ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2023



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ANNUAL COMPREHENSIVE FINANCIAL REPORT

CITY OF NORTH MIAMI, FLORIDA

FISCAL YEAR ENDED SEPTEMBER 30, 2023

PREPARED BY THE FINANCE DEPARTMENT

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SPECIAL ACKNOWLEDGEMENT

Katherine Parrish – Assistant to Finance Director
Chrislene Perceval– Graphic Designer

Our Mission
STATEMENT

The mission of the City of North Miami is to enhance the quality of life, environment, and safety for residents, businesses, customers, visitors and employees in an atmosphere of courtesy, integrity and quality, while providing fiscally and environmentally responsible service.

NORTH MIAMI
FLORIDA

NORTH MIAMI INCORPORATED 1926 SEAL MIAMI-DADE COUNTY, FLORIDA

North Miami
All-America City
2010

green
NORTH MIAMI

CITY OF NORTH MIAMI, FLORIDA

Fiscal Year Ended September 30, 2023

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I. Introductory Section

- Letter of Transmittal
- Listing of City Officials
- Organizational Structure
- Certificate of Achievement for Excellence in Financial Reporting



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NORTH MIAMI
FLORIDA
Finance Administration

May 24, 2024

To the Honorable Mayor,
Members of the City Council
and the Citizens of the City of North Miami:

We are pleased to submit the Annual Comprehensive Financial Report for the City of North Miami, Florida, (the "City") for the fiscal year ended September 30, 2023. The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). This report is published to fulfill the requirements of Chapter 11.45 of the Florida Statutes, and Section 16 of the City Charter which require that City accounts be audited annually by independent auditors.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. The City operates under a comprehensive internal control framework designed to prevent and protect the City's assets from loss, theft, or misuse, and ensures the reliability of financial records. Considering the cost of internal controls should not exceed the benefits. The objective of this report is to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement.

The City's accounts and financial statements have been audited by Anthony Brunson, P.A. The firm has issued an unmodified opinion on the City's financial statements for the year ended September 30, 2023. The independent auditor's report is located at the beginning of the financial report section on page 1.

As a recipient of federal, state, and local grants, the City is also subject to an annual Single Audit in conformity with the provisions of the Federal Single Audit Act and Chapter 10.550 of the Rules of the Auditor General of the State of Florida. The standards governing Single Audit engagements require the independent auditor to report, not only on the fair presentation of the financial statements, but also on the City's internal controls and compliance with legal requirements, with special emphasis on the administration of federal and state awards. Information related to the Single Audit, including the Schedule of Expenditures of Federal Awards and Schedule of Expenditures of State Financial Assistance and Local Awards, findings and recommendations, and auditor's reports on the internal controls and compliance with applicable laws and regulations, are included in the compliance section.

The management's discussion and analysis ("MD&A") immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter and should be read in conjunction. The City of North Miami's MD&A can be found in the section immediately following the report of the independent Certified Public Accountants.

PROFILE OF THE CITY OF NORTH MIAMI GOVERNMENT

The City is located in the Northeastern region of Miami-Dade County, Florida. The City of North Miami is the seventh largest city in Miami-Dade County, and the fiftieth largest in the State. It encompasses 10 square miles in area and has a population of more than 60,000 residents.

The City was incorporated on February 5, 1926, and has been governed by a Council-Manager form of government. All powers of the City are vested by an elected Council. The Council consists of four Council members, a Mayor, and City Clerk. City elections are held on the first Tuesday after the first Monday in the month of November on a non-partisan basis. At each election, each member of the Council is elected for four-year terms and limited to serving no more than two consecutive terms. Thus, the terms are alternated so that there are always at least two experienced members on the Council. The Mayor is elected at-large for a two-year term and limited to serving no more than two consecutive terms. Furthermore, on the first Tuesday after the first Monday in the month of November on a non-partisan basis, the City Clerk is elected to hold office for a term of four years and is limited to serving no more than two consecutive terms.

The Council is responsible for enacting ordinances, resolutions, and regulations governing the City, as well as appointing members of the various advisory boards, the City Manager, and the City Attorney. The City Manager is the City's Chief Executive Officer, and as such, is responsible for the daily operations of the City, implementing policies adopted by the City Council and oversight of the employment function. The City Manager is also charged with preparing and submitting the annual budget and capital improvement plan for the City Council.

The City provides a full range of municipal services: general government, public safety, streets and public works, housing, economic and community development, education through its library, recreation, and cultural services. In addition, the City also operates water and sewer, and storm water utilities as enterprise activities.

The financial reporting entity covered in this report includes all the funds of the City and its component units. Component units are legally separate entities for which the City is financially accountable, or the nature and significance of the relationship between the City and the entity is such that exclusion would cause the City's financial statements to be misleading or incomplete. The North Miami Community Redevelopment Agency ("CRA") which was created in June 2004, in accordance with Chapter 163.356, Florida Statutes, is a blended component unit. The Museum of Contemporary Art ("MOCA") is a not-for-profit organization established by City Ordinance in 1980 to fundraise on behalf of the museum. This entity met the criteria to be classified as a blended component unit of the City for the current fiscal year. Additional information on component units and related entities can be found in Note 1 of the notes to the Basic Financial Statements section.

The annual budget serves as the foundation for the City's financial planning and control systems. Management's budget request is presented to the City Council by the City Manager. The Council holds public hearings on the proposed budget prior to adopting the final budget and setting the tax rates for the budget year. The City Council is required to hold public hearings on the proposed budget and to adopt the final budget no later than September 30th preceding the beginning of the fiscal year on October 1st.

Budgetary control over expenditure is legally maintained at the fund level except for the General Fund, which is at the departmental level. The budget-to-actual comparisons for the General Fund, the CRA, C.D.B.G. Entitlement and the Landfill Closure Funds, (which are major special revenue funds), are included as Required Supplementary Information ("RSI") following the Notes to the Basic Financial Statements.

Budget-to-actual comparisons are provided in this report for each major individual governmental fund for which an appropriated annual budget has been adopted and all non-major governmental funds with appropriated annual budgets.

The major phases of the budget process are detailed in the notes to the RSI of this report.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates. The City is strategically located between Fort Lauderdale and Miami. It is served by an excellent transportation system making it less than a 30-minute drive from two of Florida's major international airports. It is also near the Port of Miami and Port Everglades, both important gateways to major national and international markets. North Miami's major communities like Sunkist Grove, Central North Miami, Keystone Point and San Souci are primarily comprised of younger families of multi-ethnic backgrounds, making the City one of the youngest, most culturally diverse cities in South Florida.

The City is home to an increasingly active, growing, and prosperous business community. It boasts a variety of shopping centers and specialty retail stores including gourmet and award-winning restaurants. The City is a hub of health care, education, and retail, and with a thriving music industry that includes the full creative supply chain, anchored by award winning recording studios. North Miami features a strong industrial market, and its 1 million square foot office market continues to prosper, bucking national trends.

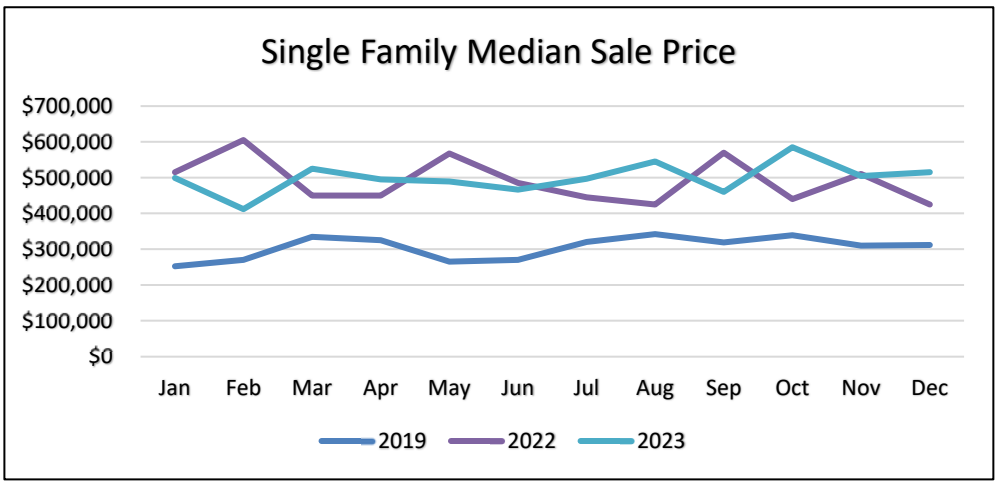
The City's housing stock includes a mix of single-family homes, apartment buildings and condominiums, and a healthy mix of housing that also includes multi-million-dollar estates overlooking beautiful Biscayne Bay. Single family home prices in North Miami have doubled over the last five years, from a median price of $252,000 in 2019 to $515,000 in 2023. During that period the inventory of apartments has increased by 10%.

Florida International University's Biscayne Bay Campus is located in North Miami, and the school is designated as top-tier and world-class research institution and has positioned itself as one of South Florida's anchor institutions. The City is served by seven elementary schools, two K-8 educational centers, three middle schools and three senior high schools which are all part of the public school system administered by the Miami-Dade County School Board.

North Miami's economy continues to prosper. Property values continue to increase as new investments continue to take place in the form of a diverse portfolio of new developments and new businesses. Employment is growing, and unemployment continues to decline, to a level of 1.5% in early 2024. The real estate fundamentals are strong for all sectors, and retail and restaurant customer visits are at their strongest level since 2019.

North Miami has experienced a period of revitalization and investment in recent years, which has been in part due to the redevelopment initiatives which have helped improve market conditions for new business investment and development. The City's leaders followed through with their commitment to support North Miami's local businesses by developing business assistance programs and workforce training, and development incentives that addressed financial feasibility gaps for projects that are providing new residential and commercial space that will help keep the City's economy and business community moving forward.

The single-family residential properties group accounts for about 55% of the City's housing stock, while condominium units represent about 41%. The net assessed value of personal and real property has increased slightly compared to previous years. These economic factors continue to influence discretionary spending which in turn impacts other revenue sources as well. The values have increased by 50% since 2014.



Source: Beaches Multiple Listing Service; Business Flare LLC.s

Under Florida State law, Ch. 200.065 (5), F.S., the maximum millage rate that the City can levy is a rolled-back rate based on the amount of taxes which would have been levied in the prior year if the maximum millage rate had been applied and adjusted for the change in per capita income, unless a higher rate is adopted, in which case the maximum is the adopted rate. The City levy for the fiscal year ended September 30, 2023, was 7.4000 mills.

MAJOR REDEVELOPMENT INITIATIVES AND OUTLOOK

Public Private Partnerships

The City of North Miami is seeking to redevelop downtown North Miami and create an active, vibrant and walkable downtown area through a Public-Private Partnership. The redevelopment of the downtown includes the development of a new city hall and parking garage with over 400 parking spaces for both public and private use; an expansion to the Museum of Contemporary Art (MOCA) and to the Police Station with a parking garage for the exclusive use of the police department; and the development of mixed-use real estate that could include ground level retail, residential, office spaces and hospitality components.

This initiative will provide significant economic and fiscal benefits to the City of North Miami in jobs, economic output, earnings, and direct fiscal revenue to the City and the redevelopment agency.

Active Development in the Pipeline

Despite the threat of Covid-19, and the shift in consumer spending in certain service sectors, the City has witnessed a significant uptick in development applications in the last year. Experts attribute the increase in development demand to lower interest rates and the influx of new residents moving from more dense cities in areas like New York and California to more suburban areas like North Miami. This combination has fueled access to capital and provided more opportunities for new projects within the City that will activate once dormant sites and raise the City's tax base. In 2022, Community Planning and Development staff received applications, which cumulatively account for over: 2,465 residential units, 136,000 sq. ft. commercial space and the re-development and revitalization of the Cagni Park north site. A few noteworthy developments are listed below:

Porsche Dealership @ SoLe Mia



The project is a new Porsche automotive dealership that is located on the southeast corner of NE 151st Street and Biscayne Boulevard and is part of the Sole Mia development in the City of North Miami. The building will house a 2 story Showroom, with escalators; an enclosed Service Drive; a ground floor Service Garage including Parts Storage and 5 garage floors of Inventory Storage. In addition, there will be several Accessory Buildings which include a Battery Storage Structure and Car Wash / Detail Structure. The project will also include a generator and above ground fuel tank within a semi-enclosed structure.

Health & Fitness Ctr @ SoLe Mia by Padel Development Company, LLC

Approved project of approximately 15,800 square feet of indoor sports area (105-105d), approximately 3,500 square feet of restaurant space on the ground level (120-130), and approximately 8,300 square feet of indoor space to serve as a pro-shop, locker rooms and a lounge for customers on the ground and second level.

.



One Park Tower by Turnberry @ SoLe Mia

Proposed Highrise Condominiums One Park Tower, a phase of the Sole Mia development. Located on 1.9 acres at the southern portion of the lagoon, along Laguna Circle (under separate contract) is our proposed development of a 363 foot, 33 story tower, comprised of 299 condominium units.


Artist's Rendering


Artist's Rendering

1150 NoMi

Proposed mixed-use project at 1150 NE 125 St, containing 195 residential rental units, approximately 9,502 +/- square feet of ground floor commercial uses and 274 parking spaces located within the parking garage and ground floor parking area. The Project is designed with a mixture of studio, 1-bedroom and 2-bedroom floorplans and substantial indoor and outdoor amenity space including a gym, pool, game room, media room, and outdoor terraces located on the fourth floor of the building along with a business center and pet grooming area on the ground floor.



Delmas Homes

Proposed 2-story Townhome Development featuring 18 units on a 1.52-acre site approximately located West of NE 3 Avenue and South of NE 135 Street. The proposed units will be two-story, 3-bedrooms, and 2 baths.





Economic Development and Redevelopment Implementation

In 2023 the City and the CRA renegotiated the interlocal agreement for redevelopment with Miami-Dade County, resulting in a significant increase in the annual revenue available to the CRA for targeted initiatives, including the revitalization of NW 7th Avenue, as well as an increase in the amount of property taxes that the City retains for its general fund. This agreement will prove instrumental in enhancing the City's financial stability while ensuring that the redevelopment agency can continue its mission to attract investment that provides long-term tax base enhancement and local business growth.

AWARDS AND ACKNOWLEDGEMENTS

The successful preparation of this report would not have been possible without the tireless and dedicated efforts of the entire staff of the Finance Department and the valuable contributions of the Management and Budget Office, Housing and Social Services and the Community and Planning Department.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Miami for its annual comprehensive financial report for fiscal year ended September 30, 2022. This was the seventh consecutive year that the government has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The Government Finance Officers Association (GFOA) of the United States and Canada also presented a Distinguished Budget Presentation Award to the City for its annual budget for the fiscal year 2022.

Respectfully submitted,

Anna-Bo Emmanuel, Esq., FRA-RA
Interim City Manager

Anegla Reyes-Santana
Chief Financial Officer

Elected Officials



Mayor
Alix Desulme, Ed.D.



Councilman
Scott Galvin



Vicé Mayor
Mary Estimé-Irvin



Councilwoman
Kassandra Timothe, MPA



Councilman
Pierre Frantz Charles



City Clerk
Vanessa Joseph, Esq.

Executive Staff

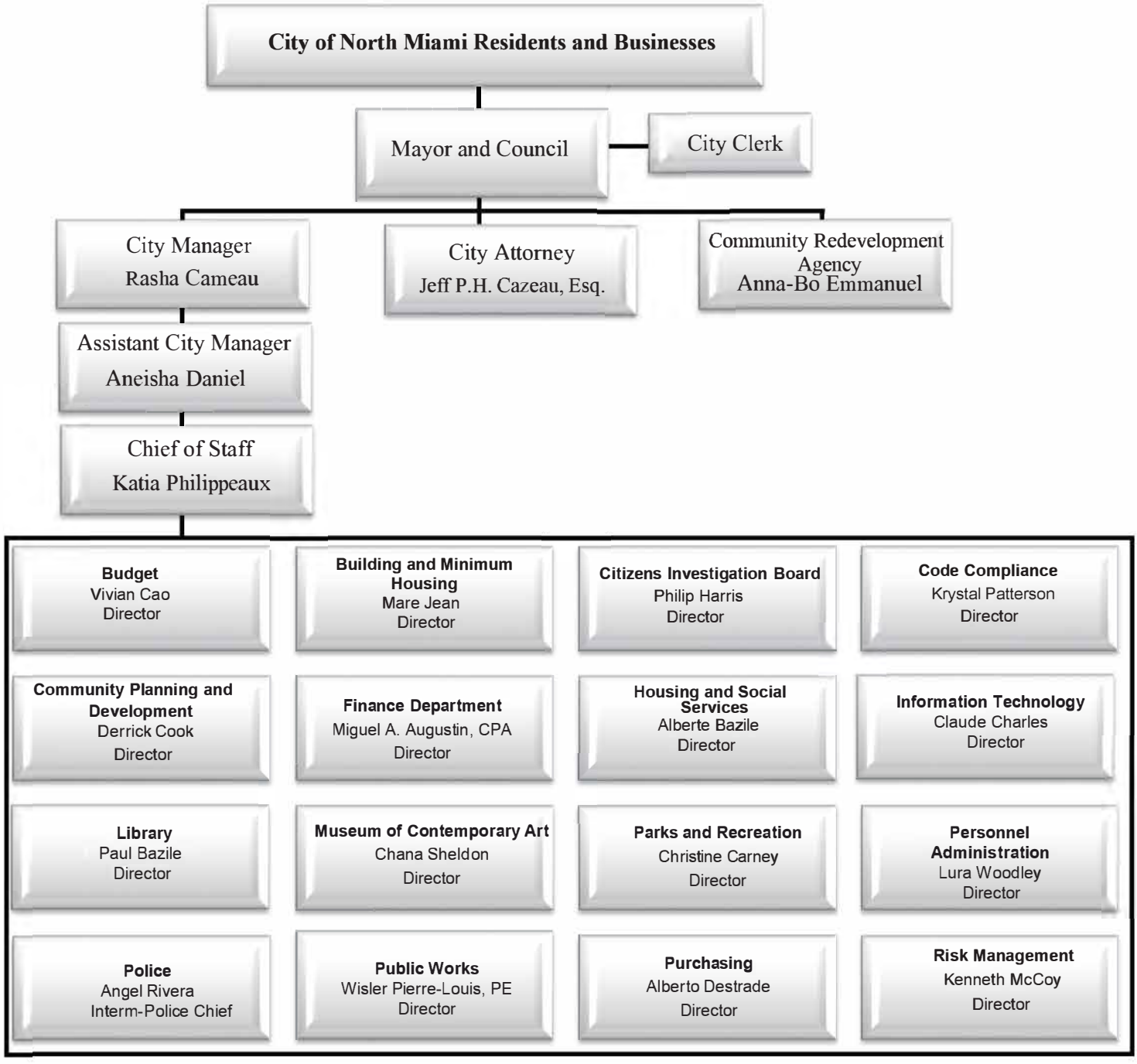


City Manager
Rasha Cameau, MBA, FRA-RP



City Attorney
Jeff P. H. Cazeau, Esq.

Organizational Structure



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of North Miami
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morrill

Executive Director/CEO



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II. Financial Section

- Independent Auditor's Report
- Management's Discussion and Analysis
- Basic Financial Statements:
  - Government-wide Financial Statements
  - Fund Financial Statements
  - Notes to Basic Financial Statements
- Required Supplementary Information
- Combining Fund Statements and Schedules



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Independent Auditor's Report



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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council
City of North Miami, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Miami, Florida (the City) as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

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 City, as of September 30, 2023, 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.

We did not audit the financial statements of the Clair T. Singerman Plan and the Police Pension Plan which represent 100 percent of the total assets, total net position/fund balance and total revenues/additions of the fiduciary fund information. We also did not audit the financial statements of the Community Redevelopment Agency, which is both a major fund and represents 4 percent, 10 percent, and 10 percent, respectively, of the total assets, total net position, and total revenues of the governmental activities opinion unit. We also did not audit the financial statements of the Museum of Contemporary Art which represents 2 percent, 5 percent, and 4 percent, respectively, of the total assets, total net position and total revenues of the governmental activities opinion unit. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Clair T. Singerman Plan, Police Pension Plan, the Community redevelopment Agency and the Museum of Contemporary Art, is based solely on the report of the other auditors.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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(786) 743-7108

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and other post-employment benefits and pension related schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

CLIENT FOCUSED AB SOLUTION DRIVEN

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance



North Miami, Florida
May 17, 2024

CLIENT FOCUSED AB SOLUTION DRIVEN



Management's Discussion and Analysis - Unaudited

(MD&A)



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The Management's Discussion and Analysis ("MD&A") provides a narrative overview and analysis of the financial activities of the City of North Miami, Florida (the "City") for the fiscal year ended September 30, 2023. This MD&A is offered here by the management of the City to the readers of its financial statements. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the Letter of Transmittal, which can be found starting in the Introductory Section of this report. For simplification, all amounts in this section have been rounded to the nearest one hundred thousand dollars, and as a result, may vary somewhat from certain numbers shown in the body of this report.

Financial Highlights

At September 30, 2023, the government-wide assets and deferred outflow of resources of the City exceeded its liabilities and deferred inflows by $140.6 million compared with $137.8 million in the previous year. The unrestricted net position, which represents the amounts available to meet the City's ongoing obligations to citizens and creditors, was a deficit of ($21.8 million). The City is committed to providing other postemployment benefits ("OPEB") and pension benefits to its employees. As a result, the City has recognized substantial liabilities in the financial statements for these benefits. As of September 30, 2023, the City had liabilities of $69.0 million for OPEB and pension related benefits, which contributed to the deficit balance in the unrestricted net position.

The City's total net position increased $2.8 million or 2.0% primarily because of increase in property taxes.

At the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of $48 million, an increase of $11.1 million in comparison to the prior year. Of this amount, $8 million or 17% was available for spending at the City's discretion.

Included in the combined ending governmental fund restricted fund balance of $38.8 million is $6.7 million, which is only available for use in the Community Redevelopment Agency ("CRA"), a component unit of the City. Also included is approximately $1.7 million, which is only available for use for the Museum of Contemporary Art, Inc. ("MOCA"), $6.1 million is restricted for landfill closure, $7 million in the General Fund restricted for capital projects and $17.2 million for special revenues and grant related projects.

At the end of the current fiscal year, the City's General Fund reported a total fund balance of $17.4 million of which $10 million was unassigned representing approximately 15% of total General Fund expenditures.

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. Both statements are prepared using the economic resources measurement focus and the accrual basis of accounting, which means that revenues include all revenues earned during the year and expenses include all expenses incurred during the year regardless of when cash is actually received or paid.

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

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. It focuses on both the gross and the net cost of the government's various activities and thus summarizes the cost of providing specific governmental services. This statement reports all current year revenues and expenses.

Both government-wide financial statements distinguish functions of the City that are principally supported by ad-valorem taxes and intergovernmental revenues such as shared taxes, grants, etc. (governmental activities), from other functions that are intended to recover all, or a significant portion of their costs, through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works and transportation, culture and recreation, physical environment, and housing and urban/economic development. The business-type activities of the City include a water and sewer utility fund and a storm-water utility fund.

The government-wide financial statements include, not only the City itself, but also the CRA and MOCA, which are separate legal entities for which the City is financially accountable. In addition to the inclusion in the government-wide financial statements, more detailed information for the CRA and MOCA may be obtained from their separately issued financial statements. Complete financial statements for the CRA and MOCA can be obtained by writing to:

- City of North Miami CRA Executive Director, 735 NE 125 Street, Suite 100, North Miami, Florida 33161
- City of North Miami MOCA Executive Director, 770 NE 125 Street, North Miami, Florida 33161

The government-wide financial statements are presented at the beginning of the basic financial statements section which immediately follows the MD&A.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

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

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

The City maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheets and in the governmental funds statements of revenues, expenditures and changes in fund balances for the General Fund, Community Development Block Grant ("C.D.B.G.") Entitlement, CRA Component Unit, Landfill Closure Fund and American Rescue Plan Act Fund, which are all considered major funds. Information for the other governmental funds is combined into a single aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements on pages 129-134 of this report.

The City adopts annual budgets for its major governmental funds. To demonstrate compliance with the budget, budgetary comparison schedules have been provided as Required Supplementary Information for each of the major funds. The budgetary comparison schedules can be found on pages 114-118.

Proprietary Funds

The City maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer and storm-water operations. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and its self-insurance activities. Because both of these services predominately benefit

governmental rather than business-type functions, they have been included in the governmental activities in the government-wide financial statements.

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 water and sewer and storm-water operations. Both funds are considered major funds of the City. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. The basic proprietary fund financial statements can be found on pages 38-40 of this report. The individual fund data for the internal service funds is provided in the form of combining statements on pages 135-139.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's fiduciary funds comprise the general employee and the police pension funds and can be found on pages 138-139 of this report.

