLORIDA

BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2018

	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	$ 4,165,949	$ 3,567,531	$ 372,326	$ 778,397	$ 120,624	$ 9,004,827
Accounts receivable, net	625,210	-	243,270	-	22,462	890,942
Prepaid items	54,691	-	-	-	-	54,691
Total assets	$ 4,845,850	$ 3,567,531	$ 615,596	$ 778,397	$ 143,086	$ 9,950,460
Liabilities and fund balances						
Liabilities						
Accounts payable	$ 606,485	$ 540,538	$ 17,923	$ 411,023	$ 365	$ 1,576,334
Accrued liabilities	430,789	-	-	-	-	430,789
Unearned revenue	52,069	-	-	-	-	52,069
Total liabilities	1,089,343	540,538	17,923	411,023	365	2,059,192
Fund balances						
Nonspendable	54,691	-	-	-	-	54,691
Restricted						
Transportation	-	3,026,993	597,673	-	-	3,624,666
Public safety	-	-	-	-	142,721	142,721
Committed						
Sidewalk improvements	453,401	-	-	-	-	453,401
Assigned						
Capital improvements	-	-	-	367,374	-	367,374
Unassigned	3,248,415	-	-	-	-	3,248,415
Total fund balances	3,756,507	3,026,993	597,673	367,374	142,721	7,891,268
Total liabilities and fund balances	$ 4,845,850	$ 3,567,531	$ 615,596	$ 778,397	$ 143,086	

Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	216,635,496	
Accumulated depreciation	(129,574,953)	87,060,543
Deferred outflows, deferred inflows, and the net pension liability and total OPEB liability related to the' Village's pension and OPEB plans and bonds are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Deferred outflows - pension	4,766,953	
Deferred inflows - pension	(1,210,657)	
Deferred outflows - OPEB	7,700	
Deferred charge on refunding	31,675	
Deferred gain on refunding	(16,362)	
Total OPEB liability	(218,353)	
Bonds payable	(8,896,500)	
Net pension liability	(10,940,065)	(16,475,609)
Certain liabilities are not due and payable in the current period and are therefore not reported in the funds.		
Accrued interest payable	(26,308)	
Compensated absences	(462,992)	(489,300)
Net position of governmental activities		$ 77,986,902

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

VILLAGE OF PINECREST, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes	$ 14,554,803	$ 483,722	$ -	$ -	$ -	$ 15,038,525
Licenses and permits	2,560,558	-	-	-	-	2,560,558
Intergovernmental revenues	2,136,369	-	786,813	5,567	53,249	2,981,998
Charges for services	2,251,685	-	-	-	-	2,251,685
Fines and forfeitures	1,103,294	-	-	-	43,202	1,146,496
Investment earnings	73,334	41,136	894	27,805	295	143,464
Miscellaneous revenues	772,402	-	6,290	-	-	778,692
Total revenues	23,452,445	524,858	793,997	33,372	96,746	24,901,418
Expenditures						
Current						
General government	3,547,953	-	-	-	-	3,547,953
Public safety	8,794,228	-	-	-	106,344	8,900,572
Emergency and disaster relief	2,856,446	-	-	-	-	2,856,446
Building, planning and zoning	2,043,907	-	-	-	-	2,043,907
Public works	714,792	1,889,548	548,801	-	-	3,153,141
Parks and recreation	4,703,327	-	-	-	-	4,703,327
Capital outlay	-	-	-	2,973,478	-	2,973,478
Debt service						
Principal retirement	-	-	-	-	1,106,800	1,106,800
Interest	-	-	-	-	268,730	268,730
Total expenditures	22,660,653	1,889,548	548,801	2,973,478	1,481,874	29,554,354
Excess (deficiency) of revenues over (under) expenditures	791,792	(1,364,690)	245,196	(2,940,106)	(1,385,128)	(4,652,936)
Other financing sources (uses)						
Transfers in	-	-	-	620,000	1,405,830	2,025,830
Transfers out	(1,999,840)	(25,990)	-	-	-	(2,025,830)
Total other financing sources (uses)	(1,999,840)	(25,990)	-	620,000	1,405,830	-
Change in fund balances	(1,208,048)	(1,390,680)	245,196	(2,320,106)	20,702	(4,652,936)
Fund balances, beginning of year	4,964,555	4,417,673	352,477	2,687,480	122,019	12,544,204
Fund balances, end of year	$ 3,756,507	$ 3,026,993	$ 597,673	$ 367,374	$ 142,721	$ 7,891,268

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

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

VILLAGE OF PINECREST, 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, 2018

Net Change in Fund Balances − Total Governmental Funds		$ (4,652,936)
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 is depreciated over their estimated useful lives.		
Capital outlay	$ 5,178,395	
Less current year depreciation	(6,189,705)	(1,011,310)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales) is to decrease net position.		(59,551)
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.		
Change in compensated absences	(4,855)	
Change in accrued interest	5,690	
Amortization of deferred charge and gain on refunding	(14,046)	
OPEB expense	(22,360)	
Pension expense	(709,181)	(744,752)
The issuance of long-term debt provides current financial resources to governmental funds, while the repaymenbt 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		1,106,800
Change in net position of governmental activities		$ (5,361,749)

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

VILLAGE OF PINECREST, FLORIDA

STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2018

	Stormwater Fund
Assets	
Current assets	
Cash and cash equivalents	$ 969,637
Accounts receivable	220,031
Total current assets	1,189,668
Noncurrent assets	
Capital assets, depreciable, net	7,265,566
Total noncurrent assets	7,265,566
Total assets	$ 8,455,234
Liabilities	
Current liabilities	
Accounts payable	$ 134,817
Unearned revenue	187,170
Total liabilities	321,987
Net position	
Investment in capital assets	7,265,566
Unrestricted	867,681
Total net position	8,133,247
Total liabilities and net position	$ 8,455,234

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

VILLAGE OF PINECREST, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Stormwater Fund
Operating revenues	
Charges for services	$ 1,319,085
Miscellaneous	890
Total operating revenues	1,319,975
Operating expenses	
Cost of sales	415,924
Depreciation	313,015
Total operating expenses	728,939
Operating income	591,036
Nonoperating revenue	
Intergovernmental grant	150,000
Investment earnings	7,290
Total nonoperating revenue	157,290
Change in net position	748,326
Total net position, beginning of year	7,384,921
Total net position, end of year	$ 8,133,247

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

VILLAGE OF PINECREST, FLORIDA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Stormwater Fund
Cash flows from operating activities	
Cash received from customers	$ 1,179,603
Cash paid to suppliers for goods and services	(314,193)
Net cash provided by operating activities	865,410
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(796,664)
Intergovernmental grant	150,000
Net cash used in capital and related financing activities	(646,664)
Cash flows from investing activities	
Interest received	7,290
Net cash provided by investing activities	7,290
Net change in cash and cash equivalents	226,036
Cash and cash equivalents, beginning of year	743,601
Cash and cash equivalents, end of year	$ 969,637
Reconciliation of operating income to net cash provided by operating activities	
Operating income	$ 591,036
Adjustment to reconcile operating income to net cash provided by operating activities:	
Depreciation	313,015
Change in operating assets and liabilities:	
(Increase) decrease in assets:	
Accounts receivable	41,350
Increase (decrease) in liabilities:	
Accounts payable	101,731
Unearned revenues	(181,722)
Net cash provided by operating activities	$ 865,410

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting entity

The Village of Pinecrest (the "Village") was incorporated March 12, 1996, pursuant to Ordinance 95-207 adopted by the Miami-Dade Board of County Commissioners November 12, 1995. The Village occupies a land area of eight square miles and serves a population of 18,467. The Village operates under a Council-Manager form of government and provides the following services: public safety (police), public works, building, planning and zoning, code enforcement, stormwater management, and parks and recreation. The basic financial statements of the Village have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units which are generally accepted in the United States. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental and financial reporting principles.

The financial statements were prepared in accordance with the GASB, the reporting entity which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the Village, organizations for which the Village is financially accountable and other organizations for which the nature and significance of their relationship with the Village are such that exclusion would cause the reporting entity's financials statements to be misleading or incomplete. The Village is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the Village. Based upon the application of these criteria, there were no organizations that met the criteria described above.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e. the statements of net position and the statement of changes in net position) report information on all activities of the Village of Pinecrest. 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and fund financial statements (continued)

Separate financial statements are provided for governmental funds and the proprietary fund. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting is used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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 met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 30 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, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

- The ***General Fund*** is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The ***Transportation Fund*** receives grants from the state of Florida and from Miami-Dade County to be used to account for and report resources restricted or committed to the improvement of the Village's roadway system. The primary sources of revenue are intergovernmental grants from a portion of the gasoline sales tax and a Miami-Dade County share of a ½ cent sales tax to be used for non-public transportation.
- The ***CITT Public Transit Fund*** reports on the public transit funds received from a portion of the transportation sales tax.
- The ***Capital Projects Fund*** receives transfers from the general fund as well as grants and accounts for purchases of land and improvements to the parks and buildings in the community.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

The Village reports its only proprietary fund as a major fund:

- The ***Stormwater Fund*** (an enterprise fund) accounts for the stormwater control activities of the community. Funds are received from business and residential users and used to maintain the stormwater collection system.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the governments various functions. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the stormwater fund are charges to business and residential customers for stormwater system maintenance. Operating expenses report on the costs to maintain the stormwater system, the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Assets, liabilities deferred outflows/inflows of resources and net position/fund balance

1. Deposits and investments

Cash and cash equivalents, which are cash and short-term investments with maturities of three months or less, include cash on hand, a repurchase agreement and investments with the State Board of Administration Investment Pool. Investments are reported at fair value.

2. Capital assets

Capital assets, which include property, land, rights of way, equipment, and infrastructure assets (i.e. 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 government as assets with an initial, individual cost of more than $10,000 (amount not rounded) and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities deferred outflows/inflows of resources and net position/fund balance (continued)

2. Capital assets (continued)

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

Capital assets of the Village are depreciated using the straight line method over the following estimated useful lives:

Buildings	40 years
Improvements	15 years
Equipment	
Cars	5 years
Trucks	10 years
Equipment	5 years
Computer equipment	3 years
Computer software	7 years
Infrastructure	
Roads	25 years
Stormwater system	50 years
Sidewalks	20 years

3. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village only has three items that qualify for reporting in this category. One is the deferred charge on refunding resulting from the difference in the carrying value of a refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other two items are the deferred outflows relating to the pension plan (discussed in Note 3E) and the deferred outflows relating to the OPEB plan (discussed in Note 2G).

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities deferred outflows/inflows of resources and net position/fund balance (continued)

3. Deferred outflows/inflows of resources (continued)

In addition to liabilities, the statement of financial position will sometimes report 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 a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has two items that qualify for reporting in this category. One is a deferred gain on refunding that results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is the deferred inflows relating to the pension plans and is discussed in further detail in Note 3E.

4. Compensated absences

Village employees are granted vacation and sick leave in varying amounts based on length of service and the department that the employee services.

The Village's sick leave policy is to permit employees to accumulate earned but unused sick pay benefits. Such leave is accrued and reported as a fund liability when it is probable that the Village will compensate the employee in the following fiscal year. Unused sick pay is not paid at termination.

The Village's vacation policy is that earned vacation must be taken within one year of the employee's anniversary. Carryover is limited to two hundred and forty (240) hours. Unused vacation pay, if any, is paid with the employee's termination or retirement. Those amounts estimated to be liquidated with expendable available financial resources from the general fund are reported as expenditures and a fund liability of the general fund.