Notes to the Financial Statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 43-113 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information regarding the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees and retirees and budgetary comparison schedules. The required supplementary information can be found on pages 121-130 of this report.

Government-Wide Overall Financial Analysis

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the end of the 2023 fiscal year, assets and deferred outflow of resources exceeded liabilities and deferred inflows of resources by $140.6 million of which approximately 45% was for governmental activities and 55% was for business-type activities.

Summary Statement of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Current and other assets	$ 91,851,400	$ 88,653,995	$ 42,240,423	$ 47,009,504	$ 134,091,823	$ 135,663,499
Capital assets	88,658,829	89,709,530	55,986,043	49,924,370	144,644,872	139,633,900
Total assets	180,510,229	178,363,525	98,226,466	96,933,874	278,736,695	275,297,399
Deferred outflows of resources:						
OPEB related items	1,351,193	1,679,285	191,516	245,034	1,542,709	1,924,319
Pension related items	47,570,940	18,709,615	4,339,276	2,998,884	51,910,216	21,708,499
Total deferred outflows of resources	48,922,133	20,388,900	4,530,792	3,243,918	53,452,925	23,632,818
Other liabilities	19,771,725	21,427,367	9,731,053	8,874,153	29,502,778	30,301,520
Noncurrent liabilities:						
Due within one year	6,731,200	5,617,264	619,044	613,210	7,350,244	6,230,474
Due in more than one year	104,796,333	69,051,520	11,510,859	10,477,363	116,307,192	79,528,883
Long-term liabilities oustanding	111,527,533	74,668,784	12,129,903	11,090,573	123,657,436	85,759,357
Total liabilities	131,299,258	96,096,151	21,860,956	19,964,726	153,160,214	116,060,877
Deferred inflows of resources:						
OPEB related items	4,598,886	1,812,152	707,457	252,887	5,306,343	2,065,039
Pension related items	25,221,806	33,659,363	3,117,686	3,513,648	28,339,492	37,173,011
Gasb 87 lease related items	4,770,745	5,779,886	-	-	4,770,745	5,779,886
Other	5,000	-	-	-	5,000	-
Total deferred inflows of resources	34,596,437	41,251,401	3,825,143	3,766,535	38,421,580	45,017,936
Net position						
Net investment in capital assets	62,549,727	89,647,376	51,070,204	44,983,239	113,619,931	134,630,615
Restricted	48,174,588	26,233,974	-	-	48,174,588	26,233,974
Unrestricted (deficit)	(47,187,648)	(54,476,477)	26,000,955	31,463,292	(21,186,693)	(23,013,185)
Total net position	$ 63,536,667	$ 61,404,873	$ 77,071,159	$ 76,446,531	$ 140,607,826	$ 137,851,404

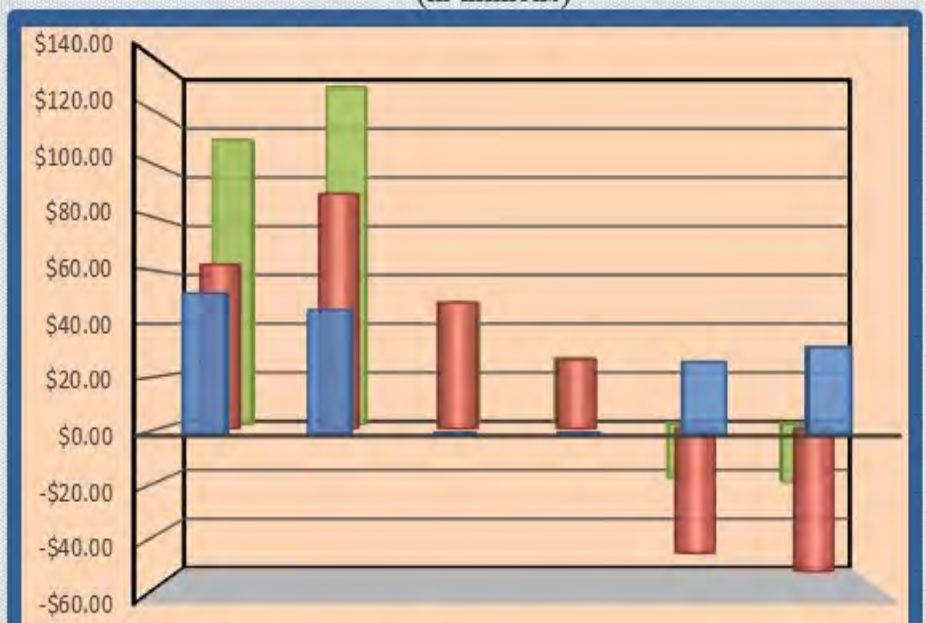
At the end of the current fiscal year, the City reported positive balances in both categories of net position for its business-type activities. The governmental activities net position is either restricted as to the purpose to which it can be used or is invested in capital assets. The governmental activities unrestricted net position showed a deficit of approximately ($47.2 million) compared to prior year unrestricted deficit of ($54.5 million). The decrease of $7.2 million in the unrestricted deficit was due primarily to the impact of significant changes in actuarial valuations for the City's pension and OPEB plans liabilities and the related deferred inflows/outflows.

Although the business-type activities reflected $26 million in unrestricted net position, these resources cannot be used to make up the deficit in governmental activities. The City generally can use only the net position to finance the continuing operations of water and sewer, and storm-water operations.

The City's net investment in capital assets, totaling $113.6 million, represented, by far, the largest portion of the net position. Net investment in capital assets comprises land, buildings, infrastructure and machinery and equipment and leases, less any outstanding related debt used to acquire them. The net investment in capital assets decreased by ($21 million) from the prior year.

The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets was reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from the other sources since the capital assets themselves cannot be used to liquidate those liabilities.

City of North Miami, Florida
Net Position
For the Fiscal Years Ended September 30, 2023 and 2022
(in millions)



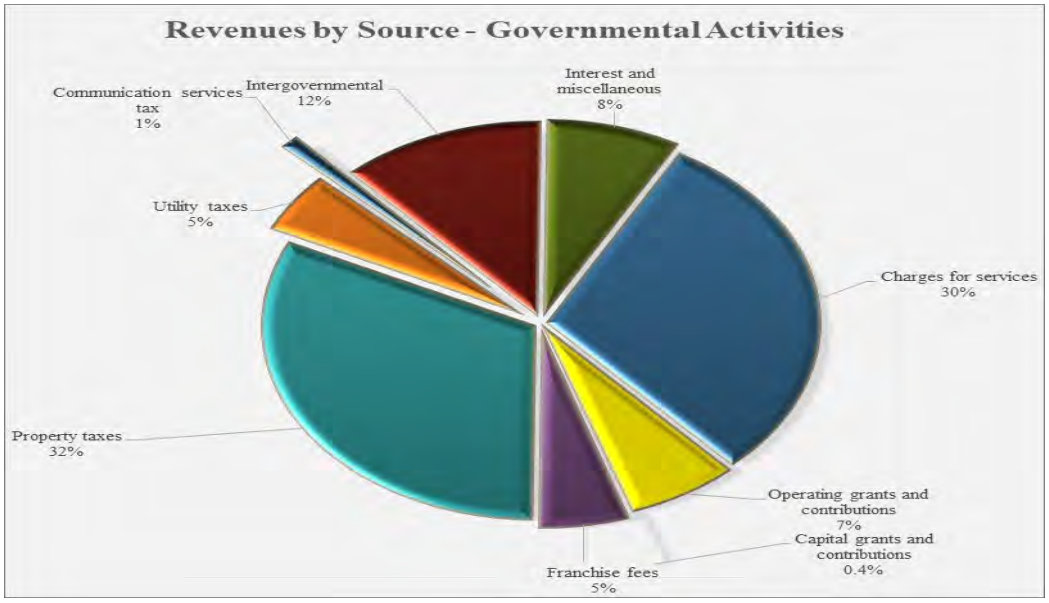
	Net Investments in capital assest		Restricted		Unrestricted (deficit)	
	2023	2022	2023	2022	2023	2022
Business-type	51.07	44.98	-	-	26.0	31.5
Governmental	62.55	89.65	48.17	26.23	(47.5)	(54.5)
Total	113.52	134.53	48.17	26.23	(21.59)	(23.11)

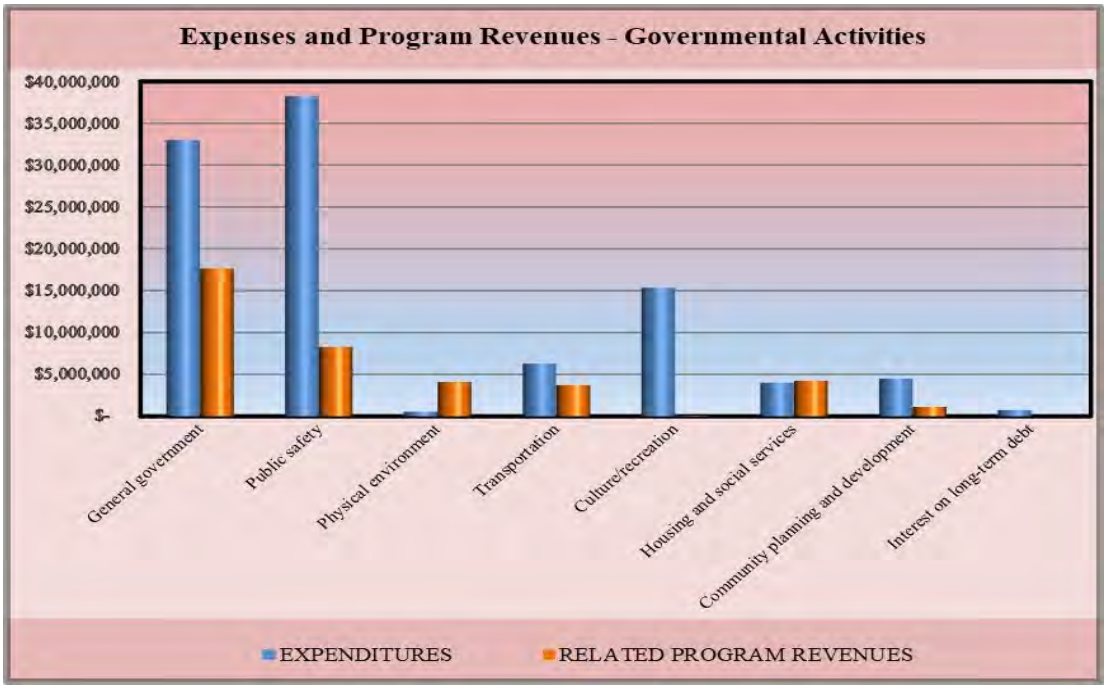
The reasons for the overall increase are discussed in the following sections for governmental activities and business-type activities.

Changes in Net Position

The following is a comparative analysis of the changes in net position for the current and prior fiscal years:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Program Revenues:						
Charges for services	$ 31,629,830	$ 29,520,075	$ 39,666,033	$ 36,715,316	$ 71,295,863	$ 66,235,391
Operating grants/contributions	7,265,015	16,591,019	-	-	7,265,015	16,591,019
Capital grants/contributions	290,769	287,942	-	-	290,769	287,942
General Revenues:						
Property taxes	33,625,021	29,719,403	-	-	33,625,021	29,719,403
Utility and gas taxes	5,263,670	4,620,753	-	-	5,263,670	4,620,753
Communication services tax	1,098,082	1,111,553	-	-	1,098,082	1,111,553
Franchise fees	5,479,496	4,974,564	-	-	5,479,496	4,974,564
Intergovernmental	12,660,993	12,239,220	-	-	12,660,993	12,239,220
Gain on sale of capital assets	(999,964)	3,769,599	8,025	-	(991,939)	3,769,599
Landfill closure (cost) adjustments	-	(262,899)	-	-	-	(262,899)
Investment earnings	804,277	(126,423)	-	-	804,277	(126,423)
Miscellaneous revenues	7,477,384	4,316,487	508,137	316,266	7,985,521	4,632,753
Total revenues	104,594,573	106,761,293	40,182,195	37,031,582	144,776,768	143,792,875
Expenses:						
General government	32,997,525	27,366,575	-	-	32,997,525	27,366,575
Public safety	38,251,924	35,114,652	-	-	38,251,924	35,114,652
Physical environment	545,514	175	-	-	545,514	175
Transportation and public works	6,298,728	6,782,642	-	-	6,298,728	6,782,642
Housing and social services	4,027,256	2,954,077	-	-	4,027,256	2,954,077
Culture and recreation	15,348,146	11,937,545	-	-	15,348,146	11,937,545
Community planning and development	4,500,866	3,752,746	-	-	4,500,866	3,752,746
Debt service - interest	747,588	1,044,825	-	-	747,588	1,044,825
Water and sewer	-	-	37,144,473	34,372,843	37,144,473	34,372,843
Stormwater	-	-	2,158,326	2,285,700	2,158,326	2,285,700
Total expenses	102,717,547	88,953,237	39,302,799	36,658,543	142,020,346	125,611,780
Change in net position before transfers	1,877,026	17,808,056	879,396	373,039	2,756,422	18,181,095
Transfers	254,768	233,520	(254,768)	(233,520)	-	-
Change in net position	2,131,794	18,041,576	624,628	139,519	2,756,422	18,181,095
Net position - beginning	61,404,873	43,363,297	76,446,531	76,307,012	137,851,404	119,670,309
Net position - ending	$ 63,536,667	$ 61,404,873	$ 77,071,159	$ 76,446,531	$ 140,607,826	$ 137,851,404





Governmental Activities

Governmental activities for fiscal year 2023 increased the City's total net position by $2.1 million. This resulted primarily from overall net revenues exceeding net expenses in the current year. The most significant changes are explained below:

Net decrease of ($2.2 million) in revenues:

1. Charges for services increased by $2.1 million due primarily to the net of the following:

    a. Increase of $0.6 million for impact fees.

    b. Increase of $3 million in building department fees (permits, code violations and other fees).

    c. Increase of $1 million for sanitation fees due primarily to the full effect of rate increase during prior 2022 fiscal year.

    d. Increase of $0.4 million for parks and recreation services provided.

    e. Increase of $0.5 million for interfund charges from the general fund to the enterprise funds for legal fees and information processes.

    f. Decrease of ($3.0 million) for interfund charges provided by the internal services and general fund.

2. Operating grants and contributions decreased ($9.3 million) due primarily to ARPA funds that were not available in the current fiscal year.

3. Property taxes increased by $3.9 million due primarily to general increases in the values of properties because of new developments and sales.

4. Utility and gas taxes increased by $0.6 million due primarily to rate increases

5. Franchise fees increased by $0.5 million due primarily to increases for FPL franchise tax.

6. Intergovernmental increased by $0.4 million due primarily to grants received by MOCA from Miami-Dade County and Florida State.

7. Gain on sale of capital assets decreased by ($4.8 million) due primarily to prior year disposal of real estate (Gwen Margolis Center) and other capital assets for $3.8 million compared to current year net loss of ($1 million) on disposals of real estate (Rucks Park lands) and other capital assets.

8. Increase of $0.3 million for landfill closure cost because there was an increase in the actuarial calculations of $0.5 million which should not be presented as negative revenues. The amount was therefore included with expenses for physical environment.

9. Increase of $0.9 million in investments earnings due primarily to decision taken by management to place approximately $20 million of operating funds in short-term investments thereby generating additional earnings for the City.

10. Increase of $3.2 million in miscellaneous revenues due primarily to the net of :

    a. Increase of $2.6 million for prior year deferred inflows for GASB 63 revenues released in the current year.

    b. Increase of $0.6 million for insurance recoveries

    c. Increase of $0.2 million for the public works driveway repairs program

    d. Increase of $0.2 million for reimbursement related to Hurricane Ian Mutual Aid Mission.

    e. Increase of $0.3 million for rental sub-lease related to the Red Garden site.

    f. Decrease of ($0.7 million) for individual and other donations received by MOCA.

Net increase of $13.8 million in expenses:

1. General government net increase of $5.6 million due primarily to:

    a. Increase of $1.7 million for the allocated portion of net adjustments related to the annual actuarial calculations which resulted in significant increases/decreases for pension and OPEB liabilities, and the related deferred inflows and outflows. These adjustments have tended to fluctuate violently over the past few years.

    b. Increase of $1.5 million in salaries and related benefits.

    c. Increase of $1.3 million primarily related to CRA miscellaneous grants awarded for various CRA projects.

    d. Increase of $0.3 million for bank charges.

    e. Increase of $0.3 million related to the "grant writer" project.

    f. Increase of $1.0 million for payments for insurance and workers' compensation claims.

    g. Decrease of ($0.7 million) for ARPA-related expenses.

2. Public safety net increase of $3.1 million due primarily to:

    a. Increase of $2.2 million for the allocated portion of net adjustments related to the annual actuarial calculations which resulted in significant increases/decreases for pension and OPEB liabilities, and the related deferred inflows and outflows. These adjustments have tended to fluctuate violently over the past few years.

    b. Increase of $1.2 million in salaries and related benefits.

    c. Increase of $0.3 million for interfund charges from the internal service fund.

    d. Increase of 0.2 million for general contractual services (engineering and other services).

    a. Net decrease of ($1.0 million) allocation for interfund service charges from the Internal Services Fund ("ISF")

3. Physical environment increase of $0.5 million related to actuarial valuation for the landfill.

4. Transportation and public works decrease of ($0.5 million) due primarily to decrease in allocation for interfund service charges from the Internal Services Fund ("ISF").

5. Housing and social services net increase of $1.1 million due primarily to:

    a. Increase of $0.2 million for the allocated portion of net adjustments related to the annual actuarial calculations which resulted in significant increases/decreases for pension and OPEB liabilities, and the related deferred inflows and outflows. These adjustments have tended to fluctuate violently over the past few years.

    b. Net increase of $0.7 million in tenant-based and housing rehabilitation assistance provided.

    c. Net increase of $0.1 million for supplies for senior citizens program.

6. Culture and recreation increase of $3.4 million due primarily to:

    a. Increase of $1.1 million for the allocated portion of net adjustments related to the annual actuarial calculations which resulted in significant increases/decreases for pension and OPEB liabilities, and the related deferred inflows and outflows. These adjustments have tended to fluctuate violently over the past few years.

    b. Net increase of $0.4 million for salaries and part-time wages.

    c. Increase of $1 million for lease for the new Scott Galvin Center.

    d. Net increase of $0.3 million for special events. Example: NoMi Music Fest, Juneteenth Thanksgiving and Christmas festivities, etc.

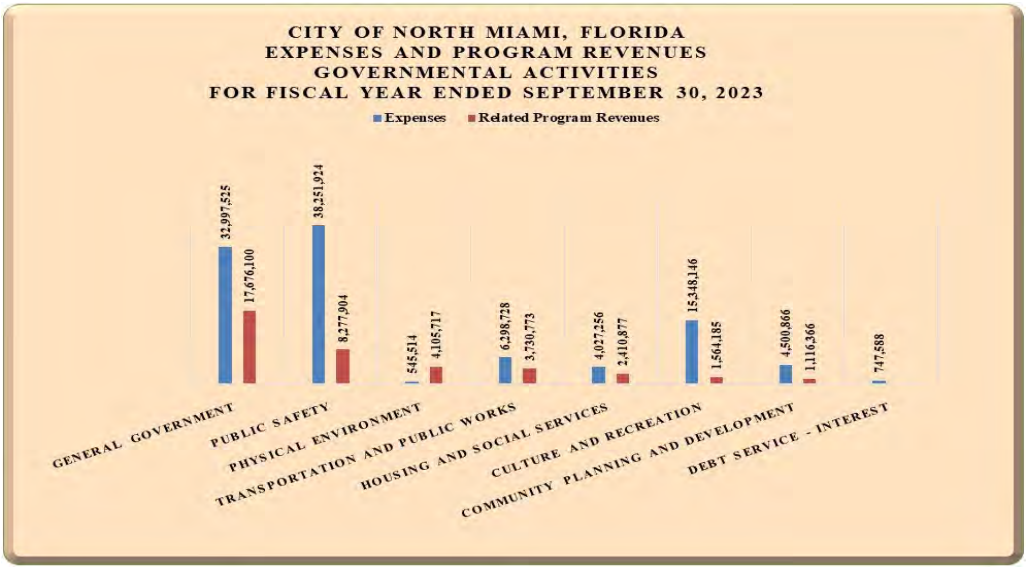
    e. Net increase of $0.7 million for MOCA for increases in its program services, primarily for exhibitions, community engagement and general administrative expenses.

    e. Net decrease of ($0.2 million) for allocated interfund charges for services provided by the ISF fund.

7. Community planning and development increase of $0.7 million due primarily to:

    a. Net decrease of ($0.2 million) for contractual services primarily related to the on-going P3 consultancy program.

    b. Increase of $1.0 million for CRA related programs (primarily housing and commercial incentives).



In 2023, program revenues comprised charges for services, operating and capital grants and contributions, which represented approximately 58.5% of the governmental activities total revenues (excluding change in landfill closure cost, gains on sale of capital assets and transfers). Property taxes, accounting for approximately 51% of general revenues (excluding change in landfill closure cost, gains on sale of capital assets and transfers), are non-program specific and can be used to fund all activities not covered by program revenues.

Business-type Activities

	Water and Sewer		Stormwater		Total Business-type Activities	
	2023	2022	2023	2022	2023	2022
OPERATING REVENUES						
Charges for water	$ 17,341,661	$ 16,610,711	$ -	$ -	$ 17,341,661	$ 16,610,711
Sanitary sewer fees	19,004,097	17,692,111	-	-	19,004,097	17,692,111
Stormwater charges	-	-	2,920,624	2,411,117	2,920,624	2,411,117
Other revenues	399,651	180,234	-	-	399,651	180,234
Total operating revenues	36,745,409	34,483,056	2,920,624	2,411,117	39,666,033	36,894,173
OPERATING EXPENSES						
Personnel services	5,117,279	4,560,719	539,041	495,303	5,656,320	5,056,022
Wholesale water cost and sewage disposal	18,036,041	16,343,375	-	-	18,036,041	16,343,375
Materials, supplies, services and other operating expenses	11,651,353	11,033,759	1,195,172	1,342,717	12,846,525	12,376,476
Depreciation	2,263,820	2,397,515	424,113	423,717	2,687,933	2,821,232
Total operating expenses	37,068,493	34,335,368	2,158,326	2,261,737	39,226,819	36,597,105
Operating (loss) income	(323,084)	147,688	762,298	149,380	439,214	297,068
NON-OPERATING REVENUES (EXPENSES) AND TRANSFERS						
Interest income	277,328	90,945	54	-	277,382	90,945
Gain from sale of capital assets	8,025	25,950	-	-	8,025	25,950
Other non-operating revenues	228,630	-	2,125	20,514	230,755	20,514
Interest expense	(75,980)	(37,475)	-	(23,963)	(75,980)	(61,438)
Transfers out	(225,709)	(204,444)	(29,059)	(29,076)	(254,768)	(233,520)
Total non-operating revenues (expenses)	212,294	(125,024)	(26,880)	(32,525)	185,414	(157,549)
Change in net position	(110,790)	22,664	735,418	116,855	624,628	139,519
Net position- beginning	68,309,727	68,287,063	8,136,804	8,019,949	76,446,531	76,307,012
Net position - ending	$ 68,198,937	$ 68,309,727	$ 8,872,222	$ 8,136,804	$ 77,071,159	$ 76,446,531

Net position at year end for the City's business-type activities increased slightly from $76.4 million in the prior fiscal year to $77.1 million in the current fiscal year.

Water and sewer fund: The change in net position for the water and sewer fund showed a negative change of ($0.1 million) compared to the prior year's positive change of $0.02 million. The decrease was due primarily to increased expenses especially for purchase of wholesale water and sewage disposal fees.

There was also operating loss ($0.3 million) in the current year compared to operating income of $0.1 million in the previous fiscal year.

Operating revenues increased by $2.3 million over the previous year due primarily to the net effect of the following factors:

1. Increase of $0.7 million or 4.4% for charges for water due primarily to increase in consumption, new customers and after giving approximately $0.3 million bill credit to customers.

2. Increase of $1.3 million of 7.4% for sanitary sewer fees due mainly to rate increase of approximately 9%.

3. Increase of $0.3 million for miscellaneous revenues related mostly to customer contribution for fire flow.

Operating expenses increased by a net of $2.7 million due primarily to the net effect of the following:

1. Net increase of $0.5 million for personnel services due mainly to the net effect of the significant changes in the actuarial valuations for OPEB liability and net pension liability (NPL) and the related deferred inflows/outflows.

2. Increase of $1.7 million for wholesale water cost and sewage due mainly to a combination of increased water consumption and rate increase from the Miami-Dade Water and Sewer department.

3. Increase of $0.6 million for materials, supplies, services, and other operating expenses due primarily to:

    a. Decrease of ($0.8 million) for the annual allocation for interfund equipment rental.

    b. Decrease of ($0.3 million) for special department supplies (which includes inventory supplies).