5. Long term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities. 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.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities deferred outflows/inflows of resources and net position/fund balance (continued)

6. Property taxes

Property taxes for the current year were assessed and collected by Miami-Dade County and subsequently remitted to the Village. Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1. Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws for the state regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills ($10 per $1,000 of assessed taxable valuation). The millage rate assessed by the Village for the year ended September 30, 2018, was 2.3000 mills.

The tax levy of the Village is established by the Village Council prior to October 1 of each year, and the County Property Appraiser incorporates the millage into the tax levy, which includes Miami-Dade County, Miami-Dade County School Board and special taxing districts.

All property is reassessed according to its fair market value as of January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All real and tangible personal property taxes are due and payable on November 1, each year or as soon as practicable thereafter as the assessment roll is certified by the County Property Appraiser. Miami-Dade County mails to each property owner on the assessment roll a notice of the taxes due and Miami-Dade County also collects the taxes for the Village. Taxes may be paid upon receipt of such notice from Miami-Dade County, with discounts at the rate of 4% if paid in the month of November, 3% if paid in the month of December, 2% if paid in the month of January and 1% if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1 of the year following the year in which taxes were assessed. Procedures for the collection of delinquent taxes by Miami-Dade County are provided for in the laws of Florida. There were no material delinquent property taxes at September 30, 2018.

7. Use of estimates

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities deferred outflows/inflows of resources and net position/fund balance (continued)

8. Encumbrances

Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances may be re-appropriated and become part of the subsequent year's budget pursuant to state regulations. There were no outstanding encumbrances at year end.

9. Date of Management Review

Subsequent events were evaluated by management through February 25, 2019, which is the date the financial statements were available to be issued.

NOTE 2 – DETAILED NOTES ON ALL FUNDS

A. Deposits and investments

Deposits
In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

Investments
The Village invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (Florida PRIME). The State Pool is administered by the Florida State Board of Administration (SBA), who provides regulatory oversight.

The Florida Prime has adopted operating procedures consistent with the requirement for 2a-7 like fund. The Village's investment in the Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. The Village had the following investments as of September 30, 2018:

Investment	Maturities	Fair Value
Florida Prime	33 days weighted average days to maturity	$ 6,612,878

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and investments. (continued)

Credit Risk
The Village has an investment policy that emphasis the safety of principal while maintaining adequate liquidity to meet its needs. Investments are limited to the highest ratings by two of the nationally recognized statistical rating organizations - Nationally Recognized Statistical Rating Organization (NRSRO) and Standard and Poor's and Moody's Investment Services. The Florida PRIME is rated AAAm by Standard and Poor's.

Concentration Credit Risk
GASB Statement 40 requires disclosure when the percent is 5% or more in any one issuer. External investment pools are exempt from Concentration and Interest Rate Risk disclosures.

Interest Rate Risk
In accordance with our investment policy, the Village manages its exposure to declines in fair values by investing in conservative investments with the emphasis on safety of principal.

B. Receivables

Receivables as of September 30, 2018, for the Village's individual major and nonmajor funds, in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	CITT Public Transit Fund	Non-Major Governmental Funds	Stormwater Fund	Total
Receivables					
Intergovernmental	$ 173,848	$ 243,270	$ 22,225	$ -	$ 439,343
Franchise and utility	245,124	-	-	-	245,124
Ad valorem taxes	87,425	-	-	-	87,425
Fines	16,546	-	237	-	16,783
Accounts	-	-	-	220,031	220,031
Other	102,267	-	-	-	102,267
Less allowance for uncollectible receivables	-	-	-	-	-
	$ 625,210	$ 243,270	$ 22,462	$ 220,031	$ 1,110,973

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables (continued)

Total unearned revenues as of September 30, 2018, are as follows:

Occupational taxes collected in advance	$ 52,069
Stormwater utility charges collected in advance	187,170
	$ 239,239

C. Capital assets

Capital asset activity for the year ended September 30, 2018, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land	$ 16,959,440	$ -	$ -	$ 16,959,440
Construction in progress	4,451,006	2,447,640	(935,954)	5,962,692
Total assets not being depreciated	21,410,446	2,447,640	(935,954)	22,922,132
Capital assets being depreciated				
Buildings	19,702,918	-	935,954	20,638,872
Improvements other than buildings	8,562,950	484,552	-	9,047,502
Machinery and equipment	4,326,885	362,016	(125,684)	4,563,217
Computer software	274,711	-	-	274,711
Infrastructure	157,304,875	1,884,187	-	159,189,062
Total assets being depreciated	190,172,339	2,730,755	810,270	193,713,364
Less accumulated depreciation				
Buildings	(5,137,032)	(451,787)	-	(5,588,819)
Improvements other than buildings	(4,405,003)	(452,053)	-	(4,857,056)
Machinery and equipment	(3,014,822)	(419,938)	66,133	(3,368,627)
Computer software	(184,537)	(26,905)	-	(211,442)
Infrastructure	(110,709,987)	(4,839,022)	-	(115,549,009)
Total accumulated depreciation	(123,451,381)	(6,189,705)	66,133	(129,574,953)
Total assets depreciated, net	66,720,958	(3,458,950)	876,403	64,138,411
Governmental activities, net	$ 88,131,404	$ (1,011,310)	$(59,551)	$ 87,060,543

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital assets (continued)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets being depreciated				
Infrastructure	$ 8,889,775	$ 796,664	$ -	$ 9,686,439
Total assets being depreciated	8,889,775	796,664	-	9,686,439
Less accumulated depreciation				
Infrastructure	(2,107,858)	(313,015)	-	(2,420,873)
Total accumulated depreciation	(2,107,858)	(313,015)	-	(2,420,873)
Business-type activities, net	$ 6,781,917	$ 483,649	$ -	$ 7,265,566

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

Governmental activities:	
General government	$ 168,533
Public safety	340,900
Building, planning and zoning	3,428
Public works	4,877,854
Parks and recreation	798,990
	$ 6,189,705
Business-type activities:	
Stormwater	313,015
	$ 313,015

D. Transfers

The composition of interfund transfers as of September 30, 2018, is as follows:

Transfers out	Transfers in	Amount	Purpose
General Fund	Debt Service Fund	$ 1,349,540	To provide debt service funds
General Fund	Capital Projects Fund	620,000	To provide capital funds
General Fund	Hardwire Fund	29,000	To provide operational funds
General Fund	Prepaid 911 Fund	1,300	To provide operational funds
Total General Fund		$ 1,999,840	
Transportation Fund	Debt Service Fund	$ 25,990	To provide debt service funds

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long term debt

The Village has four bond issues outstanding at September 30, 2018. Series 2011-2 was for capital improvements at Pinecrest Gardens and the Community Center. The 2011 series bonds bear interest rates from 2.0–5.0 %. Series 2012 was for the refunding of bonds for purchasing and developing Pinecrest Gardens and has a 3.25% interest rate. Series 2014 is for refunding the construction costs of the Library/Community Center at Pinecrest Gardens, $3,075,000 and bears interest at 2.1%. Series 2015 is for the expansion of the Community Center and improvements at Coral Pines Park. The principal and interest on these bonds are payable from a covenant to budget and appropriate legally available non-ad valorem revenues.

Maturities of these bonds are as follows:

Year Ending September 30,	Principal	Interest	Total
2019	$ 1,129,700	$ 238,144	$ 1,367,844
2020	1,149,300	206,017	1,355,317
2021	1,178,200	182,572	1,360,772
2022	1,206,900	153,187	1,360,087
2023	690,400	122,979	813,379
2024 - 2028	2,852,100	331,212	3,183,312
2029 - 2030	689,900	24,583	714,483
	$ 8,896,500	$ 1,258,694	$ 10,155,194

Changes in long-term liabilities of governmental activities during the year are summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental activities					
Bonds payable	$ 10,003,300	$ -	$ (1,106,800)	$ 8,896,500	$ 1,129,700
Total OPEB liability	195,841	30,060	(7,548)	218,353	-
Net pension liability	10,844,968	5,868,460	(5,773,363)	10,940,065	-
Compensated absences	458,137	659,753	(654,898)	462,992	393,543
Total governmental activities	$ 21,502,246	$ 6,558,273	$ (7,542,609)	$ 20,517,910	$ 1,523,243

Compensated absences are paid from the General Fund in the form of vacation pay. The total OPEB liability and the net pension liability are generally liquidated by the General Fund. The beginning balance of the total OPEB liability has been adjusted for the adoption of GASB 75.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Accounts Payable and Other Accrued Liabilities:

Accounts payable as of fiscal year end for the Village's individual major and nonmajor funds, in the aggregate are as follows:

	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	Stormwater Fund	Totals
Payables:							
Payroll	$ 521,696	$ -	$ -	$ -	$ -	$ -	$ 521,696
Vendors	291,307	540,538	17,923	411,023	365	134,817	1,395,973
Security deposits	198,608	-	-	-	-	-	198,608
Other	25,663	-	-	-	-	-	25,663
Total Payables	$ 1,037,274	$ 540,538	$ 17,923	$ 411,023	$ 365	$ 134,817	$ 2,141,940

G. Other Post-Employment Benefits (OPEB)

1. Description

The Village administers a single-employer OPEB plan. The purpose of this plan is to account for the implicit rate subsidy the Village provides to its retirees. Florida Statutes require that municipalities provide their retirees access to the same health insurance programs as their current employees at the same rates. Since the inclusion of the retirees results in higher overall health insurance costs to the municipality which cannot be passed on to the retirees, it in effect results in what is called the implicit rate subsidy. This is the only post employment benefit the Village provides to its retirees other than its pension plan.

Membership in the plan consisted of the following at September 30, 2018:

Retirees and beneficiaries currently receiving benefits	1
Active employees	127
Total	128

Separate financial statements for the Village's OPEB plan are not available. Funds from the General Fund are used to liquidate the total OPEB liability.

This actuarial valuation involves estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend.

Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to constant revision as actual experience is compared with past expectations and new estimates are made about the future. The schedule of funding progress presented in the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liabilities for benefits.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Post-Employment Benefits (OPEB) (continued)

Calculations are based upon the types of benefits provided under the terms of the substantive plan at the time of the valuation and on the pattern of sharing of costs between the employer and plan members to that point. Calculations reflect a long-term prospective, so methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Benefits Provided:
Retirees and their dependents can continue participating in the group insurance plans offered by the Village, but they are required to contribute 100% of the active premiums.

Total OPEB Liability of the Village
Effective October 1, 2017, the Village implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* which significantly changed the Village's accounting for OPEB amounts. The information disclosed below is presented in accordance with this new standard.

The Village's total OPEB liability was measured as of September 30, 2017, and was determined by an actuarial valuation as of October 1, 2016, with the actuary using standard techniques to roll forward the liability to the measurement date.

Actuarial assumptions. The total OPEB liability in the October 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate:	Same as Healthcare Cost Trend Rates
Salary Increase:	3.00%
Discount Rate:	2.80%
Initial Trend Rate:	8.00%
Ultimate Trend Rate:	5.00%
Participation Rate:	10%

For general employees, mortality rates were based on the RP-2000 mortality tables. For female lives, 100% of the white-collar table was used. For male lives, a 50% white collar table, 50% blue collar table blend was used. All tables include fully generational adjustments for mortality improvements using improvement scale BB. For disabled lives, mortality rates were based on the RP-2000 sex-distinct disabled mortality tables with female lives set forward two years, male lives set back four years. Disabled mortality has not been adjusted for mortality improvements.

Discount Rate:
Given the Village's decision not to fund the program, all future benefit payments were discounted using a municipal bond rate of 2.80%.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Post-Employment Benefits (OPEB) (continued)

Changes in the total OPEB liability for the Village for the year ended September 30, 2018, were as follows:

	Total OPEB Liability
Balances at 9/30/17	$ 195,841
Changes for the year:	
Service cost	24,009
Interest	6,051
Differences between expected and actual experience	-
Changes of assumptions	-
Changes of benefit terms	-
Benefit payments	(7,548)
Other changes	-
Balances at 9/30/18	$ 218,353

There were no significant changes in assumptions since the prior measurement date.

The required schedule of changes in the Village'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 Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.80%) or 1-percentage-point higher (3.80%) than the current discount rate:

	1% Decrease (1.80%)	Current Discount Rate (2.80%)	1% Increase (3.80%)
Total OPEB liability	$ 238,353	$ 218,353	$ 198,885

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the Village, as well as what the Village'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	Healthcare Cost Trend Rates (8% down to 5%)	1% Increase
Total OPEB liability	$ 189,271	$ 218,353	$ 254,037

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Other Post-Employment Benefits (OPEBs) (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, 2018 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, 2018, the Village recognized OPEB expense of $22,360. At September 30, 2018, the Village 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
Differences between expected and actual experience	$ -	$ -
Change of assumptions	-	-
Village contributions subsequent to the measurement date	7,700	-
	$ 7,700	$ -

The deferred outflows of resources related to the OPEB Plan, totaling $7,700 resulting from Village contributions to the plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2019.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Equity Classification and Policies

Fund balances of the governmental funds are classified as follows:

Non-spendable – amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of Village Council. Village Council is the highest level of decision making authority for the Village. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Village Council. It is equally difficult to remove the constraint provide by an ordinance or a resolution.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Village's adopted policy, only Village Council may assign amounts for specific purposes.

Unassigned – all other spendable amounts. The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental founds it is not appropriate to report a positive unassigned fund balance amount. However, in government funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Fund balance flow assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Equity Classification and Policies (continued)

Fund balance policy

The Village of Pinecrest will maintain a minimum unassigned fund balance in the general fund of 10% of budgeted expenditures and transfers out. The Village shall strive to keep an additional unassigned fund balance for extraordinary expenditures and mitigation due to the Village being located in a hurricane zone. That amount is to be determined each year by Council during the budget process.

As of September 30, 2018, fund balances are composed of the following:

	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	Totals
Nonexpendable						
Prepaids	$ 54,691	$ -	$ -	$ -	$ -	$ 54,691
Restricted						
Transportation	-	3,026,993	597,673	-	-	3,624,666
Public safety	-	-	-	-	142,721	142,721
Committed						
Sidewalk improvements	453,401	-	-	-	-	453,401
Assigned						
Capital projects	-	-	-	367,374	-	367,374
Unassigned	3,248,415	-	-	-	-	3,248,415
Total fund balances	$ 3,756,507	$ 3,026,993	$ 597,673	$ 367,374	$ 142,721	$ 7,891,268

Government-Wide and Proprietary Fund Statements
Equity is classified as net position and displayed in three components.

A. Net investment in capital assets – consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvements of those assets.

B. Restricted – consists of net position with constraints placed on the use either by: (1) external groups such as creditors, grantors, contributors or laws or regulation of other governments, or (2) law through constitutional provisions or enabling legislation.

C. Unrestricted – consists of all other net position that do not meet the definition of “restricted” or “net investment in capital assets”.

NOTE 2 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Equity Classification and Policies (continued)

Net position flow assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted (i.e. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

NOTE 3 – COMMITMENTS AND CONTINGENCIES

A. Risk Management

The Village is exposed to various risks of loss related to torts, theft of or damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters for which the Village carries insurance through the Florida League of Cities. There were no significant reductions in insurance coverage from the coverage in the prior year. There were no settled claims that have exceeded insurance coverage for each of the past three years.

B. Litigation

The Village is a defendant in various lawsuits incidental to its operations. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Village's management and legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the Village.

C. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In the opinion of management, future disallowances of grant expenditures, if any, would not have a material adverse effect on the Village's financial condition.

D. Interlocal Agreement

On June 17, 1997, the Village entered into an interlocal agreement with Miami-Dade County to pass thru the Village's share of the franchise fee on electricity collected by Florida Power and Light. Under this agreement, the County remitted $849,620 to the Village for the fiscal year ending September 30, 2018. This agreement will be in effect as long as the ordinance establishing the collection of these fees is in place.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

D. Interlocal Agreement (continued)

On July 17, 2003, the Village entered into another interlocal agreement with Miami-Dade County. Under this agreement, the County remitted $786,813 to the Village for the fiscal year ending September 30, 2018, for the purpose of providing transportation services within the Village. This agreement shall remain in effect as long as the County receives net proceeds from the ½ cent County Transit System Surtax as authorized by Miami-Dade County Ordinance No. 02-116 pursuant to the authority of Section 212.055(1) *Florida Statutes 2002*.

E. Pension Plans

Defined Contribution Plan

The Village of Pinecrest 401(a) Money Purchase Plan is a defined contribution plan established by the Village to provide benefits at retirement for its employees. All full time employees must be a member of the Plan. Plan members are required to contribute 7% of base earnings for the plan year. The Village is required to contribute 10% of base earnings for each participant for the plan year. Plan provisions and contribution requirements are established and may be amended by the Village Council.

The Plan's assets are administered by Voya Financial. The Village does not exercise any control over the plan assets. Village contributions to the plan were $569,899. Employee contributions were $342,460 for the year ended September 30, 2018.

Defined Benefit Plan

The Village participates in the Florida Retirement System (FRS), a statewide cost-sharing multiple-employer public employee retirement system (PERS), available to governmental units within the state and administered by the State of Florida Department of Management Services, Division of Retirement. The sworn police personnel are eligible to participate in the FRS.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

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"). 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, by calling (877) 377-1737, or by visiting:

www.dms.myflorida.com/workforce_operations/retirement/publications.

FRS PENSION PLAN

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.

Benefits Provided
Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. Special Risk Administrative Support class members who retire at or after age 55 with at least six 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 five 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 six 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 five highest years of salary for each year of credited service.

For Special Risk and Special Risk Administrative Support class members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 60 or 30 years of service regardless of age. Also, the final average compensation for these members will be based on the eight highest years of salary.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (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 three percent 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 October 1, 2017 through June 30, 2018, and from July 1, 2018 through September 30, 2018, respectively, were as follows: Regular Class – 6.26% and 6.60%; Senior Management – 21.05% and 22.40%; Special Risk – 21.61% and 22.84%; and DROP participants – 11.60% and 12.37%. These employer contribution rates do not include the 1.66% HIS Plan subsidy for the periods October 1, 2017 through June 30, 2018, and from July 1, 2018 through September 30, 2018, respectively.

The Village's contributions, including employee contributions, to the Pension Plan totaled $1,099,945 for the fiscal year ended September 30, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At September 30, 2018, the Village reported a liability of $9,549,770 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The Village's proportion of the net pension liability was based on a projection of the Village's 2017-2018 fiscal year contributions relative to the 2017-2018 fiscal year contributions of all participating members. At June 30, 2018, the Village's proportion was 0.03170%, which was a decrease of 0.0037 percentage points from its proportion measured as of June 30, 2017.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

For the fiscal year ended September 30, 2018, the Village recognized pension expense of $1,544,580. In addition the Village 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	$ 809,009	$ 29,363
Change of assumptions	3,120,400	-
Net difference between projected and actual earnings on Pension Plan investments	-	737,836
Changes in proportion and differences between Village Pension Plan contributions and proportionate share of contributions	338,225	294,102
Village Pension Plan contributions subsequent to the measurement date	222,049	-
Total	$ 4,489,683	$ 1,061,301

The deferred outflows of resources related to the Pension Plan, totaling $222,049 resulting from Village contributions to FRS subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2019. 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
2019	$ 1,242,268
2020	847,796
2021	118,208
2022	564,521
2023	377,472
Thereafter	56,068

Actuarial Assumptions

The total pension liability in the June 30, 2018, 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:	7.00%, net of pension plan investment expense, including inflation

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2018, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is 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[1]	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.8%
Fixed income	18.0%	4.4%	4.3%	4.0%
Global equity	54.0%	7.6%	6.3%	17.0%
Real estate	11.0%	6.6%	6.0%	11.3%
Private equity	10.0%	10.7%	7.8%	26.5%
Strategic investments	6.0%	6.0%	5.7%	8.6%
Total	100.0%			
Assumed Inflation - Mean		2.6%		1.9%

[1]As outlined in the Pension Plan's investment policy

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. 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 the total pension liability is equal to the long-term expected rate of return.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

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

The following represents the Village's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the Village'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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Village's proportionate share of the net pension liability	$ 17,428,731	$ 9,549,770	$ 3,005,827

Pension Plan Fiduciary Net Position

Detailed information regarding the Pension 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, 2018, the Village reported a payable in the amount of $0 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2018.

HIS PLAN

Plan Description

The HIS Plan is a 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 retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided

For the fiscal year ended September 30, 2018, eligible 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 may include Medicare.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

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 all active FRS members. For the fiscal year ended September 30, 2018, the HIS contribution for the period October 1, 2017 through September 30, 2018, was 1.66%. The Village contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contribution 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, benefits may be reduced or cancelled.

The Village's contributions to the HIS Plan totaled $71,235 for the current year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
At September 30, 2018, the Village reported a liability of $1,390,295 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The Village's proportionate share of the net pension liability was based on the Village's 2017-2018 fiscal year contributions relative to the 2017-2018 fiscal year contributions of all participating members. At June 30, 2018, the Village's proportionate share was 0.0131%, which was an increase of 0.0005% from its proportionate share measured as of June 30, 2017.

For the fiscal year ended September 30, 2018, the Village recognized pension expense of $120,315. In addition the Village 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	$ 21,285	$ 2,362
Change of assumptions	154,618	146,994
Net difference between projected and actual earnings on HIS Plan investments	839	-
Changes in proportion and differences between Village HIS Plan contributions and proportionate share of contributions	83,386	-
Village HIS Plan contributions subsequent to the measurement date	17,142	-
Total	$ 277,270	$ 149,356

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

The deferred outflows of resources related to the HIS Plan, totaling $17,142 resulting from Village 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 ended September 30, 2019. 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
2019	$ 77,365
2020	77,079
2021	53,999
2022	12,128
2023	(75,285)
Thereafter	(34,514)

Actuarial Assumptions

The total pension liability in the July 1, 2018, 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:	3.87%

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the July 1, 2018, valuation were based on the results of an actuarial experience study for the period July 1, 2009 through June 30, 2014.

Discount Rate

The discount rate used to measure the total pension liability was 3.87%. 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.

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. Pension Plans (continued)

Defined Benefit Plan (continued)

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

The following represents the Village's proportionate share of the net pension liability calculated using the discount rate of 3.87%, as well as what the Village'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 (2.87%)	Current Discount Rate (3.87%)	1% Increase (4.87%)
Village's proportionate share of the net pension liability	$ 1,583,465	$ 1,390,295	$ 1,229,277

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, 2018, the Village reported a payable in the amount of $0 for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2018.