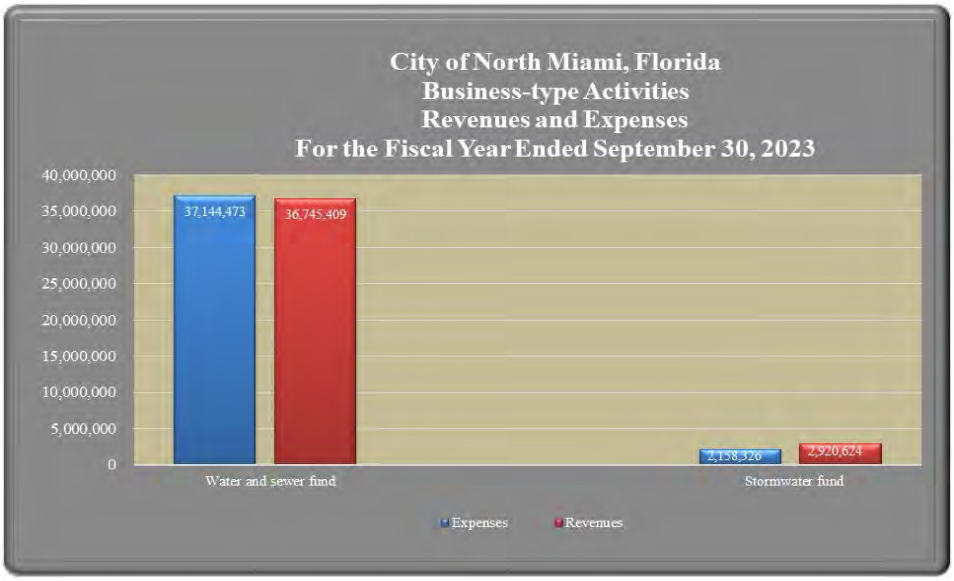
    c. Decrease of $0.5 million for maintenance and operation of equipment.

    d. Increase of $0.7 million for contractual services primarily for operations.

e. Increase of $0.4 million for allocation of interfund services provided by the general fund.

f. Increase of $0.4 million for allocation of interfund services provided by the ISF for street repairs, utility, and information processing.

Non-operating revenues (expenses) had a net increase of $0.3 million due primarily to the increases for interest income and a FEMA grant received.



Stormwater fund: The net position at year end for the stormwater utility fund increased from $8.1 million in the prior year to $8.9 million for the current fiscal year.

Operating revenues for 2022 were $3.0 million and slightly more than the prior year's $2.4 million.

The decrease of ($0.1 million) in operating expenses from the previous year was due primarily to overall net decreases in expenses: specifically ($0.1 million) for materials, supplies, services, and other operating expenses as a result of decrease in the annual allocation of interfund charges for utility and street repairs services.

Non-operating revenues (expenses) had a slight decrease from prior year due mainly to less interest expense.

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

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

Governmental Funds

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

As of September 30, 2023, the City's governmental funds reported combined ending fund balance of $48 million, which was a total increase of $11 million in the current year compared to a $13.8 million increase in the prior year. $39.4 million of the ending fund balances constituted non-spendable and restricted fund balances.

Funds were set up to separately account for certain revenue sources that are legally restricted for expenditures for specified purposes. Restricted fund balances of $38.7 million included $6.0 million for landfill closure cost, $0.5 and million restricted for housing, $7 million restricted for the Cagni Park project, $6.7 million for CRA projects and $18.6 million for other special revenues and capital projects.

In addition to balances noted above, governmental funds showed an unassigned fund balance of $8 million for the current fiscal year compared with $2.1 million in the prior year. The increase of $5.9 million was due primarily to the sale of capital assets of $1.5 million and operations whereby revenues exceeded expenditures.

General Fund

The General Fund is the main operating fund of the City. General tax revenues and other receipts not allocated to another fund by law or contractual commitment, are accounted for in this fund. General operating expenditures and capital improvement costs not paid through another fund are paid from this fund. At September 30, 2023, the general fund had an unassigned fund balance of $9.9 million, compared to $3.1 million in the prior year. The increase of $6.8 million over the prior year was due primarily to the sale of capital assets for $1.5 million, transfer-in of $1 million from the ARPA fund and excess of revenues over expenditures of $6.9 million.

The General Fund's expenditures decrease of ($15.9) million or 19.3% from prior year was due primarily to the fact that in the prior year the city had implemented the requirements of GASB 87 which had a $17.0 million impact.

Revenues (including other financing sources) also decreased by ($15.4 million) or approximately 17.% from the prior year, also due primarily to the impact of implementing GASB 87 in the prior year.

Expenditures in the General Fund are shown in the following schedule:

General Fund Expenditures	2023 Amount	Percent of Total	2022 Amount	Percent of Total	Change Increase (Decrease) From Prior Year	
General government	$15,316,887	23.0%	$13,587,349	16.5%	$ 1,729,538	12.7%
Public safety	33,849,874	50.9%	33,762,699	41.0%	87,175	0.3%
Physical environment and transportation	3,688,892	5.5%	4,248,092	5.2%	(559,200)	-13.2%
Culture and recreation	8,339,561	12.5%	7,799,680	9.5%	539,881	6.9%
Community planning and development	1,856,676	2.8%	1,943,169	2.4%	(86,493)	-4.5%
Housing and social services	1,379,457	2.1%	1,625,297	2.0%	(245,840)	-15.1%
Debt service	1,328,696	2.0%	1,231,884	1.5%	96,812	7.9%
Capital outlay	769,191	1.2%	18,203,630	22.1%	(17,434,439)	-95.8%
Total expenditures	$66,529,234	100%	$82,401,800	100%	$ (15,872,566)	-19.26%

The primary factors contributing to the significant decrease in General Fund expenditures was the prior year implementation of GASB 87 which resulted in the initial recognition of approximately $17 million for capital outlay for right to use leases. Other significant factors contributing to the decrease were due primarily to the following:

1. ***General Government*** increase of $1.7 million was due primarily to:

   a. Net increase of $1.0 million for non-departmental expenditures primarily for:

      - $0.3 million for grant writer services;
      - $0.3 million for bank fees and other charges;
      - $0.2 million for interfund charges;
      - $0.4 million for adjustments related to employee pension expenditures;
      - ($0.3 million) for miscellaneous expenditures (in the prior year there was an overpayment of $0.2 million TIF to the CRA)

   b. Net increase $0.4 million for salaries.

2. ***Physical environment*** decrease of ($0.6 million) was due primarily to the decrease in allocation of interfund charges in the current fiscal year.

3. ***Culture and recreation*** increase of $0.5 million was due primarily to the net of the following:

   a. Increase of $0.3 million for special events, in particular NoMi fest.

   b. Net increase of $0.2 million for library activities.

   c. Decrease of ($0.1 million) for assistance to MOCA.

   d. Net increase of $0.4 million for salaries and wages.

3. ***Housing and social services* decrease** of ($0.2 million) was due primarily to less housing rehabilitation grants provided.

4. ***Debt service increase*** of $0.1 million due primarily to $0.3 million lease for the Scott Galvin Community Center and decrease of ($0.2 million) for other leases.

5. ***Capital outlay*** decrease of $17.4 million due primarily to the prior year implementation of GASB 87 to recognize leases for the Scott Galvin Community Center (formerly Wildcat Center) - $14.5 million and Toshiba equipment - $3.1 million. There was no similar impact in the current year. There was also a net decrease of ($0.2 million) in the current year for acquisition of other capital assets.

General Fund revenues (by type) percentage of the total and the amount of change compared to the prior year fiscal year are shown in the following schedule:

					Change	
	2023	Percent	2022	Percent	Increase (Decrease)	
General Fund Revenues	Amount	of Total	Amount	of Total	From Prior Year	
Taxes:						
Ad valorem taxes	$ 24,013,712	31.9%	$ 21,702,323	24.0%	$ 2,311,389	10.7%
Utility and communication taxes	5,600,554	7.5%	4,979,466	5.5%	621,088	12.5%
Franchise fees	5,479,496	7.3%	4,974,564	5.5%	504,932	10.2%
Total taxes	35,093,762	46.7%	31,656,353	34.9%	3,437,409	10.9%
General revenues:						
Charges for services	16,417,201	21.8%	12,610,388	13.9%	3,806,813	30.2%
Return on investment - utility	3,102,393	4.1%	3,171,822	3.5%	(69,429)	-2.2%
Fines and forfeitures	312,999	0.4%	496,286	0.5%	(183,287)	-36.9%
Intergovernmental	10,830,887	14.4%	10,755,004	11.9%	75,883	0.7%
Licenses and permits	1,012,782	1.3%	968,403	1.1%	44,379	4.6%
Interest and other earnings	4,026,868	5.4%	3,665,489	4.0%	361,379	9.9%
Rents and royalties	1,846,237	2.5%	1,393,852	1.5%	452,385	32.5%
Total general revenues	37,549,367	50.0%	33,061,244	36.5%	4,488,123	13.6%
Total revenues	72,643,129	96.6%	64,717,597	71.4%	7,925,532	12.2%
Other Financing Sources						
Proceeds from sale of capital assets	1,549,963	2.1%	2,900,000	3.2%	(1,350,037)	-46.6%
Proceeds from capital leases	-	0.0%	17,681,764	19.5%	(17,681,764)	-100.0%
Transfers in	972,819	1.3%	5,278,828	5.8%	(4,306,009)	-81.6%
Total other financing source	2,522,782	3.4%	25,860,592	28.6%	(23,337,810)	-90.2%
Total	**$ 75,165,911**	**100%**	**$ 90,578,189**	**100%**	**$ (15,412,278)**	-17.0%

Explanation for the more significant changes for revenues are as follows:

1. ***Property tax*** revenues increased by a net of $2.3 million or 10.7%. Although the net gross increase was $4.0 million including TIF refund from the CRA, there was also increase of $1.4 million TIF payment to the CRA.

2. ***Utility and communication taxes*** increased by $0.6 million due primarily to general increase in shared revenues from Florida Power and Light (FPL).

3. ***Franchise fees*** net increase of $0.5 million was due primarily to general increase in shared revenues from FPL franchise tax.

4. ***Charges for services*** net increase of $3.8 million or 30%, was due primarily to the following:

    a. GASB 63-year adjustments for current year was an increase of $2.6 million for accounts receivable that were not received within the measurement period of 60 days after year-end: prior year was a negative (debit) of ($1.4 million) versus current year positive (credit) of $1.2 million, and;

    b. Inter-fund charges for services increased $1.0 million based on predetermined budgeted calculations.

5. ***Interest and other earnings*** net increase of $0.4 million due primarily to the following:

    a. Decrease of ($0.6 million) for special revenue contribution from the CRA because there was no similar contribution in the current year.

    b. Increase of $0.2 million for interest income on investments based on decision taken by management to place additional funds in short-term investments in the current year.

    c. Increase of $0.3 million for miscellaneous revenues from parks and recreation related primarily to donations for specific events, and tickets sales for NoMi fest.

    d. Increase of 0.2 million for the new driveway repairs program.

6. Rents and royalties increase of $0.5 million due primarily to the start of rent received of $0.3 million related to the Red Garden sublease; $0.1 million for other rents received from the Biscayne Landing lease and Scott Galvin Center rental revenues.

FINANCIAL ANALYSIS OF OTHER GOVERNMENTAL FUNDS

Landfill Closure Fund (Major Fund)

This fund is restricted for funding the remediation and closure costs of an old landfill. The fund was set up from a one-time contribution of $31 million, received from the Miami-Dade County in 2004, which was placed in an escrow account. At the end of 2023, the long-term cost was estimated to be $8.4 million. There was no remediation cost for the current year because there were no completed areas in 2023.

This fund had a restricted fund balance of $6.1 million at September 30, 2023. See **NOTE 12** for additional information on the landfill.

CRA Component Unit Capital Projects Fund (Major Fund)

The CRA, a component unit of the City, reported $5.7 million fund balance at year end. During the year, approximately $9.6 million in property tax incremental revenues was recognized (both the City and Miami-Dade County portions). The CRA refunded tax increment revenues of approximately $5.1 million to Miami-Dade County and approximately $1.1 million to the City. The City acts as a pass-through for the tax incremental property tax monies that were transferred to the CRA.

The CRA recognized $0.2 million in the current year for lease liabilities in accordance with GASB 87 *Leases.*

Community Development Block Grant (C.D.B.G.) Entitlement Fund (Major Fund)

The C.D.B.G. fund accounts for federal grant-related revenues and expenditures for housing rehabilitation programs. For the fiscal year, the fund awarded a total of $1.2 million toward direct housing and rehabilitation projects.

American Rescue Plan Act (A.R.P.A.) (Major Fund)

The A.R.P.A. fund accounts for revenues and expenditures for post-pandemic recovery. For the fiscal $1.0 million was transferred to the General Fund and $0.8 was expended for eligible activities computer equipment and repairs to buildings).

Other Governmental Funds (Nonmajor)

Significant items pertaining to other Governmental Funds (Nonmajor) are as follows:

1. Special revenues restricted fund balance at year-end was $12.5 million, comprised primarily of:
    - The Neighborhood Stabilization Program ("NSP") reported $0.405 million;
    - Law Enforcement Trust Fund reported $0.353 million;
    - Federal Forfeiture Fund reported $0.041 million;
    - Half-cent Transportation Surtax Fund reported $3.6 million;
    - Developer Impact Fees Fund reported $2.3 million;
    - Building Fund reported $4.1 million;
2. The Home Investment Partnership Program (HIPP), the Neighborhood Stabilization Program (NSP) and the State Housing Initiative Program (SHIP) combined funds awarded a total of $1.4 million in direct housing grants and aid to homeowners and local businesses.

3. MOCA is included as a component unit of the City because the City provides significant financial support for MOCA's daily operations. The City provided support of approximately $1.9 million to fund expenditures included in MOCA'S financial statements.

Internal Service Funds

In 2023, the General Risk Management Fund reflected net position of $2.2 million – an increase of $0.8 million over the prior year's $1.4 million.

Operating income for the current year was 0.7 million compared to $1.0 million in the prior year. The increase was due primarily to $0.8 million increased charges for interfund services.

The Fleet Management Fund reflected net position of $3.6 million compared to prior year $6.8 million. The decrease of ($3.2 million) was due to significant increase in expenses in the current year.

The operating loss of ($3.3 million) was due primarily to $3.7 million for interfund charges foregone based on management decision not to allocate such charges in the current year.

Fiduciary Funds

Net investment income from interest and dividends for both City pension plans combined was reported at $20.7. The Plans' investment policies set the portfolio allocation. Many U.S. market indices posted favorable returns across the board this year. There was a significant appreciation for both plans of approximately $15.4 million (prior year net depreciation was (27.5 million). Employer contribution for 2023, for both plans was $6.4 million. During 2023, benefit payouts approximately $14.5 million for both plans combined.

Capital Assets and Debt Administration

Capital Assets

As of September 30, 2023, the City's capital assets for the governmental and business-type activities amounted to $144.6 million (net of accumulated depreciation), compared with $139.6 million in the previous fiscal year. These assets include land, construction in progress, buildings, and improvements, infrastructure, machinery and equipment, library books and other right to use leased assets. The total net increase in the City's capital assets balances from the prior fiscal year was $5 million or 3.6%.

	CAPITAL ASSETS - GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES					
	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Capital assets, not being depreciated:						
Land	$ 17,509,962	$ 20,246,218	$ 653,080	$ 653,080	$ 18,163,042	$ 20,899,298
Construction in progress	2,418,209	1,427,191	8,336,315	2,439,195	10,754,524	3,866,386
Total capital assets, not being depreciated	19,928,171	21,673,409	8,989,395	3,092,275	28,917,566	24,765,684
Capital assets, being depreciated, net:						
Land Improvements	19,496,007	19,496,007	1,249,069	1,249,069	20,745,076	20,745,076
Buildings and improvements	26,156,203	41,004,828	2,522,999	2,522,999	28,679,202	43,527,827
Buildings - right-to-use	16,847,815	1,788,641	-	-	16,847,815	1,788,641
Infrastructure	65,273,013	64,626,664	95,301,390	93,547,360	160,574,403	158,174,024
Machinery and equipment	20,268,317	17,221,476	7,848,375	7,050,451	28,116,692	24,271,927
Equipment - right-to-use	97,954	102,126	7,969	7,969	105,923	110,095
Library books	2,484,064	2,471,335	-	-	2,484,064	2,471,335
Total capital assets, being depreciated	150,623,373	146,711,077	106,929,802	104,377,848	257,553,175	251,088,925
Accumulated depreciation:						
Land Improvements	(15,373,990)	(15,106,952)	(143,787)	(143,147)	(15,517,777)	(15,250,099)
Buildings and improvements	(13,955,015)	(13,315,267)	(1,267,692)	(1,191,390)	(15,222,707)	(14,506,657)
Buildings - right-to-use	(1,090,635)	(152,076)	-	-	(1,090,635)	(152,076)
Infrastructure	(34,843,834)	(33,770,041)	(52,939,512)	(50,543,333)	(87,783,346)	(84,313,374)
Machinery and equipment	(14,143,937)	(13,935,407)	(5,576,563)	(5,665,501)	(19,720,500)	(19,600,908)
Equipment - right-to-use	(74,683)	(30,659)	(5,600)	(2,382)	(80,283)	(33,041)
Library books	(2,410,621)	(2,364,554)	-	-	(2,410,621)	(2,364,554)
Total accumulated depreciation	(81,892,715)	(78,674,956)	(59,933,154)	(57,545,753)	(141,825,869)	(136,220,709)
Total capital assets, being depreciated, net	68,730,658	68,036,121	46,996,648	46,832,095	115,727,306	114,868,216
Total Capital Assets, net	**$ 88,658,829**	**$ 89,709,530**	**$ 55,986,043**	**$ 49,924,370**	**$ 144,644,872**	**$ 139,633,900**

Total net increase in capital assets for governmental activities (excluding depreciation) was $0.7 million, due primarily to the following significant changes:

1. Decrease of ($2.7 million) for land due to sale of parcels of the Rucks Park property.

2. Net increase of $1.0 million for construction in progress primarily related to the following major projects:

    a. Increase of $0.2 million for new projects: the NE 126th street parking lot; the 2023 city-wide WIFI initiative; traffic circle at NE 141 street and NE 5th avenue;

    b. Increase of $1.1 million added to existing construction in progress.

    c. Decrease of ($0.1 million) for completed projects: drainage for 147 NE 11th court (asphalt/Limerock); Sole Mia community center and park project.

3. The increase of $0.2 million for buildings and improvements (including right to use) related to leased office space for the CRA in accordance with GASB 87 *leases*.

4. Increase of $0.64 million for infrastructure due to completion of construction in progress projects referred to in item 2 above and additions of $0.6 for city-wide sidewalk repairs and resurfacing.

5. Net increase of $3.0 million for machinery and equipment due to disposal of vehicles and other obsolete equipment ($1.3 million) and acquisition of $4.3 million for several new vehicles from Bancorp and other vendors, 3 trolleys, utilities locating equipment and inspection cameras, a trailer, streetsweepers, computer-related servers and 2 horses.

6. Total net increase in capital assets for business-type activities (excluding depreciation) was $8.4 million, due primarily to the additions of $7.6 million for the water main line improvements and sewer main projects at various locations throughout the city. In addition, ($0.8 million) was for completed projects specifically the two FEMA grant projects for generators.

Additional information on the City's capital assets is disclosed in **NOTE 6** starting on page 75 of this report.

Long-term Debt

At September 30, 2023, the City had total outstanding debt of approximately $30.5 million (bonds, notes, leases etc.) compared to approximately $31.6 million at the end of the previous fiscal year.

The majority of the City's outstanding debt was secured by specific revenue sources. The outstanding debts are summarized below:

	Outstanding Debt					
	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Note payable	$ 8,455,000	$ 9,550,000	$ -	$ -	$ 8,455,000	$ 9,550,000
Unamortized bond discount	(216,307)	(272,582)	-	-	(216,307)	(272,582)
Lease obligations	17,824,969	17,562,333	3,417	4,658	17,828,386	17,566,991
State revolving fund loan	-	-	4,476,846	4,775,351	4,476,846	4,775,351
Total	$ 26,063,662	$ 26,839,751	$ 4,480,263	$ 4,780,009	$ 30,543,925	$ 31,619,760

During the fiscal year 2023, the City had the following debt activity:

Governmental Activities –Net decrease of (0.8 million) due primarily to:

a. Increase of $2.6 million for new leases for vehicles;
b. Increase of $0.2 million for lease of office building for the CRA;
c. Decrease of ($1.0 million) for note payable related scheduled debt repayment;
d. Decrease of (2.6 million) for scheduled lease repayment obligations.

Business-type Activities – The total debt decreased by a net of ($0.3 million) from the prior year, primarily due to scheduled debt repayments for the current fiscal year.

Additional information on the City's long-term debt and capital leases can be found in **NOTE 7** on page 77.

Overall Budget

The fiscal year 2023 adopted budget of $167.1 million represents an increase of 3.28% compared to the fiscal year 2022 Budget.

The difference between the original and final amended general fund budget for 2023 was approximately $35.3 million. The increase was due to re-appropriations for the previous year's projects.

The general fund is the largest component of the total budget, accounting for $65.8 million or 39% of the total budget. The budgetary highlights are based on the following schedule:

GENERAL FUND BUDGETARY HIGHLIGHTS

UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Ad valorem taxes	$ 22,146,154	$ 22,146,154	$ 24,013,712	$ 1,867,558
Utility and communication taxes	4,811,180	4,811,180	5,600,554	789,374
Charges for services	15,770,026	20,604,986	16,417,201	(4,187,785)
Return on investment - utility	3,102,393	3,102,393	3,102,393	-
Franchise fees	4,423,028	4,423,028	5,479,496	1,056,468
Fines and forfeitures	408,053	408,053	312,999	(95,054)
Intergovernmental	9,339,195	9,341,195	10,830,887	1,489,692
Licenses and permits	958,056	958,056	1,012,782	54,726
Interest	291,426	291,426	542,762	251,336
Other earnings	2,658,027	3,132,735	3,484,106	351,371
Rents and royalties	1,781,045	1,781,045	1,846,237	65,192
Total revenues	65,688,583	71,000,251	72,643,129	1,642,878
EXPENDITURES				
General Government:				
Mayor and city council	2,017,243	2,322,091	2,194,336	127,755
City manager	2,175,219	2,338,111	2,378,294	(40,183)
City clerk	924,475	662,144	565,172	96,972
Financial Services	3,259,372	3,259,373	3,050,557	208,816
Legal	1,332,820	1,352,820	1,387,357	(34,537)
Human resources	739,153	739,153	698,335	40,818
Information technology	2,280,614	2,595,436	2,323,465	271,971
Management and budget	576,109	576,109	437,779	138,330
Procurement and purchasing	626,557	626,557	401,471	225,086
Non-departmental	(437,037)	561,973	1,880,121	(1,318,148)
Total general government	13,494,525	15,033,767	15,316,887	(283,120)
Public Safety:				
Police	27,840,301	28,050,753	28,297,186	(246,433)
Code enforcement	5,378,609	5,426,110	5,227,996	198,114
Citizen investigative board	370,316	383,433	324,692	58,741
Total public safety	33,589,226	33,860,296	33,849,874	10,422
Physical Environment				
Public works	1,312,849	1,360,025	1,375,007	(14,982)
Transportation	2,417,586	2,440,411	2,313,885	126,526
Total physical environment	3,730,435	3,800,436	3,688,892	111,544
Economic Environment:				
Community planning and development	1,702,716	2,357,159	1,856,676	500,483
Housing and social services	1,365,225	1,606,722	1,379,457	227,265
Total economic environment	3,067,941	3,963,881	3,236,133	727,748
Culture and Recreation:				
Parks and recreation	5,896,382	5,914,806	5,875,663	39,143
Library	1,101,692	1,160,530	1,095,604	64,926
MOCA	1,340,222	1,340,222	1,368,294	(28,072)
Total culture and recreation	8,338,296	8,415,558	8,339,561	75,997
Debt service	1,320,630	1,347,519	1,328,696	18,823
Capital outlay	794,266	3,225,531	769,191	2,456,340
Total expenditures	64,335,319	69,646,988	66,529,234	3,117,754
Excess (deficiency) of revenues over (under) expenditures	1,353,264	1,353,263	6,113,895	4,760,632
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	1,549,963	1,549,963
Transfers in	211,000	211,000	972,819	761,819
Transfers out	(1,564,264)	(1,564,263)	(1,653,762)	(89,499)
Total other financing sources (uses)	(1,353,264)	(1,353,263)	869,020	2,222,283
Net change in fund balance	$ -	-	6,982,915	$ 6,982,915
Fund balance, beginning			10,436,966	
Fund balance, ending			$ 17,419,881	

1. Charges for services were $4.2 million less than budgeted due primarily to the net of the following significant factors:

    a. Sanitation fees experienced a favorable variance of $0.131 million primarily attributed to a rate increase that was not accounted for in the adopted budget.

    b. The budgeted prior year surplus did not materialize – ($4.8 million).

    c. Zoning compliance review fees exceeded the budgeted amount by $0.217 million.