Applicable totals for all of the Village's defined benefit pension plans are reflected below:

	FRS	HIS	Total
Village's net pension liability	$ 9,549,770	$ 1,390,295	$ 10,940,065
Deferred outflows of resources	4,489,683	277,270	4,766,953
Deferred inflows of resources	1,061,301	149,356	1,210,657
Pension expense/expenditure	1,544,580	120,315	1,664,895

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

F. Construction Commitments and Budget Carryovers

There are several ongoing projects and equipment purchases in the various funds of the Village at year end. The outstanding commitments and budget carryovers are as follows:

General Fund:	
A/C Chiller, Village Hall	$ 50,000
Floors and Painting, Village Hall	129,000
Legal Issues, Police	60,600
License Plate Reader, Police	303,000
Radar Trailer, Police	9,550
ID Card Printer, Police	1,790
Operating Procedures Manual, HR	4,800
Outside Contractor, Finance	5,000
Hardware and Server Updates, IT	14,650
Planning & Architectural Services, Building and Planning	30,000
Scanner/Plotter, Building and Planning	17,000
Movement Mirrors, Community Center	3,250
Total General Fund	$ 628,640
Transportation Fund:	
Kendall Drive Construction	$ 860,760
Stormwater Fund:	
Master Plan Projects	$ 438,400
CITT Fund:	
Transportation Master Plan Projects	$ 171,630
911 Land, Cellular and Prepaid Funds:	
Text to 911 Hardware	$ 6,500
Capital Projects Fund:	
Water Line Improvements	$ 148,000
Suniland Park Improvements	211,220
Community Center Building Renovations	60,200
Greer Park Improvements	66,800
Pinecrest Gardens, Improvements	62,000
Total Capital Projects Fund	$ 548,220

NOTE 3 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

G. Change in Accounting Principle

The Village determined that a restatement to beginning net position of the governmental activities is required to recognize the change in accounting principle for the implementation of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other than Pensions*, as of October 1, 2017. This restatement is as follows:

	Governmental Activities
Net position, as previously reported	$ 82,756,944
Adjustment needed to properly reflect the adoption of GASB 75	591,707
Net position, as restated	$ 83,348,651

H. Subsequent Event

The Village authorized and issued Capital Improvement Revenue Note, Series 2019, on February 14, 2019, for $2,617,100 carrying an interest rate of 2.53%.

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REQUIRED SUPPLEMENTARY INFORMATION

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VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Taxes				
Ad valorem taxes	$ 10,233,520	$ 10,233,520	$ 10,230,554	$ (2,966)
Franchise fees	778,000	778,000	977,778	199,778
Utility taxes	2,246,000	2,246,000	2,350,895	104,895
Communications services tax	775,000	775,000	869,223	94,223
Business tax	130,000	130,000	126,353	(3,647)
Total taxes	14,162,520	14,162,520	14,554,803	392,283
Licenses and permits	2,652,500	2,652,500	2,560,558	(91,942)
Intergovernmental revenue	2,155,240	2,155,240	2,136,369	(18,871)
Charges for services	2,315,690	2,315,690	2,251,685	(64,005)
Fines and forfeitures	928,280	928,280	1,103,294	175,014
Investment earnings	50,000	50,000	73,334	23,334
Miscellaneous revenues	222,000	222,000	772,402	550,402
Total revenues	22,486,230	22,486,230	23,452,445	966,215
Expenditures				
Current				
General government				
Village Council	200,050	225,050	198,801	26,249
Village Manager	701,860	701,860	695,657	6,203
Village Clerk	283,285	283,285	296,393	(13,108)
Finance Department	354,535	354,535	334,906	19,629
Village Attorney	415,000	531,930	531,928	2
General government	1,208,130	1,328,130	1,125,950	202,180
Information technology	385,085	385,085	364,318	20,767
Total general government	3,547,945	3,809,875	3,547,953	261,922
Public safety - police	9,503,398	9,612,518	8,794,228	818,290
Emergency and disaster relief	-	2,856,455	2,856,446	9
Building, planning and zoning	2,120,863	2,120,863	2,043,907	76,956
Public works	745,770	745,770	714,792	30,978
Parks and recreation	4,853,575	4,859,675	4,703,327	156,348
Total expenditures	20,771,551	24,005,156	22,660,653	1,344,503
Excess (deficiency) of revenues over (under) expenditures	1,714,679	(1,518,926)	791,792	2,310,718

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

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Other financing uses				
Transfers out	$ (2,061,350)	$ (2,061,350)	$ (1,999,840)	$ 61,510
Total other financing uses	(2,061,350)	(2,061,350)	(1,999,840)	61,510
Change in fund balance	(346,671)	(3,580,276)	(1,208,048)	2,372,228
Fund balance, beginning of year	4,964,555	4,964,555	4,964,555	-
Fund balance, end of year	$ 4,617,884	$ 1,384,279	$ 3,756,507	$ 2,372,228

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

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
TRANSPORTATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Transportation taxes	$ 445,690	$ 445,690	$ 483,722	$ 38,032
Investment earnings	10,000	10,000	41,136	31,136
Total revenues	455,690	455,690	524,858	69,168
Expenditures				
Current				
Public works	1,568,380	4,218,780	1,889,548	2,329,232
Total expenditures	1,568,380	4,218,780	1,889,548	2,329,232
Excess (deficiency) of revenues over (under) expenditures	(1,112,690)	(3,763,090)	(1,364,690)	2,398,400
Other financing uses				
Transfers out	(25,990)	(25,990)	(25,990)	-
Total other financing uses	(25,990)	(25,990)	(25,990)	-
Change in fund balance	(1,138,680)	(3,789,080)	(1,390,680)	2,398,400
Fund balance, beginning of year	4,417,673	4,417,673	4,417,673	-
Fund balance, end of year	$ 3,278,993	$ 628,593	$ 3,026,993	$ 2,398,400

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

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
CITT PUBLIC TRANSIT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental revenues	$ 692,940	$ 692,940	$ 786,813	$ 93,873
Investment earnings	100	100	894	794
Miscellaneous revenues	-	-	6,290	6,290
Total revenues	693,040	693,040	793,997	100,957
Expenditures				
Current				
Public works	770,160	770,160	548,801	221,359
Total expenditures	770,160	770,160	548,801	221,359
Change in fund balance	(77,120)	(77,120)	245,196	322,316
Fund balance, beginning of year	352,477	352,477	352,477	-
Fund balance, end of year	$ 275,357	$ 275,357	$ 597,673	$ 322,316

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

NOTE 1 – BUDGET AND BUDGETARY ACCOUNTING

An annual appropriated budget is adopted for all of the governmental funds except for the Police Forfeiture Fund on a basis consistent with accounting principles generally accepted in the United States.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

a. The Village Manager submits to the Council a proposed operating and capital budget for the ensuing year. The budget includes proposed expenditures and means of financing them.
b. Public hearings are conducted to obtain taxpayer comments.
c. Prior to October 1, the budget is legally enacted through the passage of a budget ordinance.
d. The Village Council, by motion, may make supplemental appropriations for the year up to the amount of revenues in excess of those estimated. There were supplemental appropriations in the General Fund for an additional $3,233,605 during the fiscal year ended September 30, 2018.
e. Formal budgetary integration is employed as a management control devise during the year for all of the funds.
f. The Village Manager is authorized to transfer part of, all or an unencumbered appropriation within a department within a fund; however, any revisions that alter the total appropriations of any department or fund must be approved by the Village Council. The Departments are General Government, Police, BPZ (Building, Planning and Zoning), Public Works, and Parks and Recreation. The classification detail at which expenditures may not legally exceed appropriations is at the department level.
g. Unencumbered appropriations lapse at fiscal year-end. Unencumbered amounts are re-appropriated in the following year's budget.
h. Budgeted amounts are as originally adopted or as amended. Individual type amendments are not material in relation to the original appropriations.

NOTE 2 – RECONCILIATION OF BUDGETED AND ACTUAL RESULTS

The GAAP to budgetary basis was the same for all funds.

VILLAGE OF PINECREST, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -
FLORIDA RETIREMENT SYSTEM PENSION PLAN

Reporting Period Ending Measurement Date	**9/30/2018** **6/30/2018**	**9/30/2017** **6/30/2017**	**9/30/2016** **6/30/2016**	**9/30/2015** **6/30/2015**	**9/30/2014** **6/30/2014**
Village's proportion of the FRS net pension liability	0.031705197%	0.032074326%	0.031172926%	0.027936535%	0.028331981%
Village's proportionate share of the FRS net pension liability	$ 9,549,770	$ 9,487,370	$ 7,871,188	$ 3,608,378	$ 1,728,668
Village's covered payroll	$ 3,977,497	$ 4,132,168	$ 4,419,337	$ 3,727,429	$ 3,648,836
Village's proportionate share of the FRS net pension liability as a percentage of its covered payroll	240.09%	229.60%	178.11%	96.81%	47.38%
FRS Plan fiduciary net position as a percentage of the FRS total pension liability	84.26%	83.89%	84.88%	92.00%	96.09%

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

VILLAGE OF PINECREST, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM PENSION PLAN

Reporting Period Ending Measurement Date	**9/30/2018** **6/30/2018**	**9/30/2017** **6/30/2017**	**9/30/2016** **6/30/2016**	**9/30/2015** **6/30/2015**	**9/30/2014** **6/30/2014**
Contractually required FRS contribution	$ 903,573	$ 834,974	$ 834,553	$ 703,668	$ 656,121
FRS Contributions in relation to the contractually required FRS contribution	903,573	834,974	834,553	703,668	656,121
FRS Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,863,023	$ 4,132,168	$ 4,419,337	$ 3,727,429	$ 3,648,836
FRS Contributions as a percentage of covered payroll	23.39%	20.21%	18.88%	18.88%	17.98%

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

VILLAGE OF PINECREST, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -
HEALTH INSURANCE SUBSIDY PENSION PLAN

Reporting Period Ending Measurement Date	**9/30/2018** **6/30/2018**	**9/30/2017** **6/30/2017**	**9/30/2016** **6/30/2016**	**9/30/2015** **6/30/2015**	**9/30/2014** **6/30/2014**
Village's proportion of the HIS net pension liability	0.013135674%	0.012696780%	0.012215863%	0.012163872%	0.012124598%
Village's proportionate share of the HIS net pension liability	$ 1,390,295	$ 1,357,598	$ 1,423,708	$ 1,240,524	$ 1,133,680
Village's covered payroll	$ 3,977,497	$ 4,132,168	$ 4,419,337	$ 3,727,429	$ 3,648,836
Village's proportionate share of the HIS net pension liability as a percentage of its covered payroll	34.95%	32.85%	32.22%	33.28%	31.07%
HIS Plan fiduciary net position as a percentage of the HIS total pension liability	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.

VILLAGE OF PINECREST, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY PENSION PLAN

Reporting Period Ending Measurement Date	**9/30/2018** **6/30/2018**	**9/30/2017** **6/30/2017**	**9/30/2016** **6/30/2016**	**9/30/2015** **6/30/2015**	**9/30/2014** **6/30/2014**
Contractually required HIS contribution	$ 71,235	$ 67,195	$ 48,773	$ 43,532	$ 37,882
HIS Contributions in relation to the contractually required HIS contribution	71,235	67,195	48,773	43,532	37,882
HIS Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,863,023	$ 4,132,168	$ 4,419,337	$ 3,727,429	$ 3,648,836
HIS Contributions as a percentage of covered payroll	1.84%	1.63%	1.10%	1.17%	1.04%

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

VILLAGE OF PINECREST, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S TOTAL OPEB LIABILITY AND RELATED RATIOS

Reporting Period Ending	**9/30/2018**
Measurement Date	**9/30/2017**
Service cost	$ 24,009
Interest	6,051
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments	(7,548)
Net change in total OPEB liability	22,512
Total OPEB liability - beginning	195,841
Total OPEB liability - ending	$ 218,353
Covered employee payroll (projected)	$ 6,991,252
Village's total OPEB liability as a percentage of covered employee payroll	3.12%

Notes to the Schedule:

Covered employee payroll was projected one year forward from the valuation date for the reporting period ending September 30, 018.

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

OTHER SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Police Education Fund – This fund receives funds from judgements, donations and grants to be used to provide training to police department personnel.

Police Forfeiture Fund – This fund is used to account for revenues received from federal, state and local law enforcement forfeitures and seizures which are restricted for law enforcement purposes.

Hardwire Fund – This fund receives funds from a tax on land-based phone lines and is used to fund 911 services.

Wireless Fund – This fund receives funds derived from a tax on cell phones and is used to fund 911 services.

Prepaid 911 Fund – This fund receives funds collected by the State for the emergency telephone number 911 which are restricted for the purchase of systems, training, communications and related capital asset purchases.

Debt Service Fund

The debt service fund is used to accumulate resources and distribute principal, interest and bond related issuance costs on long-term debt.

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VILLAGE OF PINECREST, FLORIDA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2018

	Special Revenue Funds						Total
	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	Prepaid 911 Fund	Debt Service Fund	Non-Major Governmental Funds
Assets							
Cash and cash equivalents	$ 7,614	$ 75,448	$ 8,761	$ 22,088	$ 6,713	$ -	$ 120,624
Accounts receivable, net	237	-	12,736	6,931	2,558	-	22,462
Total assets	$ 7,851	$ 75,448	$ 21,497	$ 29,019	$ 9,271	$ -	$ 143,086
Liabilities and fund balances							
Liabilities							
Accounts payable	$ -	$ -	$ 365	$ -	$ -	$ -	$ 365
Total liabilities	-	-	365	-	-	-	365
Fund balances							
Restricted for							
Public safety	7,851	75,448	21,132	29,019	9,271	-	142,721
Total fund balances	7,851	75,448	21,132	29,019	9,271	-	142,721
Total liabilities and fund balances	$ 7,851	$ 75,448	$ 21,497	$ 29,019	$ 9,271	$ -	$ 143,086

VILLAGE OF PINECREST, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Special Revenue Funds						Total
	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	Prepaid 911 Fund	Debt Service Fund	Non-Major Governmental Funds
Revenues							
Intergovernmental revenues	$ -	$ -	$ 30,730	$ 16,268	$ 6,251	$ -	$ 53,249
Fines and forfeitures	3,222	39,980	-	-	-	-	43,202
Investment earnings	16	191	26	47	15	-	295
Total revenues	3,238	40,171	30,756	16,315	6,266	-	96,746
Expenditures							
Current							
Public safety	471	46,067	53,445	4,562	1,799	-	106,344
Debt service							
Principal retirement	-	-	-	-	-	1,106,800	1,106,800
Interest	-	-	-	-	-	268,730	268,730
Total expenditures	471	46,067	53,445	4,562	1,799	1,375,530	1,481,874
Excess (deficiency) of revenues over (under) expenditures	2,767	(5,896)	(22,689)	11,753	4,467	(1,375,530)	(1,385,128)
Other financing sources							
Transfers in	-	-	29,000	-	1,300	1,375,530	1,405,830
Total other financing sources	-	-	29,000	-	1,300	1,375,530	1,405,830
Change in fund balances	2,767	(5,896)	6,311	11,753	5,767	-	20,702
Fund balances, beginning of year	5,084	81,344	14,821	17,266	3,504	-	122,019
Fund balances, end of year	$ 7,851	$ 75,448	$ 21,132	$ 29,019	$ 9,271	$ -	$ 142,721

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
POLICE EDUCATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Fines and forfeitures	$ 3,120	$ 3,120	$ 3,222	$ 102
Investment earnings	-	-	16	16
Total revenues	3,120	3,120	3,238	118
Expenditures				
Public safety	3,180	3,180	471	2,709
Total expenditures	3,180	3,180	471	2,709
Change in fund balance	(60)	(60)	2,767	2,827
Fund balance, beginning of year	5,084	5,084	5,084	-
Fund balance, end of year	$ 5,024	$ 5,024	$ 7,851	$ 2,827

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
POLICE FORFEITURE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Fines and forfeitures	$ 20,000	$ 20,000	$ 39,980	$ 19,980
Investment earnings	-	-	191	191
Total revenues	20,000	20,000	40,171	20,171
Expenditures				
Current				
Public safety	55,000	55,000	46,067	8,933
Total expenditures	55,000	55,000	46,067	8,933
Change in fund balance	(35,000)	(35,000)	(5,896)	29,104
Fund balance, beginning of year	81,344	81,344	81,344	-
Fund balance, end of year	$ 46,344	$ 46,344	$ 75,448	$ 29,104

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
HARDWIRE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental revenues	$ 40,000	$ 40,000	$ 30,730	$ (9,270)
Investment earnings	-	-	26	26
Total revenues	40,000	40,000	30,756	(9,244)
Expenditures				
Current				
Public safety	71,870	71,870	53,445	18,425
Total expenditures	71,870	71,870	53,445	18,425
Deficiency of revenues under expenditures	(31,870)	(31,870)	(22,689)	9,181
Other financing sources				
Transfers in	29,000	29,000	29,000	-
Total other financing sources	29,000	29,000	29,000	-
Change in fund balance	(2,870)	(2,870)	6,311	9,181
Fund balance, beginning of year	14,821	14,821	14,821	-
Fund balance, end of year	$ 11,951	$ 11,951	$ 21,132	$ 9,181

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
WIRELESS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental revenues	$ 4,000	$ 4,000	$ 16,268	$ 12,268
Investment earnings	-	-	47	47
Total revenues	4,000	4,000	16,315	12,315
Expenditures				
Current				
Public safety	6,620	6,620	4,562	2,058
Total expenditures	6,620	6,620	4,562	2,058
Change in fund balance	(2,620)	(2,620)	11,753	14,373
Fund balance, beginning of year	17,266	17,266	17,266	-
Fund balance, end of year	$ 14,646	$ 14,646	$ 29,019	$ 14,373

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
PREPAID 911 FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental revenues	$ 1,000	$ 1,000	$ 6,251	$ 5,251
Investment earnings	-	-	15	15
Total revenues	1,000	1,000	6,266	5,266
Expenditures				
Current				
Public safety	2,965	2,965	1,799	1,166
Total expenditures	2,965	2,965	1,799	1,166
Excess of revenues over expenditures	(1,965)	(1,965)	4,467	6,432
Other financing sources				
Transfers in	1,300	1,300	1,300	-
Total other financing sources	1,300	1,300	1,300	-
Change in fund balance	(665)	(665)	5,767	6,432
Fund balance, beginning of year	3,504	3,504	3,504	-
Fund balance, end of year	$ 2,839	$ 2,839	$ 9,271	$ 6,432

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Expenditures				
Principal	$ 1,099,800	$ 1,099,800	$ 1,106,800	$ (7,000)
Interest	337,240	337,240	268,730	68,510
Total expenditures	1,437,040	1,437,040	1,375,530	61,510
Deficiency of revenues under expenditures	(1,437,040)	(1,437,040)	(1,375,530)	61,510
Other financing sources				
Transfers in	1,437,040	1,437,040	1,375,530	(61,510)
Total other financing sources	1,437,040	1,437,040	1,375,530	(61,510)
Change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES–BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental revenues	$ 25,000	$ 25,000	$ 5,567	$ (19,433)
Investment earnings	20,000	20,000	27,805	7,805
Total revenues	45,000	45,000	33,372	(11,628)
Expenditures				
Capital outlays	849,830	3,415,681	2,973,478	442,203
Total expenditures	849,830	3,415,681	2,973,478	442,203
Deficiency of revenues under expenditures	(804,830)	(3,370,681)	(2,940,106)	430,575
Other financing sources				
Transfers in	620,000	620,000	620,000	-
Total other financing sources	620,000	620,000	620,000	-
Change in fund balance	(184,830)	(2,750,681)	(2,320,106)	430,575
Fund balance, beginning of year	2,687,480	2,687,480	2,687,480	-
Fund balance, end of year	$ 2,502,650	$ (63,201)	$ 367,374	$ 430,575

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STATISTICAL SECTION

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STATISTICAL SECTION
(Unaudited)

This section of the Village of Pinecrest, 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 Village's overall financial health.

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These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changes over time.

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These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

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

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VILLAGE OF PINECREST, FLORIDA

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Table 1) (Amounts expressed in thousands)

	FISCAL YEAR									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Governmental activities										
Net investment in capital assets	$104,605	$101,247	$ 97,386	$ 92,221	$ 88,373	$ 84,461	$ 82,757	$ 80,888	$ 78,157	$ 77,087
Restricted	4,167	4,099	4,668	5,365	6,505	6,739	5,597	5,787	4,892	3,767
Unrestricted	7,951	7,510	7,049	7,921	7,425	7,696	1,933	244	(293)	(2,867)
Total governmental activities net position	$116,723	$112,856	$109,103	$105,507	$102,303	$ 98,896	$ 90,287	$ 86,919	$ 82,756	$ 77,987
Business-type activities										
Net investment in capital assets	$ 4,590	$ 4,626	$ 4,534	$ 4,783	$ 5,456	$ 6,140	$ 5,842	$ 6,335	$ 6,782	$ 7,266
Unrestricted	1,963	2,231	2,422	2,058	1,317	410	543	355	603	867
Total business-type activities net position	$ 6,553	$ 6,857	$ 6,956	$ 6,841	$ 6,773	$ 6,550	$ 6,385	$ 6,690	$ 7,385	$ 8,133
Primary government										
Net investment in capital assets	$109,195	$105,873	$101,920	$ 97,004	$ 93,829	$ 90,601	$ 88,599	$ 87,223	$ 84,939	$ 84,353
Restricted	4,167	4,099	4,668	5,365	6,505	6,739	5,597	5,787	4,892	3,767
Unrestricted	9,914	9,741	9,471	9,979	8,742	8,106	2,476	599	310	(2,000)
Total primary government net position	$123,276	$119,713	$116,059	$112,348	$109,076	$105,446	$ 96,672	$ 93,609	$ 90,141	$ 86,120

VILLAGE OF PINECREST, FLORIDA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Table 2) (Amounts expressed in thousands)

	FISCAL YEAR									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Expenses										
Governmental activities:										
General government	$ 6,012	$ 4,868	$ 3,415	$ 3,363	$ 3,857	$ 3,736	$ 3,593	$ 3,659	$ 3,755	$ 3,779
Public safety	7,043	7,294	7,559	7,203	7,259	7,361	7,310	9,090	10,306	12,381
Building, planning and zoning	1,491	1,459	1,499	1,552	1,604	1,728	1,918	2,019	2,040	2,026
Parks and recreation	3,583	3,823	4,144	4,263	4,652	4,705	4,950	5,015	6,147	6,355
Public works	5,480	5,656	5,561	5,658	5,889	6,157	5,919	6,099	5,300	5,445
Interest on long-term debt	684	660	521	680	281	377	419	396	397	277
Total governmental activities expenses	24,293	23,760	22,699	22,719	23,542	24,064	24,109	26,278	27,945	30,263
Business-type activities:										
Stormwater utility	312	295	380	566	587	761	841	666	566	729
Total business-type activities expenses	312	295	380	566	587	761	841	666	566	729
Total primary government expenses	$ 24,605	$ 24,055	$ 23,079	$ 23,285	$ 24,129	$ 24,825	$ 24,950	$ 26,944	$ 28,511	$ 30,992
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 35	$ 68	$ 114	$ 185	$ 246	$ 616	$ 122	$ 142	$ 186	$ 287
Public safety	362	527	460	426	375	350	444	662	3,946	3,822
Building, planning and zoning	1,377	1,580	1,779	1,964	2,172	2,245	2,854	2,960	-	-
Parks and recreation	799	782	1,181	1,344	1,492	1,669	1,707	1,886	8	8
Public works	-	-	-	77	111	131	261	286	1,700	1,895
Operating grants and contributions	99	99	87	82	71	196	279	274	620	636
Capital grants and contributions	6,838	1,746	1,047	189	1,293	603	690	774	934	306
Total governmental activities program revenues	9,510	4,802	4,668	4,267	5,760	5,810	6,357	6,984	7,394	6,954
Business type activities										
Charges for services:										
Stormwater utility	375	449	473	445	514	538	676	969	1,257	1,320
Capital grants and contributions	-	143	-	-	-	-	-	-	-	150
Total business-type activities program revenues	375	592	473	445	514	538	676	969	1,257	1,470
Total primary government program revenues	$ 9,885	$ 5,394	$ 5,141	$ 4,712	$ 6,274	$ 6,348	$ 7,033	$ 7,953	$ 8,651	$ 8,424