2. Franchise fees were $1.1 million more than budgeted because collections for Florida Power and Light and waste collection tax that were deferred in the prior year in accordance with GASB 63, were released and recognized as revenues in the current.

3. Intergovernmental revenues were $1.5 million more than budgeted due mainly to $0.556 million true-up for state sharing revenues received in the current year that was not anticipated and underbudget of $0.640 million for local government ½ cent sales tax.

4. Other earnings were $0.351 million more than budgeted due primarily to insurance recovery revenues of $0.179 million received related to various incidents within the City. Miscellaneous recreation revenue was $.274 million primarily due to ticket sale revenue for 2023 NoMi Fest. This amount was not anticipated in the budget.

The net positive variance of $3.1 million for expenditures was due primarily to the following significant factors:

1. *General governmen*t total negative variance of ($0.283 million):

    a. The Mayor and Council department had budget savings of $0.127 million due to budgeted staff positions that were not filled.

    b. Non-departmental had a negative variance of ($1.3 million) due primarily to excess expenditures of ($0.324 million) for bank charges and credited ARPA reimbursements of $0.972 million.

    c. The following departments had budget savings of more than $0.050 million due primarily to adherence to budget control and for budgeted staff positions that were not filled:

        - City Manager - $0.069 million;
        - City Clerk - $0.096 million;
        - Financial Services - $0.208 million;
        - Information Technology - $0.271 million;
        - Management and Budget - $0.138 million;
        - Procurement and Purchasing - $0.225 million;
        - Code Enforcement - $0.198 million;

- Citizens Investigative Board - $0.058 million;
- Transportation - $0.126 million;
- Community Planning & Development - $0.500 million;
- Housing and Social Services - $0.227 million;
- Library - $0.064 million.

2. *Public safety* total positive variance of $0.01 million due primarily to the code enforcement department unfilled budgeted staff positions resulting in budget savings of $0.198 million.

3. *Physical environment* total positive variance of $0.111 million due primarily to unfilled budgeted staff positions in the transportation department resulting in budget savings of $0.126 million.

4. *Economic environment total positive variance of $0.727 million due primarily to the unfilled* budgeted staff positions in Community Planning and Development Housing. Savings in contractual services in the amount of $.500 million also contributed to Community Planning and Development's positive variance. Social Services reduced senior program activities to residents for budget savings of $0.074 million and having unfilled budgeted position.

5. *Culture and recreation* had a total positive variance of $0.075 million due primarily to the Parks and Recreation savings on unfinished projects. The library's positive variance of $.064 million is due to unfilled budgeted positions. Also, negative variance of ($0.028 million) for MOCA for expenditures that were not budgeted.

6. *Debt service* had a positive variance of $0.018 million due primarily to savings in rents and leases in Community Planning and Development.

7. *Capital outlay* had a positive variance of $2.4 million due primarily to unfinished projects in Public Works and Parks and Recreation.

8. *Proceeds from sale of capital assets* had a positive variance of $1.5 million due to the sale of Rucks Park. The sale was not anticipated in the budget.

9. *Transfers in* had a positive variance of $0.972 million due to a transfer from the American Rescue Plan Act (ARPA) Fund to the General Fund.

Economic Factors and Next Year's Budgets and Rates

The fiscal year 2023 budget allocates resources to support the level of service residents and businesses have come to expect. The goal is to provide basic levels of service in the most equitable and efficient manner and focus on areas of the City where the services are most needed, particularly as it relates to affordable housing. The fiscal year 2023 budget supports essential City services with increases in service fees such as water and sewer and stormwater utility. It also reduces the millage rate to 7.4000.

Economic Impact on the Fiscal 2023 Budget

For the ninth consecutive year, the City realized an increase in assessed taxable value as reported by the Miami-Dade County Property Appraiser. Fiscal year 2021-22 assessed taxable value was $4.540 billion and represented a 15.02% increase from the previous year of $3.947 billion. Most of the growth occurred within the North Miami CRA Area.

The City of North Miami continues to excel year by year. During the budget process we proactively look at exploring options for revenue increases, expenditure reductions, and operational efficiencies that will allow the City to provide outstanding services the public values. Some highlights in the fiscal 2022-23 budget include:

a. Seven (7) additional positions totaling 457 full time employees (FTE)
b. 3% COLA increase for City employees
c. 3% Merit increase for City employees
d. $28.6 million (43.45% of general fund) for public safety
e. $0.574 million increase in intergovernmental revenue

Request for Information

This financial report is designed to provide a general overview of the City of North Miami's finances to demonstrate the City's accountability. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the Finance Department.

Finance Department
City of North Miami
776 NE 125th Street
North Miami, Florida, 33161

or

Visit our website at www.northmiamifl.gov/financialreports



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Basic Financial Statements



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Government-wide Financial Statements



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CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 42,072,303	$ 8,745,951	$ 50,818,254
Investments	17,763,843	11,970,650	29,734,493
Receivables, net	3,666,166	20,235,819	23,901,985
Due from other governments	3,796,594	228,630	4,025,224
Inventories and supplies	96,394	808,032	904,426
Prepaids, deposits and other assets	762,045	138,346	900,391
Right to use lease receivable	4,770,745	-	4,770,745
Notes receivable	5,251,200	-	5,251,200
Restricted cash	13,055,057	-	13,055,057
Net pension asset	617,053	112,995	730,048
Capital assets not being depreciated	19,928,171	8,989,395	28,917,566
Capital assets being depreciated, net	68,730,658	46,996,648	115,727,306
Total assets	**180,510,229**	**98,226,466**	**278,736,695**
DEFERRED OUTFLOW OF RESOURCES			
OPEB related items	1,351,193	191,516	1,542,709
Pension related items	47,570,940	4,339,276	51,910,216
Total deferred outflow of resources	48,922,133	4,530,792	53,452,925
LIABILITIES			
Vouchers payable and accrued liabilities	3,435,146	5,885,494	9,320,640
Construction contracts payable	45,440	435,576	481,016
Accrued payroll and benefits	1,128,539	166,119	1,294,658
Unearned revenues	14,062,584	-	14,062,584
Deposits	926,922	3,243,864	4,170,786
Interest payable	173,094	-	173,094
Noncurrent liabilities:			
Due within one year	6,731,200	619,044	7,350,244
Due in more than one year	104,796,333	11,510,859	116,307,192
Total liabilities	131,299,258	21,860,956	153,160,214
DEFERRED INFLOW OF RESOURCES			
OPEB related items	4,598,886	707,457	5,306,343
Pension related items	25,221,806	3,117,686	28,339,492
Lease related	4,770,745	-	4,770,745
Other	5,000	-	5,000
Total deferred inflows of resources	34,596,437	3,825,143	38,421,580
NET POSITION			
Net investments in capital assets	62,549,727	51,070,204	113,619,931
Restricted for:			
Capital projects	9,307,349	-	9,307,349
Housing and development	490,180	-	490,180
Public safety	393,558	-	393,558
Transportation	3,575,852	-	3,575,852
Net pension benefits	5,015,173	329,020	5,344,193
Other purposes	29,392,476	-	29,392,476
Unrestricted (deficit)	(47,187,648)	25,671,935	(21,515,713)
Total net position	$ 63,536,667	$ 77,071,159	$ 140,607,826

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Primary government							
Governmental activities:							
General government	$ 32,997,525	$ 17,040,589	$ 603,065	$ -	$ (15,353,871)	$ -	$ (15,353,871)
Public safety	38,251,924	8,123,522	154,382	-	(29,974,020)	-	(29,974,020)
Physical environment	545,514	4,105,717	-	-	3,560,203	-	3,560,203
Transportation and public works	6,298,728	37,047	3,693,726	-	(2,567,955)	-	(2,567,955)
Housing and social services	4,027,256	-	2,747,015	-	(1,280,241)	-	(1,280,241)
Culture and recreation	15,348,146	1,497,358	66,827	-	(13,783,961)	-	(13,783,961)
Community planning and development	4,500,866	825,597	-	290,769	(3,384,500)	-	(3,384,500)
Interest and fiscal charges	747,588	-	-	-	(747,588)	-	(747,588)
Total governmental activities	**102,717,547**	**31,629,830**	**7,265,015**	**290,769**	**(63,531,933)**	**-**	**(63,531,933)**
Business-type activities:							
Water and sewer	37,144,473	36,745,409	-	-	-	(399,064)	(399,064)
Stormwater	2,158,326	2,920,624	-	-	-	762,298	762,298
Total business-type activities	**39,302,799**	**39,666,033**	-	-	-	**363,234**	**363,234**
Total primary government	**$ 142,020,346**	**$ 71,295,863**	**$ 7,265,015**	**$ 290,769**	**$ (63,531,933)**	**$ 363,234**	**$ (63,168,699)**
General revenues							
Taxes:							
Property taxes levied for general purposes					$ 33,625,021	$ -	$ 33,625,021
Utility taxes					4,502,472	-	4,502,472
Local option gas tax					761,198	-	761,198
Communication services tax					1,098,082	-	1,098,082
Franchise fees based on gross receipts					5,479,496	-	5,479,496
Intergovernmental not restricted to specific programs					12,660,993	-	12,660,993
Gain/(loss) on sale of capital assets					(999,964)	8,025	(991,939)
Unrestricted investment earnings					804,277	-	804,277
Miscellaneous revenues					7,477,384	508,137	7,985,521
Total general revenues					65,408,959	516,162	65,925,121
Transfers					254,768	(254,768)	-
Total general revenues and transfers					65,663,727	261,394	65,925,121
Change in net position					2,131,794	624,628	2,756,422
Net position, beginning					61,404,873	76,446,531	137,851,404
Net position, ending					**$ 63,536,667**	**$ 77,071,159**	**$ 140,607,826**

See notes to basic financials statements.



Fund Financial Statements



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CITY OF NORTH MIAMI, FLORIDA
BALANCE SHEET

GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	General	CRA	C.D.B.G. Entitlement	Landfill Closure	American Rescue Plan Act (ARPA)	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Pooled cash and cash equivalents	$ 16,244,706	$ 6,296,018	$ 139,831	$ -	$ 3,940,215	$ 11,807,890	$ 38,428,660
Pooled investments	5,179,093	-	-	-	2,120,493	4,887,287	12,186,873
Accounts receivables, net of allowance	3,212,239	9,100	-	-	-	444,827	3,666,166
Due from other governments and entities	1,951,011	126,099	135,527	-	-	1,572,912	3,785,549
Due from other funds	1,372,990	-	-	-	-	-	1,372,990
Prepaids, deposits and other current assets	545,114	32,778	-	-	4,410	68,549	650,851
Right to use lease receivable	4,770,745						4,770,745
Restricted cash	7,000,000	-	-	6,055,057	-	-	13,055,057
Notes receivable	5,251,200	-	-	-	-	-	5,251,200
Total Assets	45,527,098	6,463,995	275,358	6,055,057	6,065,118	18,781,465	83,168,091
LIABILITIES							
Vouchers payable	1,720,481	728,051	146,508	-	148,973	487,653	3,231,666
Construction contracts payable	12,557	-	-	-	-	30,861	43,418
Accrued payroll and benefits	1,013,119	-	3,082	-	-	73,157	1,089,358
Due to other funds	-	-		-	-	1,372,990	1,372,990
Unearned revenues	11,278,195	-	-	-	-	2,784,389	14,062,584
Other liabilities and deposits	211,833	20,000	-	-	-	695,089	926,922
Total Liabilities	14,236,185	748,051	149,590	-	**148,973**	5,444,139	20,726,938
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - from other sources	3,849,087	-	40,963	-	-	487,307	4,377,357
Unavailable revenues - lease related items	4,770,745	-	-	-	-	-	4,770,745
Unavailable revenue from notes receivable	5,251,200	-	-	-	-	-	5,251,200
Total deferred inflows of resources	13,871,032	-	40,963	-	-	487,307	14,399,302
FUND BALANCES (DEFICITS)							
Non-spendable	545,114	32,778	-	-	-	68,549	646,441
Restricted	7,000,000	6,724,715	84,805	6,055,057	5,916,145	12,996,932	38,777,654
Assigned	-	-	-	-	-	567,853	567,853
Unassigned (deficit)	9,874,767	(1,041,549)	-	-	-	(783,315)	8,049,903
Total Fund Balances	17,419,881	5,715,944	84,805	6,055,057	**5,916,145**	12,850,019	48,041,851
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$ 45,527,098**	**$ 6,463,995**	**$ 275,358**	**$ 6,055,057**	**$ 6,065,118**	**$ 18,781,465**	**$ 83,168,091**

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

Fund balance - total governmental funds		**$**	**48,041,851**
Amounts reported for governmental activities in the statement of net position (page 32) are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			83,779,495
Net pension assets reported in governmental activities are not financial resources and therefore are not reported in the governmental funds.			617,053
Certain revenues are not available to pay for current period expenditures and therefore are reported as unavailable revenue in the governmental funds.			
Other unavailable revenues	4,377,357		
Unavailable revenues relating to loans receivable	5,251,200		
			9,628,557
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:			
Unamortized bond discount	216,307		
Bonds and loans payable	(8,455,000)		
Leases payable	(15,277,845)		
Compensated absences liability	(8,931,650)		
Landfill closure liability	(8,441,463)		
Claims payable	(435,864)		
Net pension liability	(50,800,658)		
Total other post-employment benefit (OPEB) liability	(9,791,096)		
			(101,917,269)
Accrued interest payable			(173,094)
Net deferred outflows (inflows) for pensions and OPEB which are not recognized under the modified accrual basis of accounting			17,793,216
Assets and liabilities of internal service funds are included in governmental activities statement of net position.			5,766,858
Net position of governmental activities		**$**	63,536,667

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	General	CRA	C.D.B.G. Entitlement	Landfill Closure	American Rescue Plan Act (ARPA)	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Ad valorem taxes	$ 24,013,712	$ 9,611,309	$ -	$ -	$ -	$ -	$ 33,625,021
Utility and communication taxes	5,600,554	-	-	-	-	-	5,600,554
Charges for services:							
Sanitation fees	4,105,717	-	-	-	-	-	4,105,717
Interfund charges	7,240,278	-	-	-	-	-	7,240,278
Other	5,071,206	-	-	-	-	1,106,298	6,177,504
Return on investment - utility	3,102,393	-	-	-	-	-	3,102,393
Franchise fees	5,479,496	-	-	-	-	14,144	5,493,640
Fines and forfeitures	312,999	-	-	-	-	-	312,999
Intergovernmental	10,830,887	-	1,202,532	-	-	8,824,142	20,857,561
Licenses and permits	1,012,782	-	-	-	-	5,952,042	6,964,824
Interest and other earnings	4,026,868	122,038	-	149,042	320	2,191,358	6,489,626
Rents and royalties	1,846,237	-	-	-	-	-	1,846,237
Total revenues	72,643,129	9,733,347	1,202,532	149,042	320	18,087,984	101,816,354
EXPENDITURES							
Current:							
General government	15,316,887	2,868,195	-	-	558,406	202,192	18,945,680
Public safety	33,849,874	-	-	-	-	3,255,206	37,105,080
Physical environment	3,688,892	-	-	-	-	1,823,634	5,512,526
Housing and social services	1,379,457	-	1,145,516	-	-	1,263,842	3,788,815
Culture and recreation	8,339,561	-	-	-	-	4,107,624	12,447,185
Community planning and development	1,856,676	6,889,331	-	-	-	-	8,746,007
Debt service:							
Principal retirement	1,222,855	-	3,601	-	-	1,095,000	2,321,456
Interest and fiscal charges	105,841	-	-	-	-	692,375	798,216
Capital outlay	769,191	-	49,900	-	253,591	2,026,928	3,099,610
Total expenditures	66,529,234	9,757,526	1,199,017	-	811,997	14,466,801	92,764,575
Excess (deficiency) of revenues over (under) expenditures	**6,113,895**	**(24,179)**	**3,515**	**149,042**	**(811,677)**	**3,621,183**	**9,051,779**
OTHER FINANCING SOURCES (USES)							
Proceeds from sale of capital assets	1,549,963	-	-	-	-	-	1,549,963
Lease liabilities issued	-	215,918	-	-	-	-	215,918
Transfers in	972,819	-	-	-	-	2,030,118	3,002,937
Transfers out	(1,653,762)	-	-	-	(972,819)	(61,799)	(2,688,380)
Total other financing sources (uses)	869,020	215,918	-	-	(972,819)	1,968,319	2,080,438
Net change in fund balances	6,982,915	191,739	3,515	149,042	(1,784,496)	5,589,502	11,132,217
Fund balances, beginning	10,436,966	5,524,205	81,290	5,906,015	7,700,641	7,260,517	36,909,634
Fund balances, ending	**$ 17,419,881**	**$ 5,715,944**	**$ 84,805**	**$ 6,055,057**	**$ 5,916,145**	**$ 12,850,019**	**$ 48,041,851**

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Net change in fund balances - total governmental funds		**$ 11,132,217**
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:		
Expenditures for capital assets	3,099,610	
Net effect of various transactions involving capital assets	(4,961,521)	
	(1,861,911)	
Less current year depreciation	(3,545,409)	
		(5,407,320)
Certain revenues are reported as deferred inflows in the fund financial statements due to amounts being unavailable; under full accrual accounting they are reported as revenues:		
Grants	(632,078)	
Other revenues	527,573	
		(104,505)
Governmental funds do not report deferred outflows (inflows) related to pensions and OPEB. However, in the statement of activities, changes in these balances are recognized as adjustments to revenues and expenses.		32,691,281
Issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal is an expenditure in the governmental funds. The issuance increases long-term liabilities while the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums and discounts and similar items when debt is first issued whereas those amounts are deferred and amortized in the statement of activities over time:		
Amortization of bond discount	(56,276)	
Principal paid on bonds, loans and capital leases	2,562,706	
Lease issued	(215,918)	
		2,290,512
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds:		
Compensated absences	(527,853)	
Landfill and closure cost	(545,515)	
Total OPEB liability	3,425,781	
Net pension liability	(38,351,956)	
		(35,999,543)
Internal service funds are used by management to charge the costs of self insurance and fleet management services to individual funds. The change in net position of the internal service funds is reported with governmental activities.		(2,470,848)
Change in net position of governmental activities		**$ 2,131,794**

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds			Activities
	Water and Sewer	Stormwater	Total Enterprise Funds	Internal Service Funds
ASSETS				
Current assets:				
Pooled cash and cash equivalents	$ 7,978,465	$ 767,486	$ 8,745,951	$ 3,643,643
Pooled investments	11,615,641	355,009	11,970,650	5,576,970
Accounts receivables, net of allowance	18,928,828	1,306,991	20,235,819	-
Grants receivables from other governments	228,630	-	228,630	11,045
Inventories and supplies	808,032	-	808,032	96,394
Prepaids and deposits	137,426	920	138,346	111,194
Total current assets	39,697,022	2,430,406	42,127,428	9,439,246
Non-current assets:				
Net pension asset	107,155	5,840	112,995	28,691
Capital assets, net	48,481,668	7,504,375	55,986,043	4,879,334
Total non-current assets	48,588,823	7,510,215	56,099,038	4,908,025
Total assets	88,285,845	9,940,621	98,226,466	14,347,271
DEFERRED OUTFLOW OF RESOURCES				
OPEB related items	164,640	26,876	191,516	27,111
Pension related items	3,831,941	507,335	4,339,276	2,044,825
Total deferred outflow of resources	3,996,581	534,211	4,530,792	2,071,936
LIABILITIES				
Current liabilities:				
Vouchers payable	5,828,311	57,183	5,885,494	203,479
Constructions contracts payable	435,576	-	435,576	2,023
Accrued payroll and benefits	136,838	29,281	166,119	39,181
Deposits and performance bonds	3,243,864	-	3,243,864	-
Compensated absences	280,863	36,946	317,809	100,708
Loans and leases payable	301,235	-	301,235	1,154,140
Total current liabilities	10,226,687	123,410	10,350,097	1,499,531
Non-current liabilities:				
Compensated absences	834,394	40,424	874,818	488,262
Loans and leases payable	4,179,028	-	4,179,028	1,392,983
Claims payable	-	-	-	3,760,893
Net pension liability	4,218,932	670,587	4,889,519	2,479,391
Total OPEB liability	1,336,815	230,679	1,567,494	262,578
Total non-current liabilities	10,569,169	941,690	11,510,859	8,384,107
Total liabilities	20,795,856	1,065,100	21,860,956	9,883,638
DEFERRED INFLOWS OF RESOURCES				
Other	-	-	-	5,000
OPEB related items	615,976	91,481	707,457	143,218
Pension related items	2,671,657	446,029	3,117,686	620,493
Total deferred inflows of resources	3,287,633	537,510	3,825,143	768,711
NET POSITION				
Net investment in capital assets	43,565,829	7,504,375	51,070,204	2,330,188
Restricted for:				
Net pension benefits	294,183	34,837	329,020	218,618
Unrestricted	24,338,925	1,333,010	25,671,935	3,218,052
Total net position	$ 68,198,937	$ 8,872,222	$ 77,071,159	$ 5,766,858

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 20233

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Stormwater	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES				
Charges for water	$ 17,341,661	$ -	$ 17,341,661	$ -
Sanitary sewer fees	19,004,097	-	19,004,097	-
Stormwater charges	-	2,920,624	2,920,624	-
Premiums and charges for services provided to other funds	-	-	-	3,104,420
Other revenues	399,651	-	399,651	606,053
Total operating revenues	36,745,409	2,920,624	39,666,033	3,710,473
OPERATING EXPENSES				
Personnel services	5,117,279	539,041	5,656,320	1,580,651
Wholesale water cost and sewage disposal	18,036,041	-	18,036,041	-
Materials, supplies, services and other operating expenses	11,651,353	1,195,172	12,846,525	2,634,766
Claims cost	-	-	-	1,133,808
Depreciation	2,263,820	424,113	2,687,933	971,134
Total operating expenses	37,068,493	2,158,326	39,226,819	6,320,359
Operating (loss) income	**(323,084)**	**762,298**	**439,214**	**(2,609,886)**
NON-OPERATING REVENUES (EXPENSES)				
Interest income	277,328	54	277,382	67,711
Gain from sale of capital assets	8,025	-	8,025	186,329
Other non-operating revenues	228,630	2,125	230,755	-
Interest expense	(75,980)	-	(75,980)	(55,213)
Total non-operating revenues (expenses)	438,003	2,179	440,182	198,827
Income before transfers	114,919	764,477	879,396	(2,411,059)
TRANSFERS				
Transfers out	(225,709)	(29,059)	(254,768)	(59,789)
Total transfers out	(225,709)	(29,059)	(254,768)	(59,789)
Change in net position	(110,790)	735,418	624,628	(2,470,848)
Net position - beginning	68,309,727	8,136,804	76,446,531	8,237,706
Net position - ending	**$ 68,198,937**	**$ 8,872,222**	**$ 77,071,159**	**$ 5,766,858**

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Stormwater Utility	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	36,345,758	2,920,624	39,266,382	-
Cash receipts from other funds for premiums and charges for services	-	-	-	3,104,420
Other cash receipts	399,651	-	399,651	606,053
Payments to employees	(5,117,279)	(539,041)	(5,656,320)	(1,580,651)
Payments for wholesale water & sewer	(18,036,041)	-	(18,036,041)	-
Payments to suppliers	(7,158,624)	(1,337,980)	(8,496,604)	(2,475,961)
Payments for claims	-	-	-	(1,133,808)
Payments for interfund services	(5,030,860)	(23,510)	(5,054,370)	-
Net cash provided by (used in) operating activities	1,402,605	1,020,093	2,422,698	(1,479,947)
CASH FLOWS FROM NON-FINANCING ACTIVITIES				
Grants and other revenues	228,630	2,125	230,755	-
Transfers out	(225,709)	(29,059)	(254,768)	(59,789)
Net cash provided by (used in) non-financing activities	2,921	(26,934)	(24,013)	(59,789)
CASH FLOWS FROM LEASE AND RELATED FINANCING ACTIVITIES				
Principal paid on bonds, notes and leases	(299,745)	-	(299,745)	(711,955)
Interest paid on bonds, notes and leases	(75,980)	-	(75,980)	(55,213)
Proceeds from sale of capital assets	8,025	-	8,025	186,329
Acquisition and construction of capital assets	(8,850,220)	(290,032)	(9,140,252)	(770,468)
Net cash used in lease and related financing activities	(9,217,920)	(290,032)	(9,507,952)	(1,351,307)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(4,497,476)	-	(4,497,476)	(4,205,381)
Interest earnings	277,328	-	277,328	67,711
Net cash used in investing activities	(4,220,148)	-	(4,220,148)	(4,137,670)
Net (decrease) increase in pooled cash and cash equivalents	(12,032,542)	703,127	(11,329,415)	(7,028,713)
Pooled cash and cash equivalents, beginning	20,011,007	64,359	20,075,366	10,672,356
Pooled cash and cash equivalents, ending	$ 7,978,465	$ 767,486	$ 8,745,951	$ 3,643,643
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES:				
Operating (loss) income	$ (323,084)	$ 762,298	$ 439,214	$ (2,609,886)
Adjustments to reconcile operating income (loss) to net cash (used in) provided by operating activities:				
Depreciation expense	2,263,820	424,113	2,687,933	971,134
Changes in assets and liabilities, deferred inflows and outflows of resources:				
(Increase) decrease in accounts receivable	(1,075,442)	(180,002)	(1,255,444)	-
(Increase) decrease in grants receivable from other governments	(228,630)	-	(228,630)	24,250
(Increase) decrease in inventories and supplies	(75,090)	-	(75,090)	(35,021)
(Increase) decrease in prepaids and deposits	-	-	-	29,683
(Increase) decrease in net pension asset	(107,155)	(5,840)	(112,995)	(28,691)
(Increase) decrease in deferred outflows of resources	(1,107,873)	(179,001)	(1,286,874)	(1,316,762)
Increase (decrease) in vouchers payable	361,745	41,404	403,149	44,306
Increase (decrease) in constructions contracts payable	274,454	-	274,454	-
Increase (decrease) in accrued payroll and benefits	12,594	6,970	19,564	3,805
Increase (decrease) in deposits and performance bonds	159,733	-	159,733	-
Increase (decrease) in compensated absences	(103,024)	(19,356)	(122,380)	53,998
Increase (decrease) in claims payable	-	-	-	(51,257)
Increase (decrease) in other post-employment benefits obligation	(111,457)	(15,479)	(126,936)	(139,139)
Increase (decrease) in net pension liability	1,804,741	238,221	2,042,962	1,800,385
Increase (decrease) in deferred inflows of resources	(342,727)	(53,235)	(395,962)	(226,752)
Net cash provided by (used in) operating activities	$ 1,402,605	$ 1,020,093	$ 2,422,698	$ (1,479,947)
Non-cash investing, capital and financing activities:				
Construction contracts payable	435,576	-	435,576	2,023
Lease financing	-	-	-	2,498,034
Total non-cash investing, lease and financing activities	$ 435,576	$ -	$ 435,576	$ 2,500,057

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF FIDUCIARY FUNDS NET POSITION
SEPTEMBER 30, 2023

	Pension Trust Funds
ASSETS	
Cash	$ 252,367
Investments:	
Short-term investments	5,693,033
U.S. treasuries	11,739,537
U.S. agency obligations	15,919,967
Corporate bonds	3,457,495
Equity mutual funds	28,091,715
Common stock and mutual funds	62,942,519
Real estate funds	44,585,027
Bond index fund	19,827,333
Index funds (collective investment trust funds)	62,928,028
Total investments	255,184,654
Receivables:	
Plan members' contributions	29,394
CNM Share Plan	50,725
Receivable from broker on investments sold	553,962
Accrued interest	221,942
Accrued dividends	38,504
Total receivables	915,175
Total assets	256,352,196
LIABILITIES	
Accounts payable	83,707
Payable to broker for investments purchased	520,288
Benefits payable	3
Total liabilities	603,998
NET POSITION	
Net position restricted for pension benefits	$ 255,748,198

See notes to basic financials statements.