VILLAGE OF PINECREST, FLORIDA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Table 2)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Net (Expense)/Revenue										
Governmental activities	$ (14,783)	$ (18,958)	$ (18,031)	$ (18,452)	$ (17,782)	$ (18,254)	$ (17,752)	$ (19,294)	$ (20,551)	$ (23,309)
Business-type activities	63	297	93	(121)	(73)	(223)	(165)	303	691	741
Total primary government net expense	$ (14,720)	$ (18,661)	$ (17,938)	$ (18,573)	$ (17,855)	$ (18,477)	$ (17,917)	$ (18,991)	$ (19,860)	$ (22,568)
General Revenues and Other Changes In Net Position										
Governmental activities:										
Taxes										
Ad valorem taxes	$ 7,484	$ 7,441	$ 6,992	$ 7,410	$ 7,441	$ 7,818	$ 8,598	$ 9,037	$ 9,629	$ 10,231
Franchise fees on gross receipts	1,407	1,432	1,074	1,217	1,166	894	914	945	772	978
Utility taxes	1,802	1,933	1,937	1,982	2,067	2,227	2,193	2,227	2,342	2,351
Communications services tax	1,331	1,198	1,147	1,108	1,084	1,019	977	885	776	869
Transportation tax	932	907	983	956	518	471	481	481	494	484
Business tax	155	98	122	127	114	116	114	123	131	126
Intergovernmental, not restricted to specific programs	1,799	1,581	1,755	1,623	1,743	1,847	1,876	1,914	1,933	1,987
Income on Investments	57	138	61	80	49	12	56	96	154	143
Miscellaneous	447	363	437	353	398	442	149	218	159	779
Net Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	15,414	15,091	14,508	14,856	14,580	14,846	15,358	15,926	16,390	17,948
Business-type activities:										
Income on Investments	19	7	6	6	4	1	1	2	3	7
Net Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	19	7	6	6	4	1	1	2	3	7
Total primary government	15,433	15,098	14,514	14,862	14,584	14,847	15,359	15,928	16,393	17,955
Change in Net Position										
Governmental activities	$ 631	$ (3,867)	$ (3,523)	$ (3,596)	$ (3,202)	$ (3,408)	$ (2,394)	$ (3,368)	$ (4,161)	$ (5,361)
Business-type activities	82	304	99	(115)	(69)	(222)	(164)	305	694	748
Total primary government	$ 713	$ (3,563)	$ (3,424)	$ (3,711)	$ (3,271)	$ (3,630)	$ (2,558)	$ (3,063)	$ (3,467)	$ (4,613)

VILLAGE OF PINECREST, FLORIDA

GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Table 3) (Amounts expressed in thousands)

Fiscal Year	Ad Valorem Tax	Franchise Fees on Services	Utility Tax	Communications Services Tax	Transportation Tax	Business Tax	Total
2009	$ 7,483	$ 1,407	$ 1,802	$ 1,331	$ 932	$ 155	$ 13,110
2010	7,441	1,432	1,933	1,197	907	98	13,008
2011	6,992	1,074	1,937	1,147	983	122	12,255
2012	7,410	1,217	1,982	1,108	956	127	12,800
2013	7,441	1,166	2,067	1,084	1,063	114	12,935
2014	7,818	894	2,227	1,019	471	116	12,545
2015	8,598	914	2,193	977	481	114	13,277
2016	9,037	945	2,227	885	481	123	13,698
2017	9,629	772	2,342	776	494	131	14,144
2018	10,231	978	2,351	869	484	126	15,039

VILLAGE OF PINECREST, FLORIDA

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Table 4) (Amounts expressed in thousands)

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Nonspendable	$ -	$ 2	$ 1	$ 147	$ 160	$ 182	$ 107	$ 108	$ 145	$ 55
Committed	30	-	-	-	-	-	-	-	378	453
Assigned	1,048	1,540	80	198	141	556	1,358	1,131	473	-
Unassigned	6,862	6,050	6,875	7,851	7,791	7,420	6,404	6,222	3,968	3,248
Total general fund	$ 7,940	$ 7,592	$ 6,956	$ 8,196	$ 8,092	$ 8,158	$ 7,869	$ 7,461	$ 4,964	$ 3,756
All Other Governmental Funds										
Restricted, reported in:										
Special Revenue Funds	$ 4,167	$ 4,098	$ 4,668	$ 5,365	$ 6,505	$ 6,739	$ 5,597	$ 4,771	$ 4,892	$ 3,767
Capital Project Funds	-	-	-	-	-	-	5,803	4,928	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned, reported in:										
Capital Projects Funds	608	540	1,758	1,078	634	502	807	1,016	2,687	368
Total all other governmental funds	$ 4,775	$ 4,638	$ 6,426	$ 6,443	$ 7,139	$ 7,241	$ 12,207	$ 10,715	$ 7,579	$ 4,135
Fund balances all governmental funds	$ 12,715	$ 12,230	$ 13,382	$ 14,639	$ 15,231	$ 15,399	$ 20,076	$ 18,176	$ 12,543	$ 7,891

Note: GASB 54 was implemented during fiscal year 2011.

VILLAGE OF PINECREST, FLORIDA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Table 5) (Amounts expressed in thousands)

	FISCAL YEAR									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Revenues										
Taxes	$ 13,111	$ 13,008	$ 12,255	$ 12,800	$ 12,389	$ 12,545	$ 13,277	$ 13,698	$ 14,144	$ 15,039
Licenses and permits	1,128	1,443	1,779	1,751	2,143	2,415	2,767	2,816	2,644	2,561
Intergovernmental revenues	8,736	3,426	2,890	1,893	3,108	2,646	2,845	2,962	3,535	2,982
Charges for services	1,227	1,139	1,555	1,671	1,868	2,020	2,065	2,267	1,981	2,252
Fines and forfeitures	218	376	199	575	384	576	555	853	1,168	1,146
Investment earnings	44	124	61	79	49	12	57	96	154	143
Miscellaneous revenues	447	363	460	353	398	443	149	218	160	779
Total revenues	24,911	19,879	19,199	19,122	20,339	20,657	21,715	22,910	23,786	24,902
Expenditures										
Current										
General government	5,908	4,829	3,277	2,709	3,440	4,003	3,560	3,510	3,572	3,549
Public safety	6,910	7,281	7,280	6,994	7,287	7,384	7,994	8,792	9,287	8,901
Emergency and disaster relief	-	-	-	-	-	-	-	-	425	2,856
Building, planning & zoning	1,476	1,434	1,501	1,573	1,656	1,695	1,905	1,987	2,030	2,044
Public works	4,085	3,270	4,308	3,895	4,615	4,352	4,523	5,769	1,916	3,153
Parks and recreation	1,596	2,048	1,559	1,085	1,230	1,560	3,039	2,787	4,543	4,703
Capital outlay	-	-	-	-	-	-	-	-	4,497	2,973
Debt service										
Principal	815	845	1,030	1,020	1,125	1,164	1,545	1,580	2,758	1,107
Interest	691	657	531	590	394	331	371	387	389	269
Issuance costs	-	-	113	32	-	48	39	-	-	-
Total expenditures	21,481	20,364	19,599	17,898	19,747	20,537	22,976	24,812	29,417	29,555
Excess (deficiency) of revenues over (under) expenditures	3,430	(485)	(400)	1,224	592	120	(1,261)	(1,902)	(5,631)	(4,653)

VILLAGE OF PINECREST, FLORIDA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Table 5) (Amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Other Financing Sources (uses)										
Bond proceeds	-	-	5,825	4,860	-	2,085	5,939	-	-	-
Bond discount	-	-	(52)	-	-	-	-	-	-	-
Payment to escrow agent	-	-	(4,220)	(4,828)	-	(2,037)	-	-	-	-
Transfers in	5,508	1,528	1,528	2,069	1,790	1,719	3,434	2,883	3,844	2,026
Transfers out	(5,508)	(1,528)	(1,528)	(2,069)	(1,790)	(1,719)	(3,434)	(2,883)	(3,844)	(2,026)
Capital lease	-	-	-	-	-	-	-	-	-	-
Total other financing sources	-	-	1,553	32	-	48	5,939	-	-	-
Net change in fund balances	$ 3,430	$ (485)	$ 1,153	$ 1,256	$ 592	$ 168	$ 4,678	$ (1,902)	$ (5,631)	$ (4,653)
Debt service as a percentage of noncapital expenditures	7.75%	7.99%	8.68%	9.31%	8.19%	7.53%	9.45%	9.19%	13.19%	5.64%

VILLAGE OF PINECREST, FLORIDA

GENERAL GOVERNMENTAL REVENUES BY FUNCTION
LAST TEN FISCAL YEARS

(Table 6)

Fiscal Year	Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fines and Forfeitures	Interest	Miscellaneous	Total
2009	$ 13,111,455	$ 1,128,216	$ 8,735,594	$ 1,226,808	$ 217,676	$ 43,780	$ 447,201	$ 24,910,730
2010	13,008,451	1,442,526	3,426,265	1,139,215	376,128	124,343	362,894	19,879,822
2011	12,255,238	1,779,187	2,889,701	1,554,990	199,242	61,048	459,550	19,198,956
2012	12,800,336	1,750,720	1,893,397	1,670,789	574,774	79,518	352,699	19,122,233
2013	12,389,593	2,143,544	3,107,725	1,868,168	383,799	48,762	397,874	20,339,465
2014	12,544,802	2,414,989	2,645,832	2,020,361	576,038	11,831	442,429	20,656,282
2015	13,276,963	2,766,534	2,845,419	2,065,121	555,660	56,558	149,229	21,715,484
2016	13,698,351	2,815,703	2,962,397	2,267,048	853,098	95,591	218,171	22,910,359
2017	14,143,886	2,644,085	3,534,882	1,980,518	1,168,025	154,293	159,330	23,785,019
2018	15,038,525	2,560,558	2,981,998	2,251,685	1,146,496	143,464	778,692	24,901,418

Source: All governmental funds for fiscal years.

Note: This schedule is prepared on a GAAP basis.
The information reported is from the Comprehensive Annual Financial Reports.

VILLAGE OF PINECREST, FLORIDA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)
(Table 7)

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Total Taxable Assessed Property Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2009	$ 3,895,944,419	$ 46,427,219	$ 3,942,371,638	1.950	$ 4,149,864,882	95.00%
2010	3,901,885,281	36,488,013	3,938,373,294	1.980	4,145,656,099	95.00%
2011	3,682,575,484	39,424,119	3,721,999,603	2.100	3,917,894,319	95.00%
2012	3,510,207,226	41,237,888	3,551,445,114	2.104	3,738,363,278	95.00%
2013	3,601,059,193	38,903,907	3,639,963,100	2.200	3,831,540,105	95.00%
2014	3,692,062,025	45,043,568	3,737,105,593	2.200	3,933,795,361	95.00%
2015	3,867,702,788	45,842,524	3,913,545,312	2.300	4,119,521,381	95.00%
2016	4,336,413,371	44,457,478	4,380,870,849	2.300	4,611,442,999	95.00%
2017	4,550,031,863	45,295,995	4,595,327,858	2.300	4,837,187,219	95.00%
2018	4,760,533,992	49,951,503	4,810,485,495	2.399	5,063,668,942	95.00%

Source: Data is provided by the Miami-Dade County Appraiser's Office.

VILLAGE OF PINECREST, FLORIDA

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(rate per $1,000 of assessed value)
(Table 8)

	Village	School		State				County			Special Districts			
Fiscal Year	Direct Operating Millage	Operating Millage	Debt Service	Everglades Project	South Florida Water Management District	Okeechobee Basin	Florida Inland Navigation District	Operating Millage	Debt Service	Children's Trust	Fire Rescue	Fire Debt	Library	Total Direct & Overlapping Rates
2009	1.9500	7.5700	0.3780	0.0894	0.5346		0.0345	4.5796	0.2850	0.4223	2.2067	0.0420	0.3842	18.4763
2010	1.9809	7.5330	0.2640	0.0894	0.5346		0.0345	4.8379	0.2850	0.4212	2.1851	0.0420	0.3822	18.5898
2011	2.1040	7.6980	0.2970	0.0890	0.5350		0.0345	4.8379	1.2850	0.5000	2.1850	0.0420	0.3820	19.9894
2012	2.1040	7.8640	0.3850	0.0894	0.5346		0.0345	5.4275	0.4450	0.5000	2.5750	0.0200	0.2840	20.2630
2013	2.2000	7.7650	0.2400	0.0624	0.3739		0.0345	4.8055	0.2850	0.5000	2.4496	0.0130	0.1795	18.9084
2014	2.2000	7.7650	0.2330	0.0613	0.3676		0.0345	4.7035	0.2850	0.5000	2.4496	0.0130	0.1725	18.7850
2015	2.3000	7.7750	0.1990	0.0548	0.1577	0.1717	0.0345	4.6669	0.4500	0.5000	2.4207	0.0114	0.2840	19.0257
2016	2.3000	7.1380	0.1840	0.0471	0.1359	0.1477	0.0320	4.6669	0.4000	0.5000	2.4207	0.0075	0.2840	18.2638
2017	2.3000	6.7740	0.2200	0.0441	0.1275	0.1384	0.0320	4.6669	0.4000	0.4670	2.4207	0.0075	0.2840	17.8821
2018	2.3990	6.5040	0.2290	0.0417	0.1209	0.1310	0.0320	4.6669	0.4640	0.4420	2.4207	-	0.2840	17.7352

Source: Data is provided by the Miami-Dade County Appraiser's Office.

VILLAGE OF PINECREST, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
(Table 9)

Fiscal Year	Taxes Levied[1]	Year of the Levy		Collection in Subsequent Years [3]	Total Collections to Date	
		Amount Collected [2]	Percentage of Levy		Collected [2]	Percentage of Levy
2009	$ 7,801,524	$ 7,483,478	95.9%	$ -	$ 7,483,478	95.9%
2010	7,831,087	7,441,336	95.0%	-	7,441,336	95.0%
2011	7,702,974	6,909,711	89.7%	-	6,909,711	89.7%
2012	7,813,179	7,410,475	94.8%	-	7,410,475	94.8%
2013	8,007,919	7,440,742	92.9%	-	7,440,742	92.9%
2014	8,017,274	7,817,494	97.5%	-	7,817,494	97.5%
2015	9,001,154	8,597,762	95.5%	-	8,597,762	95.5%
2016	9,468,937	9,036,615	95.4%	-	9,036,615	95.4%
2017	10,076,003	9,628,691	95.6%	-	9,628,691	95.6%
2018	10,569,254	10,230,554	96.8%	-	10,230,554	96.8%

Notes:

(1) Data is taken from Form DR 420 or DR 420MM submitted to the Miami-Dade County Appraiser's Office and the State of Florida.

(2) Information provided by the Village of Pinecrest.

(3) Information is not available.

VILLAGE OF PINECREST, FLORIDA

PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
(Table 10)

		2018			2009		
Taxpayer	**Type of Use**	**Taxable Assessed Valuation**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Valuation**	**Rank**	**Percentage of Total Taxable Assessed Value**
Spector & Sons	Shopping Center	$ 38,121,752	1	0.68%	32,678,357	1	0.78%
DPF Suniland LLC	Shopping Center	34,301,454	2	0.61%	14,895,000	6	0.35%
Gator Dadeland Partners, LTD	Shopping Center	23,270,032	3	0.42%	18,200,000	5	0.43%
Florida Power & Light	Utility	22,096,701	4	0.40%	12,031,759	9	0.29%
Cofe Shopping Center	Shopping Center	20,761,330	5	0.37%			
Kendall Plaza, LTD	Shopping Center	20,500,000	6	0.37%	20,529,442	2	0.49%
Baptist	Professional Office	19,330,497	7	0.35%			
Pinecrest Plaza	Shopping Center	18,930,412	8	0.34%			
Kendall Imports, LLC	Shopping Center	17,876,278	9	0.32%	20,400,000	3	0.49%
G F B Enterprises	Automotive	17,559,958	10	0.31%	13,159,023	7	0.31%
Pinecrest Realty	Shopping Center				19,700,000	4	0.47%
Suniland Associates	Shopping Center				12,459,690	8	0.30%
Burdines	Automotive				11,902,930	10	0.28%
Total		$ 232,748,414		4.16%	$ 175,956,201		4.19%

Source: Miami-Dade County Tax Assessor's Office 2018 Tax Roll (Real/Personal Property taxable value - $5,589,819,641).
Miami-Dade County Tax Assessor's Office 2009 Tax Roll (Real/Personal Property taxable value - $4,199,640,131).

All data is provided by the Miami-Dade County Appraisor's Office.

VILLAGE OF PINECREST, FLORIDA

RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Table 11)

Fiscal Year	Governmental Activities: General Obligation Bonds[1][3]	Business-Type Activities: Outstanding Bonds	Total Primary Government	Population[2]	Percentage of Personal Income[4]	Debt Per Capita
2009	$ 13,245	$ -	$ 13,245	19,491	1.18%	680
2010	12,400	-	12,400	18,223	1.20%	680
2011	13,075	-	13,075	18,255	1.25%	716
2012	12,140	-	12,140	18,477	1.14%	657
2013	11,015	-	11,015	18,496	1.04%	596
2014	9,947	-	9,947	18,403	0.86%	541
2015	14,341	-	14,341	18,408	1.20%	779
2016	12,761	-	12,761	18,382	0.99%	694
2017	10,003	-	10,003	18,467	0.75%	542
2018	8,897	-	8,897	18,490	0.67%	481

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

(1) Amount is in thousands.

(2) Fiscal year 2010 US Census and other years for the population as estimated by the Bureau of Economic and Business Research, University of Florida as of April 1 each year.

(3) The Village of Pinecrest Finance Department is the source for this data.

(4) American Community Survey using a rolling average.

VILLAGE OF PINECREST, FLORIDA

RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Table 12)

Fiscal Year	General Obligation Bonds[1][3]	Assessed Value of Taxable Property[4]	Ratio of Bonded Debt to Assessed Value	Population[2]	Debt Per Capita
2009	$ 13,245	$ 3,942,372	0.34%	19,491	680
2010	12,400	3,938,373	0.31%	19,411	639
2011	13,075	3,722,000	0.35%	18,255	716
2012	12,140	3,551,445	0.34%	18,447	658
2013	11,015	3,639,963	0.30%	18,496	596
2014	9,947	3,737,106	0.27%	18,403	541
2015	14,341	3,913,545	0.37%	18,408	779
2016	12,761	4,380,871	0.29%	18,382	694
2017	10,003	4,595,328	0.22%	18,467	542
2018	8,897	4,810,485	0.18%	18,490	481

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

(1) Amount is in thousands.

(2) Fiscal year 2010 US Census and other years for the population as estimated by the Bureau of Economic and Business Research, University of Florida as of April 1 each year.

(3) The Village of Pinecrest Finance Department is the source for this data.

(4) Data is provided by the Miami-Dade County's Property Appraiser.

VILLAGE OF PINECREST, FLORIDA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2018
(Table 13)

Governmental Unit	Bonded Debt Outstanding	Percentage Applicable to Pinecrest[1]	Amount Applicable to Pinecrest	Amount Per Capita Pinecrest
Direct				
Village of Pinecrest	$ 8,896,500	100.00%	$ 8,896,500	$ 541
Overlapping				
School Board[2]	969,024,000	0.67%	6,523,641	$ 350
County[3]	1,837,515,000	0.67%	12,370,476	664
	$ 2,806,539,000		$ 18,894,117	$ 1,014
Total direct and overlapping debt			$ 27,790,617	

Notes:

[1] Based upon population; Village of Pinecrest and Miami-Dade County.

[2] Amounts provided by School Board are as of June 30th.

[3] Amounts provided by the Miami-Dade County Finance Department.

VILLAGE OF PINECREST, FLORIDA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Table 14)

Year	Population[1]	Median Houshold Income[1]	Household Units[1]	School Enrollment[2]	Unemployment Rate[3]
2009	19,491	$ 110,530	6,261	5,904	10.9%
2010	18,223	105,557	6,454	5,821	12.1%
2011	18,255	108,403	6,572	5,843	10.3%
2012	18,447	110,530	6,610	5,591	8.5%
2013	18,496	112,659	6,468	5,473	8.5%
2014	18,403	122,235	6,614	5,388	6.1%
2015	18,408	128,966	6,574	5,300	5.6%
2016	18,382	130,900	6,575	5,221	5.1%
2017	18,467	152,643	6,492	5,274	2.4%
2018	18,490	152,643	6,492	5,396	3.2%

Sources:
(1) Fiscal year 2010 US Census.
Other years are estimated by the Bureau of Economic and Business Research, University of Florida as of April 1, each year.
(2) The Miami-Dade School System is the source of this data.
(3) The Department of Labor is the source of this data.

VILLAGE OF PINECREST, FLORIDA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Table 15)

	2018			2009		
Employer	**Employees**	**Rank**	**Percentage of Total Employment**	**Employees**	**Rank**	**Percentage of Total Employment**
Miami Dade School System	475	1	N/A	475	1	N/A
Kendall Imports, LLC365	365	2	N/A	365	2	N/A
Lexus- GB Enterprises	365	3	N/A			
Home Depot	245	4	N/A			
Village of Pinecrest	184	5	N/A	153	3	N/A
Publix Supermarket	162	6	N/A			
Best Buy	100	7	N/A			
Captains Tavern	65	8	N/A			
Dennys Liquors	65	9	N/A			
Stir Crazy Lounge	65	10	N/A			
First Bank				28	4	N/A
Prudential Florida WCI Realty				25	5	N/A
ProMD Practice Management				25	5	N/A
Esslinger Wooten Maxwell				25	5	N/A
JAGS Wattanty Group, Inc.				20	8	N/A
Young, Stoval & Company				19	9	N/A
Color World Beauty, Inc.				19	9	N/A
Total	2,091			1,154		

Source: Occupational License records of the Village of Pinecrest, except Miami Dade School Board and the Village of Pinecrest.
The Miami Dade School System provided data for the school system.
See Full time equivalent position table for the Village of Pinecrest data.

VILLAGE OF PINECREST, FLORIDA

FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Table 16)

	Full-time Equivalent Employees as of September 30,									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Function:										
General government	11	12	13	13	13	14	14	14	14	14
Public safety										
Sworn	50	50	50	50	51	51	51	56	51	51
Civilians	23	23	23	23	24	25	26	26	26	26
Building, planning and zoning	14	15	15	15	16	16	16	16	18	18
Public works	6	7	6	6	6	6	6	6	9	9
Parks and recreation	49	31	32	32	32	32	34	34	34	34
Pinecrest Gardens	-	21	24	24	29	32	32	32	32	32
Total	153	159	163	163	171	176	179	184	184	184
Population	19,491	19,411	18,255	18,447	18,496	18,403	18,408	18,382	18,467	18,490
Employees per capita (000)	7.85	8.19	8.93	8.84	9.25	9.56	9.72	10.01	9.96	9.95

Source: The Village of Pinecrest's various departments.