CITY OF NORTH MIAMI, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY FUNDS NET POSITION
FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Pension Trust Funds
ADDITIONS	
Contributions:	
Employer	$ 6,446,917
Plan members	1,614,975
County	87,856
Total contributions	8,149,748
Investment income:	
Net increase (decrease) in fair value of investments	15,354,532
Interest	1,862,368
Dividends	4,263,596
Gross investment income	21,480,496
Less investment expenses	(805,479)
Net investment income	20,675,017
Total additions	28,824,765
DEDUCTIONS	
Benefits paid directly to Plan members:	
Normal retirement (pension benefits)	13,685,247
Lump sum retirement	858,417
Total benefits paid	14,543,664
Administrative expenses	1,031,653
Total deductions	15,575,317
Increase in net position	13,249,448
Net position restricted for pension benefits, beginning	242,498,750
Net position restricted for pension benefits, ending	$ 255,748,198

See notes to basic financials statements.



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Notes to Basic Financial Statements



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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of North Miami, (the "City"), located in Miami-Dade County, Florida, was incorporated in 1926. The City operates under a Council-Manager form of government and provides the following services: general government, public safety, public works, water and sewer utility, stormwater management, culture and recreation including library services and community planning and development.

The accounting policies of the City conform to generally accepted accounting principles ("GAAP"), in the United States for local governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. A summary of the City's significant accounting policies applied in the preparation of the accompanying financial statements are described below.

A. Financial Reporting Entity

The financial reporting entity covered by this report includes the City and its component units. The reporting entity has been defined in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards (Section 2100). The accompanying financial statements include those of the City (the primary government) and those of its component units. Component units are legally separate organizations for which the primary government is financially accountable or organizations which should be included in the City's financial statements because of the nature and significance of their relationship with the primary government. GASB Codification Section 2100 provides guidance for the inclusion of a legally separate entity as a component unit of an entity. The application of this guidance provides for identification of entities for which the City is financially accountable or organizations that the nature and significance of their relationship with the City are such that exclusions would cause the City's basic financial statements to be misleading or incomplete.

Based upon the application of GASB Codification Section 2100, the component units listed below have been included in the City's reporting entity as either blended or discretely presented component units.

Blended component units, although legally separate entities, are in substance part of the City's operations. Accordingly, data from these component units are included with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the financial statements, when applicable, to emphasize that they are legally separate from the City. The financial balances and activities for each blended and discretely presented component unit are as of and for the year ended September 30, 2023.

Blended Component Units

North Miami Community Redevelopment Agency (CRA) – The CRA was created on June 7, 2004, in accordance with Chapter 163.356, Florida Statutes, to establish and carry out redevelopment objectives in economically deprived areas of the City. The CRA, whose board members are the same as the City Council's, provides services that exclusively benefit the City.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The CRA is fiscally dependent on the City because the City Council approves the CRA's budget, levies taxes, and must approve any debt issuances. Complete financial statements for the CRA can be obtained by writing to: Director, North Miami Community Redevelopment Agency, 776 N.E. 125 Street, North Miami, Florida 33161.

Museum of Contemporary Art ("MOCA") - MOCA is a non-profit organization established by City Ordinance in 1980 to provide cultural benefits to the City. The museum is operated and managed by a board of trustees which was established to consist of a minimum of eleven (11) members and a maximum of thirty-one (31) members including: one (1) ex officio (non-voting) member from the staff of the City selected by the City Manager and the Mayor as a voting member. Each member of the City Council can appoint two (2) members to the board. The remaining members, not to exceed twenty (20) members, can be appointed by the board of trustees.

In 2008, the City entered into a management agreement with MOCA and its board of trustees under which the City primarily funds the operations of the museum based on its annual budget. The building, land and the majority of furniture and equipment, which approximates $2.9 million, is owned by the City. The City is also obligated to maintain and repair the museum's facility.

Complete financial statements for MOCA can be obtained by writing to: Director, Museum of Contemporary Art, 770 N.E. 125 Street, North Miami, Florida 33161.

Related Entity

The following related entities do not meet the criteria for component units and are not included in the City's financial statements. City Officials appointed the initial boards and continue to appoint members to the boards of the following organizations. The City's accountability for these organization does not extend beyond making appointments:

North Miami Educational Foundation Inc. ("NMEF Foundation") – The NMEF is a non-profit organization incorporated in 2012. The original purpose of the NMEF was to provide financial assistance to at-risk students and economically disadvantaged residents in their pursuit of. education. The NMEF Foundation founding board of nine members was selected by the City Council. The City awarded an initial contribution of $350,000 to establish an endowment fund. An investment firm holds the funds and the earnings are used to fund the mission of the NMEF.

North Miami Low Income Home Utility Bills Assistance Foundation, Inc. ("Foundation") – The Foundation is a non-profit organization incorporated in 2018. The original purpose of the Foundation was provide funding for an emergency utilities assistance program - NOMI Water Bill Assistance Program (the "Program") and to solicit and accept contributions from the general public, or private institutions and governmental agencies to support the Program. The goal of the Program was to provide North Miami residents with emergency assistance with past due utility bills to ensure the safety of residents. The Foundation founding board of seven members was selected by the City Council. A third-party coordinates the operations of the Foundation to ensure the mission of the Foundation is achieved.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOMI Food Pantry, Inc. ("Pantry") – The Pantry is a non-profit organization incorporated in 2021. The purpose of the Pantry is to provide a stable source of nutrition to economically disadvantaged North Miami residents experiencing financial hardship, and to solicit and accept contributions from the general public, public or private institutions, and governmental agencies to achieve the goals, purposes and mission of the Pantry. The Pantry has a seven member board of directors selected by the City Council.

B. Government-wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities report information on all of the non-fiduciary activities of the City and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on user fees and charges to recover their costs and for capital renewal.

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 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 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. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The remaining non-major governmental funds are aggregated and reported as non-major governmental funds as a separate column.

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*, as are the proprietary funds and fiduciary funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, pension, postemployment benefits other than pensions, and landfill closure cost are recorded only when payment is due. General capital asset acquisitions, including contracts giving the City the right to use leased assets, are reported as expenditures in governmental funds. The issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes, franchise fees and other taxes, licenses, permits, intergovernmental revenues, non-utility charges forgiveness, rent royalties and interest associated with the current fiscal period are all considered to be subject to accrual and are recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

The ***General Fund*** is the City'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 ***Community Development Block Grant (C.D.B.G.) Entitlement Fund*** accounts for grant-related revenues and expenditures for housing rehabilitation programs.

The ***Landfill Closure Fund*** accounts for the costs of remediation and closure of the former Munisport landfill site and revenues generated from interest earned on the restricted cash balances.

The ***CRA Fund*** accounts for incremental tax revenues received from the City and Miami-Dade County to finance redevelopment projects intended to stimulate rehabilitation or development in the CRA area.

The ***American Rescue Plan Act Fund*** accounts for federal funding provided to assist with Covid-19/post-pandemic related costs and lost revenues recovery.

The City reports the following major proprietary funds:

The ***Water and Sewer Utility Fund*** accounts for the activity related to providing water treatment and distribution services and sewage treatment to all areas within the City limits and certain Citys outside the City limits.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The ***Stormwater Utility Fund*** accounts for the activity of the City's stormwater systems and pollution resulting from stormwater runoff.

Additionally, the City reports the following fund types:

Internal Service Funds account for the cost of insuring the City in the areas of workers' compensation and general liability risks, and providing fleet management services to other departments on a cost reimbursement basis.

The ***Pension Trust Funds*** (Clair T. Singerman Plan and Police Pension Plan) are used to account for the City's two single employer defined benefit pension plans. The Clair T. Singerman Plan and the Police Pension Plan were frozen to new participants in June 2016 and December 2016, respectively. Employees hired after such date participate in the State of Florida Retirement System.

Reconciliation of Government-wide and Fund Financial Statements

A summary reconciliation of the difference between total fund balances as reflected on the governmental funds balance sheet and total net position for governmental activities as shown on the government-wide statement of net position is presented in an accompanying schedule to the governmental funds balance sheet. The asset, liability and deferred inflow/outflow of resource elements which comprise the reconciliation differences stem from governmental funds using the *current financial resources measurement focus and the modified accrual basis of accounting,* while the government-wide financial statements use the *economic resources measurement focus and the accrual basis of accounting.*

A summary reconciliation of the differences between net changes in fund balances as reflected on the governmental funds statement of revenues, expenditures, and changes in fund balances, and change in net position for governmental activities as shown on the government-wide statement of activities, is presented in an accompanying schedule to the governmental funds statement of revenues, expenditures, and changes in fund balances. The revenue and expense elements, which comprise the reconciliation differences, stem from governmental funds using *the current financial resources measurement focus and the modified accrual basis of accounting* while the government-wide financial statements use *the economic resources measurement focus and the accrual basis of accounting.*

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's various utility and other functions. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

In the government-wide statement of activities, 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. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

all taxes with the exception of local option fuel taxes and the half-cent transportation surtax. Proceeds from these taxes are used to fund transportation related expenditures and, therefore, are reported as *program revenues* under the function "transportation".

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations.

The principal operating revenues of the City's water and sewer fund, stormwater utility fund and internal service fund, are charges for services. Operating expenses for enterprise funds and internal service funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources when they are needed. Unrestricted resources include committed, assigned and unassigned amounts, which are available and can be used for the intended purpose. When unrestricted resources are available for use, it is the City's policy to use committed resources first, then assigned and then unassigned as they are needed.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Cash, Cash Equivalents and Investments

The City's cash and cash equivalents include cash on hand, time and demand deposits, and short-term investments consisting primarily of collateralized interest on public funds checking accounts and investments with the State Board of Administration Investment Pool. The City pools cash from most of its funds for accounting and investments purposes. This gives the City the ability to maximize earnings potential from large idle cash. The relationship of an individual fund to the pooled cash account is similar to that of a demand deposit account. Individual funds can withdraw cash from the account as needed and, therefore, all equity in the pooled cash is considered highly liquid.

Resources of all funds, with the exception of the pension trust funds and certain other cash and investment accounts, which are maintained in accordance with legal requirements, have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is allocated based upon equity balances of the respective funds. The average interest rate earned on investments was approximately 0.86% for fiscal year 2023.

The types of investments that can be purchased and held by the City are governed by the City's investment policy and the provisions of Florida Statutes Section 218.415. Under City policy and the statute, authorized investments are limited, unless otherwise authorized by law or ordinance,

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

to the State Board of Administration Investment Pool, money market funds, direct or unconditionally guaranteed obligations of the United States Government, obligations of certain governmental agencies, interest bearing time deposits or savings accounts. Cash and cash equivalents, for purposes of the statement of cash flows, include cash and investments which are defined as short-term, highly liquid investments with original maturities of three months or less when purchased.

Investments

Certain investments are recorded at fair value, which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Certain investments are recorded at net asset value (NAV) per share. This method of determining fair value uses member units to which a proportionate share of net assets is attributed. Certain investments are recorded at amortized cost.

The fair value hierarchy established by GASB 72 categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 – Investments' fair values based on prices quoted in active markets for identical assets.

Level 2 – Investments' fair values based on observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.

Level 3 – Investments' fair values based upon unobservable inputs.

Net appreciation or depreciation in fair value of investments includes realized and unrealized gains and losses. Realized gains and losses are determined on the basis of specific cost. Purchases and sales of securities are recorded on the trade-date. Dividends are recorded on the ex-dividend date.

Alternative investments are measured at net asset value based on their proportionate share of the value of the investments as determined by the fund managers and are valued according to methodologies, which include pricing models, discounted cash flow models and similar techniques.

Real estate partnerships provide quarterly valuations to management. Individual properties are valued by the investment management at least annually and are adjusted as frequently as quarterly if material market or operational changes have occurred. Properties are generally externally appraised every one to five years, depending on the investment. Annual audits of partnerships include a review of compliance with each partnership's valuation policies.

Collective investment trusts are valued by obtaining fair values of the underlying holdings using reputable pricing sources and computing an overall net asset value per share. The holdings within each fund are publicly traded securities. The funds have daily openings whereby contributions and withdrawals can be made on a daily basis.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Interfund Receivables, Payables and Transfers

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

3. Receivables

All trade and other receivables are shown net of an allowance for uncollectable amounts. Long-term receivables are analyzed for their collectability based on the terms and conditions of the agreements. In addition to those receivables specifically identified as uncollectable based on management's assessment of individual creditor's ability to pay, a general allowance is

calculated based on the City's historical collection experience to ensure all receivables are recorded at their net realizable value.

Water and wastewater charges to customers are based on actual water consumption. The City recognizes revenue and a related receivable for the estimated unbilled consumption as of September 30th of each year.

4. Inventories and Prepaids

Inventories consist principally of materials and supplies held for consumption and are recorded at cost. In the governmental funds, the cost of inventories are recorded as expenditures at the time of purchase since such amounts are not material to the financial statements. In the proprietary funds, the cost of inventories are recorded as expenses when consumed. Certain payments to vendors reflect costs applicable to the future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Such costs are recognized during the period benefited by the prepayment (consumption method).

5. Capital Assets

Capital assets, which include land, buildings, machinery, equipment, and infrastructure assets (e.g., utility lines, roads, bridges, sidewalks, and similar items) are reported at cost or estimated historical cost in the applicable governmental or business-type activities columns in the government-wide financial statements. Donated capital assets are recorded at their acquisition value at the date of donation. The City's capitalization thresholds are: $1,000 for equipment and $5,000 each for land buildings, and infrastructure items. The City's capitalization threshold for intangible assets is $30,000 for software and $75,000 for easements. The costs of normal maintenance and repairs that do not increase the capacity or efficiency of the asset or materially extend asset lives beyond one year are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment, the right-to-use leased equipment, right-to-use SBITAs and infrastructure of the primary government are depreciated/amortized using the straight-line method over the following estimated useful lives:

Capital Assets	Years
Buildings	50
Right-to-use leased buildings	11-33
Land improvements	20
Building improvements	20
Public domain infrastructure	10-50
Intangibles	5-25
System infrastructure	5-50
Vehicles, and other outdoor equipment	3-10
Right-to-use leased equipment	5-20
Office equipment	5-10
Computer equipment	3-4
Library books	5

6. 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 these estimates are based on management's knowledge of current events and actions it may undertake in the future, such estimates may ultimately differ from actual results.

7. Deferred Outflows/Inflows of Resources and Unearned Revenues

Deferred Outflows and Inflows of Resources

The Statement of Net Position also includes a separate section for deferred outflows of resources. This represents the consumption of net assets applicable to future periods and will be recognized as expenses in the future period to which it applies. The City currently reports deferred outflows related to debt refunding, pensions and other post-employment benefits (OPEB) in this category.

- The deferred outflow relating to debt (loss on debt refunding) includes the difference between the carrying value of refunded debt and its reacquisition price. Because new sources were used for the refunding, this amount is being deferred and amortized over the life of the refunding debt.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- The deferred outflows related to pensions and OPEB are calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* and GASB No. 75*, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* respectively. These will be recognized as either pension/OPEB expense or a reduction in the net pension/OPEB liability, respectively, in future reporting years. Details on the composition of deferred outflows related to pensions and OPEB are reported in subsequent notes.

In addition to liabilities, the Statement of Net Position also displays a separate section for deferred inflow of resources. This represents the acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. In this category, the City currently reports deferred inflows of resources related to pensions and OPEB.

- The deferred inflows related to pensions and OPEB are calculated in accordance with GASB Statement No. 68 and GASB Statement No. 75, respectively. The deferred inflows related to pensions and OPEB will be recognized as a component of pension/OPEB expense in future reporting years. Details on the composition of deferred inflows related to pensions and OPEB are reported in subsequent notes.

The governmental funds report unavailable revenue from various sources which primarily include grants and contributions, charges for services and special assessments.

The government-wide Statement of Net Position and Statement of Net Position of the proprietary funds report deferred inflows of resources related to pensions, OPEB and leases.

Unearned Revenues

Unearned revenues are a liability and represent items for which the City has not met all eligibility requirements imposed by the provider to allow for revenue recognition at year end. Unearned revenues are reported in both the government-wide and the fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following schedule summarizes the City's deferred outflows/inflows of resources and unearned revenues as of fiscal year end:

Governmental Activities	**Deferred Outflows**	**Deferred Inflows**	**Unearned Revenues**
Grant funds received in advance	$ -	$ -	$ 2,784,389
Deposits and other funds received in advance	-	-	1,220,359
Rent received in advance	-	-	10,057,836
OPEB	1,351,193	4,598,886	-
Pensions	47,570,940	25,221,806	-
Lease related	-	4,770,745	-
Other	-	5,000	-
Total governmental activities	$ 48,922,133	$ 34,596,437	$ 14,062,584
Business-type Activities			
OPEB	$ 191,516	$ 707,457	
Pensions	4,339,276	3,117,686	
Total business-type activities	$ 4,530,792	$ 3,825,143	

8. Compensated Absences

It is the City's policy to permit employees to accumulate, within certain limits, earned but unused vacation time and sick leave, which will be paid to employees upon separation from City service. All vacation and sick leave pay are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, due to employee resignation or retirement. The estimated liability is measured using rates in effect at the balance sheet date; benefits are computed at current salary rates at the time of payment. Upon separation from City service, vacation leave is paid at 100% and sick leave is paid at 25% to 100% depending on years of service. The General Fund has primarily been used in prior years to liquidate the liability for compensated absences of governmental funds.

9. Other post-employment benefits (OPEB)

Pursuant to Section 112.0801, Florida Statutes, the City is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. The rates provide for an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the Plan on average than those of active employees. The City is financing the post-employment benefits on a pay-as-you-go basis as no assets are held in trust for payment of the OPEB liability. As determined by an actuarial valuation, the City records the total OPEB liability in its proprietary and government-wide financial statements related to the implicit subsidy. See Note 8 for further information.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Pensions

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

11. Long-Term Debt

In the government-wide financial statements and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as prepaid bond insurance costs, are deferred and amortized over the life of the bonds using the straight-line amortization method. The result of using this method does not differ significantly from the effective interest method. All other debt issuance costs are expensed as incurred. Bonds payable are reported net of the applicable bond premium or discount. In addition, the difference between the reacquisition price (new debt) and the net carrying value of the old debt on refunded debt transactions is deferred and amortized as a component of interest expense over the shorter of the remaining life of the old debt or the life of the new debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as another financing source. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing use. Issuance cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

12. Net Position and Fund Balance

Net Position - This is the result of assets plus deferred outflows of resources, less liabilities and deferred inflows of resources in the government-wide and proprietary funds. Net position balances are displayed in three categories:

Net investment in capital assets – This category consists of capital assets reduced by accumulated depreciation and by any outstanding debt incurred to acquire, construct, or improve those assets, excluding unexpended proceeds. Deferred inflow/outflow of resources attributable to the acquisition, construction, or improvement of those assets and related debt are included in this component of net position.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted – This category is the portion of net position that has been restricted for general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions.

Unrestricted – This category of net position consists of all net position that does not meet the definition of either of the other two categories above.

Fund Balance – Governmental funds financial statements report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is legally bound to honor the specific purposes for which amounts in fund balance may be spent.

Fund balances are displayed in the following categories depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable Fund Balances – This category includes amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts), or legally or contractually required to remain intact (e.g. endowment).

Restricted Fund Balances – This category includes amounts that are restricted for specific purposes either by: (a) constraints imposed by external providers (such as grantors, creditors, bondholders, contributors, or laws or regulations of other governments), or (b) imposed by constitutional provisions.

The City's restricted fund balances are for the following purposes:

Landfill closure $6,055,057; housing and other community development $490,180; public safety projects $407,141; City transportation programs $3,575,852; capital projects $12,952,557; other purposes $15,296,867.

Committed Fund Balances – This category includes amounts that can only be used for specific purposes pursuant to constraints imposed by City Council, which is the City's highest level of decision-making authority, set in place to the end of the fiscal year. An ordinance is the formal action required to establish, modify or rescind a fund balance commitment since it constitutes the highest binding constraint. The same type of formal action that created the constraint is required to change or remove the specified use. There was no committed fund balance as of fiscal year end.

Assigned Fund Balances – This category includes amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balances are made by the City Manager based upon the direction of the City Council. The City's assigned fund balance of $567,853 relates to funding for MOCA activities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unassigned Fund Balances (Deficits) – This category includes amounts that have not been restricted, committed or assigned. An unassigned fund balance deficit will require future funding.

The General Fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental 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. Accordingly, in addition to the General Fund positive unassigned fund balance of $9,,874,767, the CRA and the nonmajor governmental funds reported a total negative unassigned fund balances of ($1,041,549 and ($783,315) respectively.

E. Leases

The City as Lessee

The City is a lessee for noncancellable leases of vehicles, equipment, land and building spaces. The City recognizes a lease liability and a right-to-use leased asset in the government-wide financial statements. At the commencement of a lease, the City measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life or the lease period whichever is shorter. Key estimates and judgments related to leases include how the City determines (1) the discount rate used to discount the expected lease payments to present value, (2) lease term, and (3) lease payments. The City uses its estimated incremental borrowing rate of 3.49% as the discount rate for leases. The lease term includes the noncancellable period of the lease.

Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise. The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly alter the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position. Lease activity is included in Notes 6 and 7.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City as Lessor – Leases Receivable

The City is a lessor for noncancellable leases of land, buildings and other structures. The accounting treatment is very similar for leases (where the City is a lessor). In each cases, the City recognizes both a receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City measures the receivable at the present value of payments expected to be received during the lease term. Subsequently, the receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is measured as the initial amount of the receivable, adjusted for payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines the discount rate it uses to discount the expected receipts to present value, lease term, and lease receipts. The City uses its estimated incremental borrowing rate of 3.49% as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the receivable is composed of fixed payments from the lessees.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the receivable and deferred inflows of resources if certain changes occur that are expected to significantly alter the amount of the receivable.

The City leases lands and facilities for cellular tower antenna sites to third parties. The City believes the tenants and licensees will exercise renewal options with reasonable certainty. During the year ended September 30, 2023, the City recognized $437,200 of lease revenue (including $15,258 interest) related to the lease agreements. The net adjustment of $571,941 related to adjustments to the lease agreements. At September 30, 2023, the City recorded lease receivable of $4,770,745.

The following is a summary of changes in leases receivable for governmental activities for the year ended September 30, 2023:

	Beginning Balance 10/01/2022	Additions/ (Adjustments)	Reductions	Ending Balance 9/30/2023
Governmental Activities				
Lease agreements - lands	$ 4,373,399	$ (450,442)	$ (319,020)	$ 3,603,937
Lease agreements - cellular tower antenna sites	1,406,487	(121,499)	(118,180)	1,166,808
Total	$ 5,779,886	$ (571,941)	$ (437,200)	$ 4,770,745

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The remaining amounts to be received associated with these leases are as follows:

Fiscal year ending September 30:	Lands	Antenna sites	Total
2024	$ 328,591	$ 123,573	$ 452,164
2025	350,681	129,215	479,896
2026	367,568	161,591	529,159
2027	381,751	83,852	465,603
2028	396,501	88,020	484,521
Thereafter	1,918,955	625,520	2,544,475
Total payment	3,744,047	1,211,771	4,955,818
Less amount representing interest	(140,109)	(44,964)	(185,073)
Principal payment	$ 3,603,938	$ 1,166,807	$ 4,770,745

F. Impact of Recently Issued Governmental Standards

New Governmental Accounting Standards Implemented During Year Ended September 30, 2023

The City implemented the following Governmental Accounting Standards Board (GASB) Statements during the fiscal year ended September 30, 2023:

- **GASB Statement No. 91,** *Conduit Debt Obligations*, was issued May 2019. This Statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with: (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The implementation of GASB Statement No. 91 did not have a material impact on the financial statements.

- **GASB Statement No. 93**, *Replacement of Interbank Offered Rates*, in March 2020, which was originally effective for reporting periods beginning after June 15, 2020. With the extension granted by GASB Statement No. 95, Statement No. 93, *Replacement of Interbank Offered Rates*, is effective for reporting periods beginning after June 15, 2021. The objective of this statement is to address certain accounting and financial reporting implications of the replacement of an IBOR the most notable of which is the London Interbank Offered Rate (LIBOR) which ceased to exist at the end of 2021. The statement was implemented without impact for the City.

- **GASB Statement No. 94,** *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, was issued March 2020. This statement improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The statement was implemented without impact for the City for the current fiscal year.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **GASB Statement No. 96,** *Subscription Base Information Technology Arrangements (SBITAs),* was issued June 2017. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The statement was implemented without impact for the City for the current fiscal year.

- **GASB Statement No. 99,** *Omnibus 2022* was issued in April 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The following practice issues addressed by this Statement will become effective in fiscal year 2023: clarification of provisions in Statement No. 87, Leases; clarification of provisions in Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements; and clarification of provisions in Statement No. 96, Subscription-Based Information Technology Arrangements.

Upcoming Governmental Accounting Standards Implementation

The requirements of the following accounting standards will become effective in future periods, and may affect the future financial reporting by the City:

- **GASB Statement No. 99,** *Omnibus 2022* was issued in April 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements related to financial guarantees and the practice issues related to classification and reporting of derivative instruments within the scope of Statement 53, Accounting and Financial Reporting for Derivative Instruments, will become effective in fiscal year 2024.

- **GASB Statement No. 100,** *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62* was issued in June 2022. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This Statement will become effective in fiscal year 2024.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **The GASB issued Statement No. 101**, *Compensated Absences*, in June 2022. The objective of this Statement is to update the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement will become effective in fiscal year 2024.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits – Excluding Pension Trust Funds

In addition to insurance provided by the Federal Depository Insurance Corporation (FDIC), 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 another 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. Accordingly, all amounts reported as deposits are insured or collateralized under Florida Statutes Chapter 280 or the FDIC.

Investments – Excluding Pension Trust Funds

The State Board Administration (SBA) administers the Florida PRIME which is governed by Ch. 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Florida PRIME. The Florida PRIME is a money market funds recorded at amortized cost.

GASB Statement No. 72, *Fair Value Measurement and Application,* requires that investments be categorized according to the fair value hierarchy established by this Statement. The hierarchy is based on valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

As of September 30, 2023, the City's deposit, and investment balances, including balances for the City's blended component unit, were as follows:

Investment Type		Balance	Percentage of Investments
Pooled Cash and Investments:			
SBA (State Investment Pool):			
Florida PRIME		$ 7,158,410	25%
Certificates of deposit:			
Florida Palm	20,103,031		70%
First Horizon	1,500,000		5%
Total certificates of deposit		21,603,031	
Total investments		28,761,441	100%
Pooled cash		42,897,329	
Total pooled cash and investments		71,658,770	
Non-Pooled Cash:			
North Miami CRA		6,296,018	
MOCA		2,517,406	
Cash in escrow		7,000,000	
Cash		6,135,610	
Total non-pooled cash		21,949,034	
Total pooled cash and investments, and non-pooled cash		$ 93,607,804	

The City's investments are categorized as follows according to the GASB 72 fair level hierarchy:

		Fair Value Measurements Using	
	9/30/2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by fair value level			
Certificates of Deposit:			
Florida Palm	$ 20,103,031	-	$ 20,103,031
First Horizon	1,500,000	1,500,000	-
Total Investments by Fair Value	$ 21,603,031	$ 1,500,000	$ 20,103,031

Investments in the SBA totaling $7,158,410 and in the Florida Palm totaling $20,103, 031 are recorded at amortized cost.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Interest Rate Risk

The City has an investment policy that limits the maturities on individual investments to no more than five years. The investments at September 30, 2023, meet the City's investment policy restrictions.

Credit Risk

The City has an investment policy that limits investments to the highest ratings by two nationally recognized statistical rating organizations (NRSRO) Standard and Poor's and Moody's Investment Services. Excess funds are invested with the SBA Florida PRIME which is rated AAAM by Standard and Poor's. The City's investments of $21,603,031 in certificate of deposit are not rated.

Concentration Credit Risk

The City's investment policy limits its investments to no more than 15% in any one issuer. This includes certificates of deposit, U.S. Federal Agencies, and federal instrumentalities. The maximum limit for total investments varies from 35% to 60% by type. The City does not have an issuers limit for the SBA Trust Funds and Florida Palm. GASB 40 requires disclosure when 5% or more of any investment is held in any one issuer. More than 5% of the City's investments are in certificates of deposits. These investments are 75% of the City's total investments.

Custodial Credit Risk

This is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are held by the counterparty. All securities purchased by the City are designated as an asset in the City's name and are held in safekeeping by the City's custodian bank or a third-party custodian institution.

Risks and Uncertainties

The City and Pension Plan investments are in a combination of stocks, bonds, government securities and other investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect balances and the amounts reported in the financial statements.

Investments – Pension Trust Funds

The City's Pension Trust Funds are Clair T. Singerman ("CTS") Retirement System and the North Miami Police Pension Plan ("NMPP").

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

As of September 30, 2023, the City's Pension Trust Funds had the following combined investments:

Combined Investments - CTS Retirement System and NMPP Plan

		Investment Maturities (In Years)			
Investment Type	Fair Value	Less than 1 Year	1 to 5 Years	6 to 10 Years	10 or More Years
U.S. Treasuries	$ 11,739,537	$ -	$ 10,162,144	$ 1,577,393	$ -
U.S. Agency Obligations	15,919,967	-	-	-	15,919,967
Corporate bonds	3,457,495	-	1,141,274	2,316,221	-
Bond index funds	1,638,419	-	440,534	1,197,885	-
Total	$ 32,755,418	$ -	$ 11,743,952	$ 5,091,499	$ 15,919,967

Clair T. Singerman (CTS) Retirement System

All investments made or held by the CTS Retirement System shall be limited to the following as per the CTS Retirement System's investment policy:

1. Time, savings and money market deposit accounts of a national bank, a state bank or a savings and loan association insured by the Federal Deposit Insurance Corporation provided the amount deposited does not exceed the insured amount.

2. Obligations issued by the U.S. government or an agency or instrumentality of the U.S. government, including mortgage-related securities.

3. Domestic and international equities.

4. Fixed income investments defined as preferred issues and fixed income securities.

5. Money market funds, defined as fixed income securities having a maturity of less than one year.
6. Bonds issued by the State of Israel.

7. Commingled stock, bond, or money market funds whose investments are restricted to securities.

8. Domestic commercial real estate property holdings.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investment Maturity

Neither State law, nor the CTS Retirement System investment policy limit maturity term on fixed income holdings. As of September 30, 2023, the following table shows the distribution of the CTS Retirement System's investments by maturity:

Investments - CTS Retirement System

		Investment Maturities (In Years)			
Investment Type	Fair Value	Less than 1 Year	1 to 5 Years	6 to 10 Years	10 or More Years
U.S. Treasuries	$ 6,212,499	$ -	$ 4,635,106	$ 1,577,393	$ -
U.S. Agency Obligations	8,539,206	-	-	-	8,539,206
Corporate bonds	1,819,076	-	700,740	1,118,336	-
Total	$ 16,570,781	$ -	$ 5,335,846	$ 2,695,729	$ 8,539,206

Interest Rate Risk

Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The CTS Retirement System does not have a formal investment policy that limits investment maturities as a means of managing its exposure to market value losses arising from increasing interest rates.

Rate of Return

For the fiscal year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 9.57%. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested. Inputs to the internal rate of return calculation are determined on a monthly basis.

Credit Risk

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. The risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. The CTS Retirement System's investment policy utilizes portfolio diversification in order to control this risk. State law limits investments in bonds, stocks, or other evidence of indebtedness issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or the City of Columbia, provided the corporation is listed on any one or more of the recognized

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

national stock exchanges or on the National Market System of the NASDAQ Stock Market and, in the case of bonds only, holds a rating in one of the three highest classifications by a major rating service.

The Plan's investment policy limits fixed income investments to a rating no lower than Standard & Poor's BBB to Moody's Baa. The Plan's corporate bonds and agency bonds were all rated "A" or better under Standard & Poor's ratings and at least "A" under Moody's ratings. The Plan's mutual bond fund investments were rated an average of "A" under both Standard & Poor's and Moody's.

Concentration of Credit Risk

The CTS Retirement System's investment policy stipulates that not more than 5% of its assets can be invested in the common stock of anyone issuing company nor can the aggregate investment in anyone issuing company exceed 5% of the outstanding capital stock of any company. As of September 30, 2023, the value of each position held by the Plan portfolio comprised less than 5% of fiduciary net position and less than 5% of the value of the outstanding capital stock of any company. GASB 40 requires disclosure when 5% or more in any investment is held with any one issuer. The CTS Retirement System does not have more than 5% of their investment in any one issuer.

Custodial Credit Risk

This is the risk that in the event of the failure of the counterparty, the CTS Retirement System will not be able to recover the value of its investments or collateral securities that are held by the counterparty. The CTS Retirement System has third party custodial arrangements with financial institutions to accept securities on a delivery versus payment basis for direct purchase agreements.

All securities purchased by the CTS Retirement System are designated as assets of the CTS Retirement System in the Retirement System's name and are held in safekeeping by the CTS Retirement System's custodial bank or a third-party custodial institution.

Fair Value

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 - Investments' fair values based on prices quoted in active markets for identical assets.

Level 2 - Investments' fair values based on observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.

Level 3 - Investments' fair values based upon unobservable inputs.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The following is a description of the fair value measurements used for the CTS Retirement System investments. Level 1 and 2 prices are obtained from various pricing sources by the CTS Retirement System's custodian bank:

- Money market funds are reported at amortized cost.

- Equity securities traded on national or international exchanges are valued at the last reported sales price or current exchange rates (Level 1). This includes common stock and mutual fund equities. Debt securities classified as Level 2 are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting entity. This includes U.S. Treasury bonds and notes, U.S. federal agencies, mortgage backed and collateralized securities, municipal bonds, and corporate obligations, including asset backed, bonds and notes.

- The Plan has investments in alternative assets consisting of real estate funds, equity securities index fund and bond index fund which hold a variety of investment vehicles that do not have readily available market quotations. The alternative investments are measured at net asset value based on their proportionate share of the value of the investments as determined by the fund managers and are valued according to methodologies which include pricing models, discounted cash flow models and similar techniques.

- Real estate partnerships provide quarterly valuations to the pension trust fund management. Individual properties are valued by the investment management at least annually and are adjusted as frequently as quarterly if material market or operational changes have occurred. Properties are generally externally appraised every one to five years, depending on the investment. Annual audits of partnerships include a review of compliance with each partnership's valuation policies. The Plan also invests in collective investment trusts which determine fair value by obtaining fair values of the underlying holdings using reputable pricing sources and computing an overall net asset value per share. The holdings within each fund are publicly traded securities. The funds have daily openings and contributions and withdrawals can be made on a daily basis.

CTS Retirement System investments are categorized as follows according to the GASB 72 fair value hierarchy as of September 30, 2023:

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

		CTS Retirement System	
		Fair Value Measurements Using	
	9/30/2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by Fair Value Level			
Debt securities:			
U.S. Treasury	$ 6,212,499	$ 6,212,499	$ -
U.S. Agencies	8,539,206	-	8,539,206
Corporate bonds	1,819,076	-	1,819,076
Total Debt Securities	16,570,781	6,212,499	10,358,282
Equity securities:			
Common stock	38,759,901	38,759,901	-
Equity mutual fund	16,978,887	16,978,887	-
Total Equity Securities	55,738,788	55,738,788	-
Total Investments by Fair Value	$ 72,309,569	$ 61,951,287	$ 10,358,282
Investments Measured at Net Asset Value (NAV)*			
Real estate funds	$ 25,931,802		
Collective investment trust funds:			
Bond index fund	15,236,580		
Equity securities index fund	39,210,505		
Total investments measured at NAV	80,378,887		
Money market funds (exempt)	2,229,202		
Total Investments	$ 154,917,658		

*As *required by GAAP, certain investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the total investment line item in the Statement of Fiduciary* Net Position.

The following table summarizes investments for which fair value is measured using the net asset value (NAV) per share practical expedient method.

	CTS Retirement System			
Investments Measured at NAV	Net Asset Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period (Day)
Real estate funds [1]	$ 25,931,802	$ -	Daily	10 - 90
Collective investment trust funds:				
Bond index fund [2]	15,236,580	-	Daily	1
Equity securities index fund [2]	39,210,505	-	Daily	1
Total investments measured at NAV	$ 80,378,887	$ -		

1 *Real estate funds* – Consists of two real estate partnerships. One of the funds is an open- end diversified core real estate commingled fund whose primary objective is to provide returns that are attractive to other asset classes with stable multi family, office, and retail properties located throughout the United States, and is diversified by product type, geographic region, and economic exposure in order to mitigate investment risk. Requests for redemption in this fund may be made at any time with 10 days' notice. The ·other fund invests directly and indirectly in real estate using vehicles such as joint ventures, partnerships and other participation interests with real estate owners, developers, and others. The fund seeks a diversified portfolio consisting of yield-driven real estate value added investments consisting of multi-family, industrial, retail, residential and mixed-use properties. The fund provides for redemptions with 90 days' notice.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

2 *Collective investment trust funds* – Consists of three index funds considered commingled in nature which are designed to match the return of its respective benchmark index. The fund is valued at the net asset value held at the end of the period based upon the fair value of the underlying investments. These funds are open for withdrawal daily and provide for redemptions with 1-day notice.

North Miami Police Pension Plan

All investments made or held by the North Miami Police Pension ("NMPP") Plan shall be limited to the following as per the NMPP Plan's investment policy:

1. Time, savings and money market deposit accounts of a national bank, a state bank or a savings and loan association insured by the Federal Deposit Insurance Corporation provided the amount deposited does not exceed the insured amount.

2. Obligations issued by the U.S. government or an agency or instrumentality of the U.S. government, including mortgage-related securities.

3. Domestic and international equities.

4. Fixed income investments defined as preferred issues and fixed income securities.

5. Money market funds, defined as fixed income securities having a maturity of less than one year.

6. Bonds issued by the State of Israel.

7. Commingled stock, bond, or money market funds whose investments are restricted to securities.

8. Domestic commercial real estate property holdings.

Investment Maturity

Neither state law nor the NMPP Plan investment policy limits maturity term on fixed income holdings. As of September 30, 2023, the following table shows the distribution of the NMPP Plan's investments, by maturity:

Investments - NMPP Plan

		Investment Maturities (In Years)			
Investment Type	Fair Value	Less than 1 Year	1 to 5 Years	6 to 10 Years	10 or More Years
U.S. Treasuries	$ 5,527,038	$ -	$ 5,527,038	$ -	$ -
U.S. Agency Obligations	7,380,761	-	-	-	7,380,761
Corporate bonds	1,638,419	-	440,534	1,197,885	-
Total	$ 14,546,218	$ -	$ 5,967,572	$ 1,197,885	$ 7,380,761

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The NMPP Plan does not have a formal investment policy that limits

investment maturities as a means of managing its exposure to market value losses arising from increasing interest rates.

Rate of Return

For the fiscal year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 7.33%. The money- weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested. Inputs to the internal rate of return calculation are determined on a monthly basis.

Credit Risk

State law and the Plan's investment policy limits investments in bonds, stocks, or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or the City of Columbia, provided the corporation is listed on any one or more of the recognized national stock exchanges or on the National Market System of the NASDAQ Stock Market and, in the case of bonds only, holds a rating in one of the three highest classifications by a major rating service. The Plan's investment policy limits fixed income investments to a rating no lower than Standard & Poor's BBB to Moody's BAA. The Plan's corporate bonds and agency bonds were all rated "A" or better under Standard & Poor's ratings and at least "A" under Moody's ratings. The Plan's mutual bond fund investments were rated an average of "A" under both Standard & Poor's and Moody's.

Concentration of Credit Risk

The NMPP Plan's investment policy stipulates that not more than 5% of Plan assets can be invested in the common stock of anyone issuing company nor can the aggregate investment in anyone issuing company exceed 5% of the outstanding capital stock of any company. As of September 30, 2023, the value of each position held by the NMPP Plan portfolio comprised less than 5% of fiduciary net position and less than 5% of the value of the outstanding capital stock of the respective company. GASB 40 requires disclosure when the percentage is 5% or more in any one issuer. The plan does not have more than 5% of their investment in any one issuer.

Custodial Credit Risk

This is the risk that in the event of the failure of the counterparty, the NMPP Plan will not be able to recover the value of its investments or collateral securities that are held by the counterparty. The Plan has third party custodial arrangements with financial institutions to accept securities on a delivery versus payment basis for direct purchase agreements. All securities purchased by the NMPP Plan are designated as assets of the NMPP Plan in the Plan’s name and are held in safekeeping by the NMPP Plan’s custodial bank or a third-party custodial institution.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Fair Value

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 - Investments' fair values based on prices quoted in active markets for identical assets.

Level 2 - Investments' fair values based on observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets.

Level 3 - Investments' fair values based upon unobservable inputs.

The following is a description of the fair value techniques for the Plan's investments. Level 1 and 2 prices are obtained from various pricing sources by the Plan's custodian bank:

- Money market funds are reported at amortized cost.

- Equity securities traded on national or international exchanges are valued at the last reported sales price or current exchange rates (Level 1). This includes common stock and mutual fund equities.

- Debt securities classified as Level 2 are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting entity. This includes U.S. Treasury bonds and notes, U.S. federal agencies, mortgage backed and collateralized securities, municipal bonds, and corporate obligations, including asset backed, bonds and notes.

- The Plan has investments in alternative assets consisting of real estate funds and collective investment trust funds which hold a variety of investment vehicles that do not have readily available market quotations. The alternative investments are measured at net asset value based on their proportionate share of the value of the investments as determined by the fund managers and are valued according to methodologies which include pricing models, discounted cash flow models and similar techniques.

- Real estate partnerships provide quarterly valuations to the pension trust fund management. Individual properties are valued by the investment management at least annually and are adjusted as frequently as quarterly if material market or operational changes have occurred. Properties are generally externally appraised every one to five years, depending on the investment. Annual audits of partnerships include a review of compliance with each partnership's valuation policies.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The fair value of collective investment trusts are determined by the fair values of the underlying holdings using reputable pricing sources and computing an overall net asset value per share. The holdings within each fund are publicly traded securities. The funds have daily openings and contributions and withdrawals can be made on a daily basis.

Plan investments are categorized as follows according to the GASB 72 fair value hierarchy as of September 30, 2023:

		NMPP Plan	
		Fair Value Measurements Using	
	9/30/2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by Fair Value Level			
Debt securities:			
U.S. Treasury	$ 5,527,038	$ 5,527,038	$ -
U.S. Agencies	7,380,761	-	7,380,761
Corporate bonds	1,638,419	-	1,638,419
Total Debt Securities	14,546,218	5,527,038	9,019,180
Equity securities:			
Common stock	24,182,618	24,182,618	-
Equity mutual fund	11,112,828	11,112,828	-
Total Equity Securities	35,295,446	35,295,446	-
Total Investments by Fair Value	49,841,664	$ 40,822,484	$ 9,019,180
Investments Measured at Net Asset Value (NAV)*			
Real estate funds	$ 18,653,225		
Collective investment trust fund:			
Bond index fund	4,590,753		
Equity securities index funds	23,717,523		
Total investments measured at NAV	46,961,501		
Money market funds (exempt)	3,463,831		
Total Investments	$ 100,266,996		

* As required by GAAP, certain investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the total investment line item in the statement of fiduciary net position.

NOTE 2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The following table summarizes investments for which fair value is measured using the net asset value per share practical expedient method:

	North Miami Police Pension			
Investments Measured at NAV	Net Asset Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period (Day)
Real estate funds [1]	$ 18,653,225	$ -	Daily	10 - 90
Collective investment trust fund				
Bond index fund [2]	4,590,753	-	Daily	1
Equity securities [2]	23,717,523	-	Daily	1
Total investments measured at NAV	$ 46,961,501	$ -		

1 *Real estate funds - Consists* of two real estate partnerships. One of the funds is an open-end diversified core real estate commingled fund whose primary objective is to provide returns that are attractive to other asset classes with stable income and the potential for market appreciation. The fund invests primarily in core institutional quality industrial multi-family, office, and retail properties located throughout the United States, and is diversified by product type, geographic region, and economic exposure in order to mitigate investment risk. Requests for redemption in this fund may be made at any time with 10 days' notice. The other real estate fund held by the plan invests directly and indirectly in real estate using vehicles such as joint ventures, partnerships and other participation interests with real estate owners, developers, and others. The fund seeks a diversified portfolio consisting of yield-driven real estate value added investments consisting of multi-family, industrial, retail, residential and mixed-use properties. The fund provides for redemptions with 90 days' notice.

2 *Collective investment trust funds* - Consists of three index funds considered commingled in nature which are designed to match the returns of their respective benchmark index. Each are valued at the net asset value held at the end of the period based upon the fair value of the underlying investments. These funds are open for withdrawal daily and provide for redemptions with 1-day notice.

NOTE 3. RECEIVABLES

Receivables as of September 30, 2023, for the City's individual major funds and nonmajor funds, in the aggregate, net of the allowances for uncollectable accounts, are as follows:

	General	CDBG Entitlement	CRA	Nonmajor Governmental	Water and Sewer	Stormwater	Internal Service Funds	Total
Receivables:								
Customer accounts	$ 2,607,800	$ -	$ -	$ -	$ 22,325,711	$ 1,546,734	$ -	$ 26,480,245
Due from component unit	212,862	-	-	-	-	-	-	212,862
Other - liens interest	3,692,523	-	-	-	506,407	-	-	4,198,930
Miscellaneous - receivable	997,952	-	9,100	444,827	-	-	-	1,451,879
Intergovernmental	1,951,011	135,527	126,099	1,572,912	228,630	-	11,045	4,025,224
Gross receivables	9,462,148	135,527	135,199	2,017,739	23,060,748	1,546,734	11,045	36,369,140
Less allowance for uncollectables	(4,298,898)	-	-	-	(3,903,290)	(239,743)	-	(8,441,931)
Total net receivables	$ 5,163,250	$ 135,527	$ 135,199	$ 2,017,739	$ 19,157,458	$ 1,306,991	$ 11,045	$ 27,927,209

NOTE 3. RECEIVABLES (Continued)

Notes Receivable - Oleta Partners

The City had notes receivable originally in the amount of $17,504,000 in connection with the sale of parcels of the Biscayne Landing land to Oleta Partners that occurred in November 2015. The notes are payable over ten years at an interest rate of 3.5% on the outstanding balances. The notes are recorded at the net present value.