VILLAGE OF PINECREST, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 17)

Function:	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Population [1]	19,491	19,411	18,255	18,447	18,496	18,403	18,408	18,382	18,467	18,490
Consumer price index [2]	216.0	218.4	226.9	231.4	234.2	238.0	237.9	241.4	246.8	252.4
Plus/ Minus a year ago	-1.3%	1.1%	3.9%	2.0%	1.2%	1.6%	0.0%	1.5%	3.7%	2.3%
Police [3]										
Part 1 crimes*	723	584	702	670	684	562	558	583	537	430
Traffic citations and warnings	18,168	17,089	15,801	14,483	12,211	8,347	6,618	6,297	7,453	10,025
False alarms	2,118	2,177	1,961	2,091	2,092	2,113	2,205	2,066	2,259	2,013
Crashes	787	793	800	842	893	956	1,017	1,553	1,206	1,093
Other**	642	635	577	552	497	424	420	414	357	400
Total	22,438	21,278	19,841	18,638	16,377	12,402	10,818	10,913	11,812	13,961

* Part 1 crimes include homicide, sex offenses, robbery, aggravated assault, burglary, larceny, arson and auto theft.

** Other, animal at large, barking dog, noise violation, trespassing, child exploitation, fire calls, recovered stolen vehicle, serving court orders, harrassing or obscene phone calls, injured person, non-emergency medical, verbal threats, towing disabled vehicles and towing.

Police [4]										
Expenditures (thousands)	6,909	7,123	7,107	7,201	7,259	7,289	7,878	8,419	9,146	8,794
Revenue (thousands)	423	584	396	528	475	332	524	623	597	927
Net expenses	6,486	6,539	6,711	6,673	6,784	6,957	7,354	7,796	8,549	7,867
Net cost per resident	332.77	336.87	367.63	361.74	366.78	378.04	399.50	424.11	462.93	425.47
911 calls	8,811	7,975	8,100	7,930	7,650	7,595	6,857	6,414	6,151	6,444
Service calls (911 and nonemergency dispatch calls)	19,528	19,074	19,100	19,865	20,011	18,620	17,550	16,937	13,971	13,291
Percentage of 911 calls to total calls	45.1%	41.8%	42.4%	39.9%	38.2%	40.8%	39.1%	37.9%	44.0%	48.5%
Building, planning and zoning [5]										
Building permits:										
Building	1,421	1,363	1,582	1,770	2,036	1,902	1,938	2,001	1,798	1,853
Electrical	448	466	619	525	644	464	534	615	508	565
Mechanical	245	339	319	307	285	335	314	328	307	323
Plumbing and gas	439	556	581	497	488	583	658	610	549	518
Total	2,553	2,724	3,101	3,099	3,453	3,284	3,444	3,554	3,162	3,259
Parks [4]										
Pinecrest Gardens										
Expenditures (thousands)	1,193	1,357	1,513	1,614	1,734	1,739	1,925	1,933	2,095	2,271
Revenue (thousands)	126	125	312	404	468	509	598	596	590	642
Net expenses	1,067	1,232	1,201	1,210	1,266	1,230	1,327	1,337	1,505	1,629
Net cost per resident	54.74	63.47	65.79	65.59	68.45	66.84	72.09	72.73	81.50	88.10

VILLAGE OF PINECREST, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 17)

Function:	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Community Center:										
Expenditures (thousands)	367	738	792	834	1,005	1,048	1,027	1,044	1,004	1,036
Revenue (thousands)	204	504	612	652	693	808	804	994	884	927
Net expenses	163	234	180	182	312	240	223	50	120	109
Net cost per resident	8.36	12.06	9.86	9.87	16.87	13.04	12.11	2.72	6.50	5.90
All other parks:										
Expenditures (thousands)	1,346	1,076	1,177	1,108	1,191	1,208	1,214	1,289	1,389	1,352
Revenue (thousands)	429	201	201	278	309	256	287	284	232	1,461
Net expenses	917	875	976	830	882	952	927	1,005	1,157	(109)
Net cost per resident	47.05	45.08	53.46	44.99	47.69	51.73	50.36	54.67	62.65	(5.90)
General Fund [4]										
General Fund (GF) revenues	20,365	16,781	16,893	18,230	18,445	19,378	20,342	21,430	21,702	23,452
Per capita GF revenues	1,044.84	864.51	925.39	988.24	997.24	1,052.98	1,105.06	1,165.81	1,175.18	1,268.36
GF expenditures	16,538	17,129	17,529	16,991	18,549	19,311	20,631	21,848	24,198	24,660
Per capita GF expenditures	848.49	882.44	960.23	921.07	1,002.87	1,049.34	1,120.76	1,188.55	1,310.34	1,333.69
GF revenue as a percentage of GF expenditures	123.14%	97.97%	96.37%	107.29%	99.44%	100.35%	98.60%	98.09%	89.69%	95.10%
GF revenue as a percentage of amended budget	-	-	-	-	-	-	98.20%	98.30%	106.40%	104.30%
GF expenditures as a percentage of amended budget	-	-	-	-	-	-	96.47%	93.56%	96.53%	94.60%
Interest rates, maximum	2.01%	0.40%	0.32%	0.35%	0.30%	0.16%	0.23%	0.84%	1.38%	2.84%
Interest rates, minimum	0.20%	0.10%	0.15%	0.02%	0.01%	0.01%	0.01%	0.01%	0.01%	0.10%
Stormwater Fund [4]										
Operating revenue	375	449	474	444	466	490	637	969	1,257	1,477
Operating revenue per capita	19	23	26	24	25	27	35	53	68	80
Accounts receivable	120	151	172	135	132	107	135	202	261	220
Unrestricted net position	1,963	2,231	2,422	2,058	1,317	410	543	356	603	159
Percentage of accounts receivable to unrestricted net position	6.11%	6.77%	7.10%	6.56%	10.02%	26.10%	24.86%	56.74%	43.28%	138.36%
Delinquent properties as of 7/1								1,261	1,574	689

VILLAGE OF PINECREST, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 17)

Function:	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government [4] [6]										
Lien searches	393	420	459	522	616	587	548	563	499	555
Credit card transactions	-	-	-	11,048	14,217	15,999	19,250	20,274	16,131	15,246
Homestead properties	-	4,807	4,733	4,682	4,656	4,582	4,519	4,525	4,503	4,503
Total properties	-	6,512	6,466	6,443	6,444	6,454	6,481	6,426	6,488	6,489
Homestead as a percentage of total properties	-	73.8%	73.2%	72.7%	72.3%	71.0%	69.7%	70.4%	69.4%	69.4%
Transportation [7]										
Circulator bus ridership	-	-	-	9,485	23,629	20,117	23,639	28,845	29,875	28,205
Circulator bus expenses	-	-	-	177	173	175	138	181	158	169
Cost per rider	-	-	-	18.66	7.32	8.70	5.84	6.27	5.29	5.99
* Amount in thousands										
Percentage of accounts payable [4]										
Payments made by:										
ACH	-	-	-	-	-	-	36.0%	75.0%	46.0%	76.1%
Dollar amount	-	-	-	-	-	-	76.5%	76.1%	76.0%	23.9%
Number of payroll checks issued by direct deposit	-	-	-	-	-	-	100.0%	100.0%	100.0%	100.0%
Miami unemployment rate [2]	11.2%	10.8%	9.6%	8.2%	7.2%	6.4%	5.6%	5.1%	2.4%	3.2%

Source of non accounting data:

(1) Provided by the University of Florida, Bureau of Economic & Business Research

(2) Bureau of Labor Statistics

(3) Village of Pinecrest Police Department

(4) Village of Pinecrest Finance Department

(5) Village of Pinecrest Building, Zoning and Planning Department

(6) Village of Pinecrest Village Clerk Department

(7) Village of Pinecrest Office of the Village Manager

(8) Miami-Dade Tax Rolls

VILLAGE OF PINECREST, FLORIDA

CAPITAL ASSETS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Table 18)

Function	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Police:										
Number of stations	1	1	1	1	1	1	1	1	1	1
Number of police vehicles	31	33	30	29	30	28	32	32	32	32
Number of motorcycles	-	-	-	-	2	2	2	2	2	2
Parks										
Parks	7	7	6	7	7	7	7	7	7	7
Park acreage	62	62	62	62	60	60	60	60	60	60
Tennis courts	6	6	6	6	6	6	6	6	6	6
Public works										
Miles of roads	108	108	108	108	108	108	108	108	108	108
Cable television systems	1	1	1	1	2	2	3	3	3	3
Public schools										
High schools	1	1	1	1	1	1	1	1	1	1
Middle schools	1	1	1	1	1	1	1	1	1	1
Elementary schools	3	3	3	3	3	3	3	3	3	3

Sources: The Village of Pinecrest's various departments.

OTHER REPORTS

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INDEPENDENT AUDITORS' 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*

Honorable Mayor and Members of
the Village Council,
Village of Pinecrest, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Pinecrest, Florida (the "Village"), as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated February 25, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village'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 Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters
As part of obtaining reasonable assurance about whether the Village'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 disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Mauldin & Jenkins, LLC

Bradenton, Florida
February 25, 2019

VILLAGE OF PINECREST, FLORIDA

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2018

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	____yes	__X__ no
Significant deficiencies identified not considered to be material weaknesses?	____yes	__X__ no
Noncompliance material to financial statements noted?	____yes	__X__ no

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs or state award programs as of September 30, 2018, due to the total amount expended being less than $750,000.

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None noted.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Not applicable.

SECTION IV
STATE PROJECTS FINDINGS AND QUESTIONED COSTS

Not applicable.

VILLAGE OF PINECREST, FLORIDA

SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

STATUS OF PRIOR YEAR FINDINGS

None noted.

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor, Members of the Village
Council and Village Manager,
Village of Pinecrest, Florida

Report on the Financial Statements
We have audited the financial statements of the Village of Pinecrest, Florida (the "Village"), as of and for the fiscal year ended September 30, 2018, and have issued our report thereon dated February 25, 2019.

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 Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated February 25, 2019, should be considered in conjunction with this management letter.

Prior Audit Findings
Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations 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 Village of Pinecrest, Florida was established by the Board of Miami-Dade County Commissioners with the adoption of Ordinance 97-7. The Village has no component units.

Financial Condition and Management
Section 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 Village has met one or more of the conditions described in Section 218.503(1), *Florida Statutes*, and identification of the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), *Florida Statutes*.

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

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 did not have any such 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 which warrants the attention of those charged with governance. In connection with our audit, we did not note 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 Mayor and Members of the Village Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 25, 2019

MAULDIN & JENKINS

INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor, Members of the Village
Council and Village Manager,
Village of Pinecrest, Florida

We have examined the Village of Pinecrest, Florida's (the "Village") compliance with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the year ended September 30, 2018. Management is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on the Village'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 Village'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 Village's compliance with specified requirements.

In our opinion, the Village complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2018.

This report is intended solely for the information and use of the Village 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.

Mauldin & Jenkins, LLC

Bradenton, Florida
February 25, 2019

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Village Council

Joseph M. Corradino, Mayor
Cheri Ball, Vice Mayor
Anna Hochkammer
Doug Kraft
James E. McDonald

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#Pinecrest*ing*