The future minimum receipts are as follows:

Fiscal year ending	Note 1		Note 2		Total	
September 30:	Principal	Interest	Principal	Interest	Principal	Interest
2024	$ 934,714	$ 98,145	$ 815,686	$ 85,647	$ 1,750,400	$ 183,792
2025	934,714	65,430	815,686	57,098	1,750,400	122,528
2026	934,714	32,715	815,686	28,549	1,750,400	61,264
	$ 2,804,142	$ 196,290	$ 2,447,058	$ 171,294	$ 5,251,200	$ 367,584

Mortgage Loans Receivable - Housing Urban Development (HUD)

The City provides subsidy assistance to certain qualified residents of the City through the Home Purchase Subsidy Assistance Program in accordance with HUD guidelines. The Program was designed to assist in the acquisition and/or rehabilitation of qualified primary residences, in an amount not to exceed $50,000 per participant. Each subsidy is secured by a mortgage on the property, which is required to be paid back in the event of a default. The amount outstanding at September 30, 2023, totaled $2,060,287. The loans are forgivable ratably over a ten-year period and therefore allowances have been made as of fiscal year end.

NOTE 4. PROPERTY TAXES

Property taxes are levied on November 1st of each year, at which time taxes become an enforceable lien on property assessed as of the previous January 1st. Tax bills are payable upon receipt with discounts at the rate of 4% if paid in November, decreasing by 1% per month with no discount available in the month of March of the following year. Taxpayers also have the option of paying their taxes in advance in equal quarterly payments based on the prior year's tax assessment with quarterly discounts varying between 2% and 6%. All unpaid taxes on real and personal property become delinquent on April 1st and bear annual interest at 18% until a tax sale certificate is sold at auction. Miami-Dade County bills and collects all property taxes for the City and sells tax certificates for delinquent taxes.

The total taxable value of property, as established by the Miami-Dade County Property Appraiser, at July 1, 2022, upon which the 2023 budget was based, was approximately $5.2 billion. The City is permitted by Article 7, Section 9 of the Florida Constitution to levy taxes up to $10 per $1,000 of assessed value for general governmental services other than the payment of principal and interest on general obligation long-term debt. For the year ended September 30, 2023, the tax rate to finance General Fund operations was 7.4000 mills per $1,000.

NOTE 4. PROPERTY TAXES (Continued)

of assessed value. Property taxes receivable representing collections within 60 days subsequent to September 30, for billings through the fiscal year then ended, amounted to approximately $308,872 for the General Fund.

NOTE 5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Due to/from and advances to/from other funds consisted of the following balances at September 30, 2023:

	Interfund	
Funds	**Receivable**	**Payable**
General Fund	$ 1,372,990	$ -
Non-major Funds:		
HOME Investment Partnership	-	49,140
Justice Assistance Grants	-	95,951
FEMA Disaster Recovery	-	237,004
North Miami Cagni Park Project	-	990,895
Total Non-major Funds	-	1,372,990
Total	$ 1,372,990	$ 1,372,990

These outstanding balances between funds result mainly from the time lag between the dates that (a) interfund goods and services are provided or reimbursable expenditures occur, (b) transactions are recorded in the accounting system, and (c) payments between funds are made.

Interfund transfers for the year ended September 30, 2023, consisted of the following:

Transfers out	**Transfers in**			
Funds	General Fund	HOME Investment Partnership Nonmajor Fund	Debt Service Nonmajor Fund	**Total**
General	$ -	$ 89,498	$ 1,564,264	$ 1,653,762
American Rescue Plan Act	972,819		-	972,819
Building	-	-	61,799	61,799
Water and sewer	-	-	225,709	225,709
Stormwater utility	-	-	29,059	29,059
Internal service	-	-	59,789	59,789
Total	$ 972,819	$ 89,498	$ 1,940,620	$ 3,002,937

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

Interfund Transfers

Bond covenants and City financial policies require the use of interfund transfers to move financial resources from funds designated to receive them to the funds required to expend them. The transfers from the General Fund and other funds to the Nonmajor Debt Service Fund were made to fund the principal and interest payment on the pension obligation bonds.

NOTE 6. CAPITAL ASSETS

Capital assets activities for the year ended September 30, 2023, are as follows:

	Beginning Balance	Increases	Decreases	Transfers/ Reclassifications	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 18,977,251	$ -	$ (2,736,256)	$ -	$ 16,240,995
Land - right-to-use	1,268,967	-	-	-	1,268,967
Construction in progress	1,427,191	1,136,917	-	(145,899)	2,418,209
Total capital assets, not being depreciated	21,673,409	1,136,917	(2,736,256)	(145,899)	19,928,171
Capital assets, being depreciated:					
Land improvements	19,496,007	-	-	-	19,496,007
Building and improvements	26,003,947	321,949	(249,273)	79,580	26,156,203
Buildings - right-to-use	16,789,522	215,918	(157,625)	-	16,847,815
Infrastructure	64,626,664	580,030	-	66,319	65,273,013
Machinery and equipment	17,221,476	4,316,487	(1,269,646)	-	20,268,317
Equipment - right-to-use	102,126	-	(4,172)	-	97,954
Library Books	2,471,335	12,729	-	-	2,484,064
Total capital assets, being depreciated	146,711,077	5,447,113	(1,680,716)	145,899	150,623,373
Less accumulated depreciation for:					-
Land improvements	(15,106,952)	(267,038)	-	-	(15,373,990)
Building and improvements	(12,486,458)	(568,557)	-	-	(13,055,015)
Buildings - right-to-use	(980,885)	(1,043,527)	33,777	-	(1,990,635)
Infrastructure	(33,770,041)	(1,073,793)	-	-	(34,843,834)
Machinery and equipment	(13,935,407)	(1,473,537)	1,265,007	-	(14,143,937)
Equipment - right-to-use	(30,659)	(44,024)	-	-	(74,683)
Library Books	(2,364,554)	(46,067)	-	-	(2,410,621)
Total accumulated depreciation	(78,674,956)	(4,516,543)	1,298,784	-	(81,892,715)
Total capital assets, being depreciated, net	68,036,121	930,570	(381,932)	145,899	68,730,658
Governmental activities capital assets, net	**$ 89,709,530**	**$ 2,067,487**	**$ (3,118,188)**	**$ -**	**$ 88,658,829**

NOTE 6. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Transfers/ Reclassifications	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land	$ 653,080	$ -	$ -	$ -	$ 653,080
Construction in progress	2,439,195	6,836,262	-	(939,142)	8,336,315
Total capital assets, not being depreciated	3,092,275	6,836,262	-	(939,142)	8,989,395
Capital assets, being depreciated:					
Land improvements	1,249,069	-	-	-	1,249,069
Building and improvements	2,522,999	-	-	-	2,522,999
Infrastructure	93,547,360	1,754,030	-	-	95,301,390
Machinery and equipment	7,050,451	164,078	(305,295)	939,142	7,848,376
Equipment - right-to-use	7,969	-	-	-	7,969
Total capital assets, being depreciated	104,377,848	1,918,108	(305,295)	939,142	106,929,803
					-
Less accumulated depreciation for:					-
Land improvements	(143,147)	(640)	-	-	(143,787)
Building and improvements	(1,191,390)	(76,302)	-	-	(1,267,692)
Infrastructure	(50,543,333)	(2,396,179)	-	-	(52,939,512)
Machinery and equipment	(5,665,501)	(211,594)	300,531	-	(5,576,564)
Equipment - right-to-use	(2,382)	(3,218)	-	-	(5,600)
Total accumulated depreciation	(57,545,753)	(2,687,933)	300,531	-	(59,933,155)
					-
Total capital assets, being depreciated,net	46,832,095	(769,825)	(4,764)	939,142	46,996,648
Business-type activities capital assets, net	**$ 49,924,370**	**$ 6,066,437**	**$ (4,764)**	**$ -**	**$ 55,986,043**

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

Governmental activities:	
General government	$ 805,195
Public safety	255,166
Transportation and public works	767,593
Community planning & development	2,676
Housing & Social Services	115,993
Culture and recreation	1,598,786
Subtotal	3,545,409
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of assets	971,134
Total depreciation expense – governmental activities	$ 4,516,543
Business-type activities:	
Water and sewer	$ 2,263,820
Stormwater	424,113
Total depreciation expense – business-type activities	$ 2,687,933

NOTE 7. LONG-TERM LIABILITIES

Governmental Activities

The following is a summary of changes in long-term liabilities for governmental activities for the year ended September 30, 2023:

	Beginning Balance	Additions (1)	Reductions (1)	Ending Balance (1)		Due Within One Year
Governmental Activities						
Debt payable:						
Pension obligation note-Series 2010	$ 9,550,000	$ -	$ (1,095,000)	$ 8,455,000		$ 1,175,000
Unamortized bond discount	(272,582)	-	56,275	(216,307)		-
Right-to-use lease obligation	2,854,362	215,918	(633,690)	2,436,590		308,521
Lease obligation	14,707,971	2,602,497	(1,922,089)	15,388,379		2,352,940
Total debt payable	26,839,751	2,818,415	(3,594,504)	26,063,662		3,836,461
Other liabilities:						
Compensated absences	8,938,768	2,627,545	(2,045,693)	9,520,620		2,894,739
Landfill closure	7,895,948	545,515	-	8,441,463		-
Total OPEB liability	13,618,594	-	(3,564,921)	10,053,673		-
Net pension liability - NMPP	17,680,839	17,900,088		35,580,927	**	-
Net pension liability - FRS and HIS	13,633,173	4,037,259	-	17,670,432	**	-
Claims payable (risk)	3,812,151	-	(51,259)	3,760,892		-
Claims payable (other)	435,864	-	-	435,864		-
Total other liabilities	66,015,337	25,110,407	(5,661,873)	85,463,871		2,894,739
Governmental activities - long-term liabilities	$ 92,855,088	$ 27,928,822	$ (9,256,377)	$111,527,533		$ 6,731,200

** *The actuarial valuation reports for the pension plans reported significant increase in the net pension liabilities.*

(1) Individual line items may differ from other supporting schedules/statements by $1 or $2 due to rounding.

For governmental activities, compensated absences, net pension liabilities and other post-employment benefit liabilities are generally liquidated by the General Fund. Internal Service Funds predominately serve the governmental funds. Accordingly, their long-term liabilities for compensated absences, net pension liabilities and the other post-employment benefit liabilities are included as part of the above totals for governmental activities.

Note Payable

On February 1, 2010, the City issued City of North Miami Promissory Note, Series 2010, (Promissory Note) in the amount of $17,685,000 for the purpose of refunding the City's outstanding Taxable Special Obligation Refunding Bonds (Pension), Series 2002, and to pay a termination fee due with respect to a related interest rate swap. The interest rate on the Note is 7.25% per annum. The difference between the reacquisition price (new debt) and the carrying value of the refunded debt is being deferred and amortized over the life of the new debt. Debt service on this note is funded by non-ad valorem revenues budgeted and appropriated by the City on an annual basis.

NOTE 7. LONG-TERM LIABILITIES (Continued)

The Promissory Note agreement also includes the following additional information:

- Without the prior written consent of the Bank, the City shall not incur additional indebtedness secured by or payable from all or a portion of the non-ad valorem revenues unless the total amount of non-ad valorem revenues for the prior fiscal year (exclusive of any proceeds of indebtedness) were at least two (2) times the maximum annual debt service on all indebtedness.

- Events of default shall be deemed to have occurred if the City fails to make any payment of principal or interest when the same becomes due and payable; default in the performance of any part of the agreement; and/or any petition to declare bankruptcy.

- Events of default will immediately result in the bank declaring all obligations of the City to be immediately due and payable without further action of any kind. The bank may also seek enforcement of, and exercise all, remedies available under any applicable law.

Principal and interest is payable through July 1, 2029. Debt service requirements to maturity on the Promissory Note follows:

Fiscal years ending September 30:	Principal	Interest	Total
2024	$ 1,175,000	612,988	$ 1,787,988
2025	1,260,000	527,800	1,787,800
2026	1,350,000	436,450	1,786,450
2027	1,450,000	338,575	1,788,575
2028	1,555,000	233,450	1,788,450
2029	1,665,000	120,713	1,785,713
Total	$ 8,455,000	$ 2,269,976	$10,724,976

NOTE 7. LONG-TERM LIABILITIES (Continued)

Business-type Activities

The following is a summary of changes in long-term liabilities of the City for business-type activities for the year ended September 30, 2023:

	Beginning Balance	Additions (1)	Reductions (1)	Ending Balance (1)	Due Within One Year
Business-type Activities					
Debt payable:					
State revolving fund loans - direct borrowings	4,775,352	-	(298,506)	4,476,846	299,407
Right-to-use operating lease obligation	4,657	588	(1,828)	3,417	1,828
Total debt payable	4,780,009	588	(300,334)	4,480,263	301,235
Other liabilities:					
Compensated absences	1,315,007	162,629	(285,008)	1,192,628	317,809
Total OPEB liability	2,149,000	-	(581,506)	1,567,494	-
Net pension liability - NMPP	2,045,006	839,122		2,884,128	-
Net pension liability - FRS and HIS	1,738,158	267,232	-	2,005,390	-
Total other liabilities	7,247,171	1,268,983	(866,514)	7,649,640	317,809
Business-type activities - long-term liabilities	$ 12,027,180	$ 1,269,571	$ (1,166,848)	$ 12,129,903	$ 619,044

(1) Individual line items may differ from other supporting schedules/statements by $1 or $2 due to rounding.

Loans Payable

State Revolving Fund Loans

Clean Water State Revolving Fund Loan – WW-131810

In February 2012, the City entered into a loan agreement with the State of Florida Department of Environmental Protection (the Department) for a State Revolving Fund ("SRF") loan in the amount of $491,653 with an interest rate of 1.59%. The loan agreement was amended as follows subsequent to 2012:

- First amendment – August 4, 2014, to increase the loan amount to $3,485,499.
- Second amendment – November 10, 2014, to reduce the loan amount to $3,127,093.
- Third amendment – February 13, 2017, to reduce the loan amount to $2,996,913.

The purpose of the loan was to provide financial assistance for the planning and designing of the City's sewer rehabilitation project. As of September 30, 2023, the total loan amount outstanding was $1,995,177.

NOTE 7. LONG-TERM LIABILITIES (Continued)

The loan agreement also includes the following additional information:

- Annual certification indicating that pledged revenue collections satisfy the rate coverage requirement; monthly escrow or loan debt service account is being maintained for the repayment of the loan; insurance which adequately covers customary risks. The certification must be submitted with the annual audit report.

- Event of Default: Failure to make any monthly loan deposit or installment of the semiannual loan payment when due and such failure continues for 30 days; failure to perform of any part of the agreement; any bankruptcy, insolvency or other similar proceedings instituted against the City.

- Remedies for an Event of Default include, but are not limited to requiring the City to account for all moneys received from the Department and to account for the receipt, use and application or disposition of the Pledged Revenues; apply to the court to appoint a receiver to manage the Water and Sewer Systems, establish and collect fees and charges and apply the revenues to reduce the obligations under the agreement; the Department may intercept the delinquent amount plus a penalty from the unobligated funds due to the City under any revenue or tax sharing fund established by the State; the Department may also impose a penalty not to exceed 18% interest in addition to charging cost to handle and process the debt; notify financial market credit rating agencies and potential creditors; accelerating the repayment schedule or increasing the financing rate on the unpaid principal as much as 1.667 times the financing rate.

Drinking Water State Revolving Fund Loan – DW-131831

In March 2013, the City entered into a loan agreement with the State of Florida Department of Environmental Protection (the Department) for a State Revolving Fund ("SRF") loan in the amount of $4,513,025 with an interest rate of 1.86%. In November 2017, the loan amount was amended to $4,410,680.

The purpose of the loan was to provide assistance for the City's water treatment filters rehabilitation project. As of September 30, 2023, the total loan amount outstanding was $2,481,669.

The loan agreement also includes the following additional information:

- Annual certification indicating that pledged revenue collections satisfy the rate coverage requirement; monthly escrow or loan debt service account is being maintained for the repayment of the loan, insurance which adequately covers customary risks. The certification must be submitted with the annual audit report.

- Events of Default: Failure to make any monthly loan deposit or installment of the semiannual loan payment when due and such failure continues for 30 days; failure to perform of any part of the agreement: any bankruptcy, insolvency or other similar proceedings instituted against the City.

- Remedies for an Event of Default include, but are not limited to requiring the City to account for all moneys received from the Department and to account for the receipt, use and application or disposition of the Pledged Revenues; apply to the court to appoint a receiver to manage the Water

NOTE 7. LONG-TERM LIABILITIES (Continued)

and Sewer Systems, establish and collect fees and charges and apply the revenues to reduce the obligations under the agreement; the Department may intercept the delinquent amount plus a penalty from the unobligated funds due to the City under any revenue or tax sharing fund established by the State; the Department may also impose a penalty not to exceed 18% interest in addition to charging cost to handle and process the debt; notify financial market credit rating agencies and potential creditors; accelerating the repayment schedule or increasing the financing rate on the unpaid principal as much as 1.667 times the financing rate.

Summary Debt Service Requirements to Maturity

Principal and interest are payable through 2040:

	Loan - WW131810			Loan - DW131831			Total		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
Fiscal year ending September 30:									
2024	$ 149,047	$ 17,908	$ 166,955	$ 150,360	$ 15,138	$ 165,498	$ 299,407	$ 33,046	$ 332,453
2025	150,371	16,584	166,955	151,279	14,220	165,498	301,650	30,804	332,453
2026	151,708	15,247	166,955	152,203	13,295	165,498	303,911	28,542	332,453
2027	153,058	13,897	166,955	153,133	12,366	165,498	306,191	26,262	332,453
2028	154,422	12,533	166,955	154,068	11,430	165,498	308,490	23,963	332,453
2029 - 2033	793,050	41,724	834,774	784,577	42,916	827,492	1,577,626	84,640	1,662,266
2034 - 2038	443,522	47,505	491,026	808,837	18,655	827,492	1,252,359	66,160	1,318,519
2039 - 2040	-	-	-	127,212	25,171	152,383	127,212	25,171	152,383
Total	**$ 1,995,177**	**$ 165,398**	**$ 2,160,574**	**$ 2,481,669**	**$ 153,190**	**$ 2,634,859**	**$ 4,476,846**	**$ 318,588**	**$ 4,795,433**

Lease Obligations

Lease Payable – The City entered into various lease agreements as lessee for financing the acquisition of building, vehicles and for operating equipment for use by different departments. The related obligations are presented in the amounts equal to the present value of lease payments, payable during the remaining lease term. As the lessee, the lease liability and the related lease asset is recognized in the government-wide and proprietary fund statement of net position.

As of September 30, 2023, the minimum principal and interest payment requirement for the leasing activities, with remaining term in excess of one year are as follows:

Fiscal year ending September 30:	Governmental Activities	Business-Type
2024	$ 2,668,087	$ 1,828
2025	2,285,762	1,757
2026	2,011,562	-
2027	1,616,902	-
2028	1,544,032	-
Thereafter	8,442,352	-
Total minimum lease payments	18,568,697	3,585
Less amount representing interest	(743,728)	(168)
Present value of minimum lease payments	$ 17,824,969	$ 3,417

NOTE 7. LONG-TERM LIABILITIES (Continued)

The net book value of assets acquired through leases as of September 30, 2023, follows:

	Governmental Activities	Type Activities
Fleet	$ 2,709,369	$ -
Equipment	346,237	16,077
Buildings	16,270,211	-
Total cost	19,325,817	16,077
Less accumulated depreciation	(1,500,848)	(12,660)
Total net book value	$ 17,824,969	$ 3,417

Pledged Revenues

The City issues debt that is secured by a pledge of specific revenues. Total pledged revenues to repay principal and interest on outstanding debt as of September 30, 2023, follows:

	Non Ad-Valorem Revenues Pledged
Governmental Activities:	
Description of debt	Note payable
Purpose of debt	Refunded the Taxable Special Obligation Bonds -Series 2002 used to fund City pension obligations
Current revenue	$48,629,417
Total future revenues pledged	$10,724,976
Term of commitment (years)	2010-2029
Current year debt service	$1,940,620
Percentage of current year debt service to pledged revenues	3.99%

	Non Ad-Valorem Revenues Pledged
Business-Type Activities:	
Description of debt	State Revolving Loans (drinking water)
Purpose of debt	Capital improvements (drinking water)
Current revenue	$36,745,409
Total future revenues pledged	$4,795,433
Term of commitment (years)	2014-2036
Current year debt service	$337,181
Percentage of current year debt service to pledged revenues	0.92%

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

Effective October 1, 2017, the City implemented GASB Statement No. 75, *Accounting and Reporting for Post-Employment Benefits Other Than Pensions*, for certain post-employment healthcare benefits provided by the City.

Plan Description

The City provides an optional single-employer defined benefit post-employment healthcare, dental, and group term-life insurance plan to eligible individuals. The Plan allows employees and their beneficiaries, at their own cost, to continue to obtain health, dental, and life insurance benefits upon retirement.

Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the City and eligible dependents may continue to participate in the City's health, dental, and group term-life insurance plan. The City subsidizes the premium rates paid by retirees by allowing them to participate in the plan at reduced or blended group premium rates for both active and retired employees. These rates provide an implicit rate subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan than those of active employees.

No assets are held in trust for payment of the OPEB liability, therefore the plan operates on a pay-as-you-go basis.

Benefits Provided

The City also provides an explicit health insurance subsidy with respect to certain retirees or their beneficiaries. The children of police officers who are killed in the line of duty receive a 100% subsidy for their health insurance until age 18 (or age 25 if a full-time student).

In 1997, the City offered a one-time Retirement Incentive to employees who had at least twenty years of City service and who were at least 50 years of age. The incentive was City paid group health premiums until age 65. Additionally, since October 1997, the City provides paid group health insurance premiums until age 65 for elected officials of the City who have served a minimum of two complete terms of office, and their tenure as an elected official commenced after May 1, 1991.

Also, since October 2000, the City provides paid group health insurance premiums for any former member of the administrative staff who has completed ten years or more of satisfactory service to the City as a member of the administrative staff or has completed fifteen years or more of satisfactory service with the City.

In accordance with the October 1, 2005, Police Bargaining Agreement, effective for police officers retiring after January 1, 2007, the City contributes $200 toward the monthly premium for single coverage through the City's group health insurance plan. Retired officers, who do not elect to remain with the City's group insurance plan, receive a monthly payment of $200. The $200 contribution by the City is payable until the retired member becomes eligible for Medicare.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Funding Policy

The City does not directly contribute to the Plan on behalf of retirees. Retirees and their beneficiaries pay the same group rates that are charged for active employees. The premiums vary depending on the benefits selected and whether the retiree elects single or family coverage. The premium also varies depending on whether the retiree elects coverage under the HMO or POS plan. However, the City's actuary, in the actuarial valuation, calculates an offset to the cost of these benefits as an employer contribution, based on the implicit rate subsidy. This offset equals the total age-adjusted premiums paid by the City or its active employees for coverage of the retirees and their dependents for the year, net of the retiree's own annual payments.

Plan Membership

At September 30, 2023, the date of the latest actuarial valuation, plan participation consisted of the following:

Retirees and beneficiaries	175
Active plan members	386
	561

Total OPEB Liability

The City's total OPEB liability of $11,621,167 was determined by an actuarial valuation as of September 30, 2023, measurement date.

Actuarial Assumptions and Other Inputs

Valuation Date: September 30, 2022

Measurement Date: September 30, 2022

Methods and Assumptions Used to Determine Total OPEB Liability:

Actuarial Cost Method - Entry-Age Normal

Inflation - 2.50%

Discount Rate – 4.40% - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.40% (based on the daily rate of Fidelity's "20-Year Municipal GO AA Index" closest to but not later than the measurement date). The discount rate was 2.19% as of the previous measurement date.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Salary Increases - Rates are those used in the respective October 1, 2022, actuarial valuations. For participants in the Florida Retirement System, salary rates are based on those used in the July 1, 2022, actuarial valuation of Florida Retirement System.

Salary Increases in the Coming Year

Years of Service	General	Police Officers
0 - 2	6.0%	9.0%
3 - 5	5.0%	7.5%
6 - 9	4.5%	6.3%
10 - 14	4.0%	4.5%
15 - 19	3.5%	4.0%
Over 20	3.0%	3.5%

Retirement Age - Rates are those used in the respective October 1, 2022, actuarial valuations. For participants in Florida Retirement System, retirement rates are based on those used in the July 1, 2022, actuarial valuation of Florida Retirement System.

Number of Years After First Eligibility for Normal Retirement	% Probability of Normal Retirement (General Employees)	%Normal Retirement (Police Officers)
0	30%	25%
1	25%	25%
2	25%	25%
3	25%	25%
4	25%	35%
5	50%	35%
6	50%	35%
7	50%	35%
8	50%	35%
9	50%	35%
10 +	100%	100%

Mortality - Mortality rates are the same as used in the July 1, 2022, actuarial valuation of the Florida Retirement System for non-K-12 Instructional Regular Class and Special Risk Class members. These rates were taken from adjusted Pub-2010 mortality tables published by the Society of Actuaries with generational mortality improvements using Scale MP-2018. Adjustments to referenced tables are based on the results of a statewide experience study covering the period 2013 through 2018.

Healthcare Cost Trend Rates - Trend rate starting at -3.40% for claims costs and premiums (based on actual premium rates effective January 1, 2023), and thereafter trend based on the Getzen Model, with trend rate decreasing to 6.25% effective January 1, 2024, and gradually decreasing to an ultimate trend rate of 4.00%.

Aging factors - Based on the 2013 SOA Study "Health Care Costs - From Birth to Death."

Expenses - Administrative expenses are included in the per capita health costs.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Changes in the total OPEB liability for the fiscal year ended September 30, 2023, were as follows:

Balance at September 30, 2022	$ 15,767,594
Changes for the year:	
Service cost	744,420
Interest	356,144
Difference between expected and actual experience	(654,430)
Changes in assumptions	(4,093,076)
Benefits payments	(499,485)
Net changes	(4,146,427)
Balance at September 30, 2023	$ 11,621,167

Sensitivity of the total OPEB liability to changes in the discount rate:

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 4.40%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	1 % Decrease	Current Discount Rate Assumption	1 % Increase
	3.40%	4.40%	5.40%
Total OPEB liability	$ 13,141,078	$11,621,167	$ 10,373,413

Sensitivity of the total OPEB liability to the healthcare cost trend rate:

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

	1 % Decrease	Current Healthcare Cost Trend Rate Assumption	1 % Increase
Total OPEB liability	$ 10,906,937	$11,621,167	$ 12,444,858

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

For the fiscal year ended September 30, 2023, the City recognized OPEB expense of $4,847.

Deferred inflow and outflow of resources related to OPEB are as follows:

	OPEB	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 1,134,630
Changes in assumptions and other inputs	1,014,349	4,171,713
	1,014,349	5,306,343
City contibutions made subsequent to the measurement date	528,360	-
	$ 1,542,709	$ 5,306,343

The deferred outflows of resources totaling $528,360, resulting from City contributions made subsequent to the measurement date will be recognized as a reduction of the OPEB liability for the fiscal year ending September 30, 2024. The amount reported as net deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending September 30,	Amount
2024	$ (939,313)
2025	(497,257)
2026	(808,087)
2027	(788,588)
2028	(613,097)
Thereafter	(645,652)
Total	$ (4,291,994)

NOTE 9. SELF-INSURANCE

The City maintains a self-insurance program accounted for in the internal service funds. The General Risk Management fund was established by City Ordinance to account for insurance activities relating to workers' compensation and general liability risks. Charges to departments are based upon amounts determined by management to be necessary to meet the required annual payouts during the fiscal year and to maintain adequate fund reserves. The funding level and estimated claims liability for workers' compensation and general liability for fiscal year 2023, is based on recommended funding requirements, as determined by a self-insurance actuarial review as of September 30, 2023, performed by outside actuary consultants.

NOTE 9. SELF-INSURANCE (Continued)

The City is exposed to various risks of loss for workers' compensation and general liability covered by its self-insurance program. The other exposures include theft, and errors and omissions, for which the City carries commercial insurance.

As of September 30, 2023, the City's risk retention for certain types of risk is as follows:

Line of Coverage	Retention/Deductible	Coverage After Retention/Deductible
Self-insured:	Worker's compensation	
Workers' compensation	Self-insured retention of $500,000	Excess worker's compensation Part I - Statutory Part II - $1,000,000 (employers liability)
General & automobile liability	Fully self-insured	F.S. 768.28 ($200,000/individual, $300,000/occurrence)
Commercial insurance:		
Property:	Property coverage	
Property, multi-peril	$5,000 general & 5% named storm	$67,795.00 (bldg) and $14, 064,250 (contents)
Boiler and machinery	$1,000	$50,000,000
Flood	Buildings: $1,000 to $2,000 Contents: $1,000 to $2,000 varies according to facility	Buildings: $25,000 to $334,000 Contents: $0 to $200,000 varies according to facility
Other:		
Police professional liability	$150,000/claim	$2,000,000/loss and aggregate
Public officials' liability	$150,000 EPLI/wrongful acts	$2,000,000/loss and aggregate

The General Risk Management Internal Service Fund accounts for the following coverages and claims:

Workers' Compensation

All workers' compensation costs are paid from the self-insurance fund, up to $500,000 self-insured retention, with all operating funds of the City assessed a charge based upon the requirements of the self-insurance fund and their relative share of the total risk. As claims are reported they are investigated by claims personnel, and an estimate of liability on a case-by-case basis is established. The estimated liabilities are periodically reviewed and revised as claims develop.

General Liability

Departments of the City are assessed for general and automobile liability coverage based upon the requirements of the self-insurance fund and their relative share of the total risk. The City has continued to purchase certain casualty insurance for which the premium is low in relation to the coverage provided. As the casualty claims are reported, they are investigated by the claims personnel and an estimate of liability on a case-by-case basis is established.

NOTE 9. SELF-INSURANCE (Continued)

Estimated Claims Liability

The estimated claims liability of $3,760,892 in the General Risk Management internal service fund includes estimates for claims incurred, but not reported (IBNR) and allocated loss adjustment expenses. The estimates are based on the requirement that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the estimated claims liability are as follows:

	Workers' Compensation	General Liability	2023 Total	2022 Total
Estimated claims liability - beginning of year	$ (1,566,927)	$ (2,245,223)	$ (3,812,150)	(4,352,779)
Claim payments	710,501	274,564	985,065	650,896
Current year claims and changes in estimates	(655,564)	(278,243)	(933,807)	(110,267)
Estimated claims liability - end of year	$ (1,511,990)	$ (2,248,902)	$ (3,760,892)	$ (3,812,150)

The City carries Excess Workers' Compensation insurance to secure statutory worker's compensation coverage in excess of the self-insured retention. In 2023, there was no reduction in insurance coverage from the prior year. During the past three years, there have been no settlements that exceeded insurance coverage. The City continues to seek annual recovery in cases where payments have been made through the Workers' Compensation Third Party Administrator, in excess of the self-insured retention. The City recovered $796.99 reimbursements from the excess carrier on one case where the self-insured retentions were based on prior policy years where the excess retention was $250,000 and this limit was exceeded.

NOTE 10. EMPLOYEE RETIREMENT PLANS

Pension Plans Sponsored by the City of North Miami

The City of North Miami (the "City" or the "Employer") is the sponsor of two single employer defined benefit pension plans (collectively the "Plans") established to provide pension benefits for its employees: Clair T. Singerman Retirement System ("CTS") and the North Miami Police Pension Plan (the "NMPP" Plan). Each plan is administered by a seven-member Board of Trustees who are either appointed by Ordinance or elected from among Plan participants.

On April 3, 1994, the City transferred all general employees who were in the NMPP Plan to the CTS Retirement System, thereby limiting the NMPP Plan participation to sworn police personnel hired after January 1, 1977. The CTS Retirement System covers police officers hired before January 1, 1977, and all general employees and former North Miami firefighters.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

On February 15, 2016, the City closed the CTS Retirement System to new participants. After the closure, new employees are required to join the Florida Retirement System ("FRS"). Active members were afforded a one-time irrevocable option to transfer to the FRS.

Effective January 1, 2017, the NMPP Plan was closed to new members. After the closure, new police officers are required to join the Florida Retirement System (FRS). Existing members to the NMPP Plan had the option to remain in the Plan or to choose to participate in the FRS. These members had the option of keeping their accrued benefits in the NMPP Plan or receive refunds of member contributions.

Each of the Plans issues a publicly available stand-alone report that includes financial statements and required supplementary information for each Plan. These reports may be obtained by writing to: North Miami Employees' Retirement Systems, 12000 Biscayne Boulevard Suite 508, Miami, Florida 33181.

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plans. Interest and dividends are recorded as earned.

For the purposes of measuring the net pension liability, deferred outflows/inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the Pension Plan.

Method Used to Value Investments

Investments are reported at fair value. Within certain limitations as specified in the Plans, the investment policies are determined by the Boards of Trustees and are implemented by the Plans' investment managers. A financial consultant monitors the investment managers.

For more details regarding the methods used to measure plan investments refer to **NOTE 2.**

North Miami Police Pension Plan (NMPP Plan)

Plan Description

The City of North Miami (the employer) is the sponsor of a single employer defined benefit plan (thereafter the "Plan") established to provide pension benefits for its employees. The Plan is administered by a seven-member Board of Trustees comprised of three members occupying positions specifically designated by Ordinance and four elected police members.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Since the Plan is a single-employer public employees' retirement system plan sponsored by the City, the Plan is considered part of the City's financial reporting entity and is included in the City's financial statements as a pension trust fund. The latest available actuarial valuation is as of October 1, 2022, (beginning of year valuation date); however, employer contribution requirements for the year ended September 30, 2023, were based on October 1, 2022, valuation. Benefit and contribution provisions are established by City ordinance and may be amended only by the City Council.

Membership in the Plan as of October 1, 2022, follows:

Inactive plan members and beneficiaries currently receiving benefits	67
Inactive plan members entitled but not yet receiving benefits	1
Active plan members	79
Total members	147

Pension Benefits

Plan members become partially vested (25%) after 5 years credited service, increasing 15% annually, with full vesting after 10 years of credited service.

Normal retirement is the earlier of age 55 and 10 years of service or age 50 and 20 years of service. A member may elect to receive in a lump sum payment at retirement, an amount which is the actuarial equivalent of the benefits otherwise payable under the Plan.

Early retirement is available at the age of 50 and 10 years of service. For certain members hired on or before December 31, 2006, early retirement is also available after 20 years of service regardless of age.

Normal retirement benefits are based on 1% of average final compensation (AFC) multiplied by the years of service up to July 1, 1979, plus 3% of AFC for the years of service from June 30, 1979, to June 30, 1997; and 3.5% of AFC for the years of service on or after July 1, 1997. Additionally, accumulated Plan member contributions up to September 30, 1982, are payable to the member in a lump sum upon termination or retirement.

Terminated members with less than five years' creditable service receive their contribution plus accrued interest accumulated since initial employment. Partially vested members receive the greater of member contributions plus accrued interest or the sum of member contributions prior to October 1, 1982, plus their vested benefits.

Contributions and Funding Policies

Employees contribute 9.51% of their base salaries or wages based on the Plan's investment performance. Interest is credited annually on members' accumulated contributions at a rate of interest determined at the discretion of the Board of Trustees. The interest rate was 5.0% for 2023. Employer and state contributions for the fiscal year ended September 30, 2023, was 61.12% of covered payroll.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

The Plan's funding policy provides for actuarially determined periodic employer contributions sufficient to pay the benefits provided by the Plan when they become due. The actuarial cost method used for determining the contribution requirements of the Plan is the Entry Age Normal.

Pursuant to Chapter 185, Florida Statutes and the collective bargaining agreement of October 1, 2018, insurance premium tax monies received are shared between the City and the North Miami Police Share Plan. The net insurance premium tax received during the fiscal year was $82,682.

Net Pension Liability

Components of the net pension liability of the City at September 30, 2023 follows:

	NMPP Plan
Total pension liability	$132,960,355
Plan fiduciary net position	(94,495,301)
Net pension liability	$ 38,465,054

Plan fiduciary net position as a percentage of total pension liability 71.07%

Actuarial Assumptions

The actuarial valuation of the liabilities was determined as of the beginning of the year, October 1, 2022, (based on the actuarial valuation results as reported in the October 1, 2021, actuarial valuation) and rolled forward to the September 30, 2022, measurement date.

Assumptions Used to Determine Net Pension Liability

Actuarial cost method – Entry age normal

Inflation – 2.50%

Salary Increases – 3.50% to 9.00% depending on service.

Investment rate of return – 7.00%

Retirement Age – Experience-based table of rates that are specific to the type of eligibility condition.

Mortality – The mortality tables are the PUB-2010 Headcount Weighted Safety Below Median Employee Male Table (pre-retirement), the PUB- 2010 Headcount Weighted Safety Employee Female Table (preretirement), the PUB-2010 Headcount Weighted Safety Below Median Healthy Retiree Male Table (post-retirement) and the PUB- 2010 Safety Healthy Retiree Female Table (post-retirement). These tables use ages set forward one year and mortality improvements to all future years after 2010 using scale MP-2018. These are the same rates used for Special Risk Class members in the July 1, 2019, Actuarial Valuation of the Florida Retirement System (FRS).

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

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

Best estimates of arithmetic real rates of return for each major asset class included in the Plan's target asset allocation as of September 30, 2023, are summarized in the following table:

NMPP Plan

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	48.00%	7.50%
International equity	12.00%	8.50%
Domestic bonds	21.00%	2.50%
International bonds	0.00%	3.50%
Real Estate	19.00%	4.50%
Alternative assets	0.00%	6.24%

Discount Rate - A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on pension plan investments (7.00%) was applied.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Changes in Net Pension Liability

The following table shows the changes in net pension liability based on the actuarial information provided to the City at September 30, 2023:

	NMPP Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at September 30, 2022	$ 124,763,419	$ 105,037,573	$ 19,725,846
Changes for the year			
Service cost	$ 2,575,874	-	2,575,874
Interest	8,821,801	-	8,821,801
Changes in benefit terms	-	-	-
Difference between actual & expected experience	1,335,775	-	1,335,775
Assumption changes	1,640,630	-	1,640,630
Benefit payments	(6,149,803)	-	(6,149,803)
Refunds	(27,341)	-	(27,341)
Contributions - employer	-	5,035,642	(5,035,642)
Contributions - employer (from State/Share Plan)	-	82,682	(82,682)
Contributions - non-employer contributing entity	-	-	-
Contributions - employee	-	962,068	(962,068)
Net investment income	-	(10,063,021)	10,063,021
Benefit payments	-	(6,149,803)	6,149,803
Refunds	-	(27,341)	27,341
Administrative expense	-	(382,499)	382,499
Net changes	8,196,936	(10,542,272)	18,739,208
Balance at September 30, 2023	$ 132,960,355	$ 94,495,301	$ 38,465,054

Sensitivity of the Net Pension Liability of the City to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability of the City to changes in the discount rate. In particular, the table presents the Plan's net pension liability, if it were calculated using a single discount rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or higher than the single discount rate:

	NMPP Plan		
	1% Decrease	Single Discount Rate Assumption	1% Increase
	6.00%	7.00%	8.00%
Net pension liability	$ 56,812,570	$ 38,465,054	$ 23,402,103

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

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

For the year ended September 30, 2023, the City recognized pension expense of $6,736,427. At September 30, 2023, the City reported deferred outflows/inflows of resources related to pensions from the following sources:

	NMPP Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 4,288,231	$ (1,067,395)
Assumptions changes	3,211,286	(1,274,930)
Net difference between projected and actual earnings on pension plan investments	16,297,859	(9,350,081)
	23,797,376	(11,692,406)
Employer contributions made subsequent to the measurement date	5,102,880	-
	$ 28,900,256	$ (11,692,406)

The deferred outflows of resources related to the Plan, totaling $5,102,880 resulting from City contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability for the fiscal year ending September 30, 2024. Other amounts reported as net deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30,	Net Deferred Outflow (Inflow) of Resources
2024	$ 3,891,783
2025	2,453,398
2026	1,375,371
2027	4,384,418
Total	$ 12,104,970

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Clair T. Singerman Retirement System

Plan Description

The City of North Miami (the City or the employer) is the sponsor of a single employer defined benefit pension plan established to provide pension benefits for its employees. The Clair T. Singerman (CTS) Retirement System is administered by a seven-member Board of Trustees comprised of one firefighter elected from firefighter members, one police officer elected from police members, two ex-officio members occupying positions specifically designated by Ordinance, and three elected general employee members.

The CTS Retirement System was established by the City's Ordinance 691 effective January 1, 1968. The Plan is considered part of the City's financial reporting entity and is included in the City's financial statements as a pension trust fund. All full-time employees are eligible except for sworn police personnel hired after 1976. The latest actuarial valuation is as of October 1, 2021; however, the required employer contribution for the fiscal year ended September 30, 2023, is based on the October 1, 2022, actuarial valuation. Benefit and contribution provisions are established by City ordinance and may be amended only by the Board of Trustees, subject to approval of the City Council.

Membership in the CTS Retirement System as of October 1, 2021, follows:

Inactive plan members and beneficiaries currently receiving benefits	223
Inactive plan members entitled but not yet receiving benefits	5
Active plan members	159
Total members	387

Pension Benefits

General employee plan members and police personnel not included in the police bargaining unit become partially vested (25%) after 5 years of credited service, increasing 15% annually, with full vesting after 10 years of credited service. All other police personnel become fully vested after 14 years.

Normal retirement is attained for:

- General plan members who reach the earlier of age 55 and 10 years of service or age 50 and 20 years of service.

- Police and firefighters plan members who reach age 50 and 20 years of service.

Early retirement is available after completion of 14 years of service for all Plan members.

A member may elect to receive in a lump sum at retirement an amount which is the actuarial equivalent of the benefits otherwise payable under the Plan.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Normal retirement benefits are based on 2.5% of average final compensation multiplied by the years of services through June 30, 1969, plus 3% of average final compensation for years of service up to March 8, 2016. However, for any year prior to October 1, 1968, during which a member contributed less than 7% of compensation, the benefit percentage for each year varies per Ordinance. A terminating member with less than five years' creditable service shall receive his/her contribution plus accrued interest accumulated since initial employment. Partially vested members shall receive the greater of member contributions plus accrued interest or the sum of member contributions prior to October 1, 1982, and his/her vested benefits.

Contributions and Funding Policies

Plan members contribute either 6%, 7% or 8% of their annual compensation depending on their credited years of service as of November 10, 2015. Interest is credited annually on members' accumulated contributions through the prior year-end. The interest rate determined by the Board of Trustees was 0.00% in 2023. Employer contributions for the fiscal year ended September 30, 2023, was 14.56% of covered payroll. The total employer contribution on the statement of changes in fiduciary net position is $1,426,719 for 2023.

The Plan's funding policy provides for actuarially determined periodic employer contributions sufficient to pay the benefits provided by the Plan when they become due. The actuarial cost method used for determining the contribution requirements for the Plan is the Entry Age Normal.

Contributions required on an actuarial basis to provide benefits for former City firemen who had elected to remain in the Plan upon their transfer to the Miami-Dade County Fire Department on October 1, 1969, are made by Miami-Dade County and the State of Florida - Bureau of Municipal Police and Firefighters' Retirement Fund pursuant to Chapter 175, Florida Statutes.

Pursuant to Chapter 185, Florida Statutes, a portion of all insurance premium tax monies received in excess of $147,586 (the 1997 threshold) are utilized by this Plan for the purchase of additional benefits for the one remaining sworn police personnel that was included in this Plan prior to 1976. The excess of insurance premium tax monies amounted to $2,579 for the fiscal year ended September 30, 2023, and is reported as other contributions; the balance to be received as of September 30, 2023, was $50,725. The funds were received by the City of North Miami's Police Share Plan and are held there until this Plan determines what benefit enhancements will be made.

All other insurance premium tax monies are split between the City and the North Miami Police Share Plan.

Net Pension Liability

Components of the net pension liability of the City at September 30, 2023 follows:

	CTS Retirement System
Total pension liability	$147,273,402
Plan fiduciary net position	(148,003,450)
Net pension liability	$(730,048)
Plan fiduciary net position as a percentage of total pension liability	100.50%

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Actuarial Assumptions

The total pension liability was measured as of September 30, 2021, and determined by an actuarial valuation as of October 1, 2021, using the following actuarial assumptions and applied to all prior periods included in the measurement:

Assumptions Used to Determine Net Pension Liability

Actuarial cost method – Entry age normal

Inflation – 2.50%

Salary Increases – 3.00% to 6.00% depending on service

Investment rate of return – 6.75%

Retirement Age – Experience-based table of rates

Mortality – The mortality table for General Employees is the PUB-2010 Headcount Weighted Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted Below Median Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted Below Median Healthy Retiree Male Table (post-retirement) and the PUB- 2010 Headcount Weighted Below Median Retiree Female Table (post- retirement). These tables use ages set back one year for males and future improvements in mortality projected to all future years after 2010 using scale MP-2018. These are the same rates used for Regular Class members of the Florida Retirement System (FRS) in their actuarial valuation as of July 1, 2020.

Long-Term Expected Rate of Return – The long-term expected rate of return on pension investment was determined using the long-term nominal building block data less the long-term inflation assumption of 5.94%. The building block long-term real return projections were developed considering the long-term historic capital market returns, 10-15 year expected capital market return assumptions, as well as historical, current, and expected inflation data. Best estimates of arithmetic real return for each asset class included in the pension plan's target allocation as of September 30, 2023, are summarized in the following table:

CTS Retirement System

Asset Class	Target Allocation	Long-Term Expecte Real Rate of Retur
Domestic equity	48.00%	7.50%
International equity	12.00%	8.50%
Domestic bonds	24.00%	2.50%
International bonds	0.00%	3.50%
Real Estate	16.00%	4.50%
Alternative assets	0.00%	6.24%

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Discount Rate – A single discount rate of 6.75% was used to measure the total pension (asset) liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.75%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (6.75%) was applied to all periods of projected benefit payments to determine the total pension (asset) liability.

Changes in Net Pension Liability

The following table shows the changes in net pension (asset) liability based on the actuarial information provided to the City at September 30, 2023:

	CTS Retirement System		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at September 30, 2022	$ 148,079,967	$ 167,202,879	$ (19,122,912)
Changes for the year			
Service cost	1,672,374	-	1,672,374
Interest	9,818,622	-	9,818,622
Benefit changes (changes in assumption)	-	-	-
Difference between actual & expected experience	(3,717,602)	-	(3,717,602)
Assumption changes	-	-	-
Benefit payments	(8,394,689)	-	(8,394,689)
Refunds	(187,849)	-	(187,849)
Other	2,579	-	2,579
Contributions - employer	-	3,358,941	(3,358,941)
Contributions - employer (from State/Share Plan)	-	2,579	(2,579)
Contributions - non-employer contributing entity	-	-	-
Contributions - employee	-	698,719	(698,719)
Net investment income	-	(14,244,480)	14,244,480
Benefit payments	-	(8,394,689)	8,394,689
Refunds	-	(187,849)	187,849
Administrative expense	-	(432,650)	432,650
Net changes	(806,565)	(19,199,429)	18,392,864
Balance at September 30, 2023	$ 147,273,402	$ 148,003,450	$ (730,048) *

**** Actuarial valuation for net pension liability (NPL) was significantly reduced again in the current year resulting in a net pension asset. Prior year net pension asset was ($19,122,912).***

Sensitivity of the Net Pension Liability of the City to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability of the City to changes in the discount rate. In particular, the table presents the Plan's net pension liability (asset), if it were calculated using a single discount rate of 6.75% as well as what the plan's net pension liability (asset)

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

would be if it were calculated using a single discount rate that is 1-percentage-point lower or higher than the single discount rate:

	CTS Retirement System		
	1% Decrease	Single Discount Rate Assumption	1% Increase
	5.75%	6.75%	7.75%
Net pension (asset)	$ 16,932,025	$ (730,048)	$ (15,458,955)

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

For the year ended September 30, 2023, the City recognized pension expense of $845,086. At September 30, 2023, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	CTS Retirement System	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 85,002	$ (2,409,073)
Assumptions changes	-	(75,913)
Net difference between projected and actual earnings on pension plan investments	20,952,330	(13,719,583)
	21,037,332	(16,204,569)
Employer contributions made subsequent to the measurement date	1,426,719	-
	$ 22,464,051	$ (16,204,569)

The deferred outflows of resources related to the CTS Retirement System, totaling $1,426,719 resulting from City contributions to the CTS Retirement System subsequent to the measurement date will be recognized as a reduction of the net pension liability for the fiscal year ended September 30, 2024. Other amounts reported as net deferred inflow of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30,	Net Deferred Outflow (Inflow) of Resources
2024	$ (483,739)
2025	(582,280)
2026	803,421
2027	5,095,361
Total	$ 4,832,763

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Pension Plans Administered by the State of Florida

The City provides retirement benefits to the Mayor, four (4) City Council Members, the City Clerk and to all employees hired after February 15, 2016, through the Florida Retirement System (FRS) and the FRS's Retiree Health Insurance Subsidy (HIS) Plan.

FLORIDA RETIREMENT SYSTEM

The City participates in the Florida Retirement System (the "FRS"), which was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Health Insurance Subsidy Program (the "HIS"), a cost-sharing multiple-employer defined benefit pension plan, for retired members of any state administered retirement system to pay the costs of health insurance.

The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs.

The City's pension expense for FRS totaled $4,203,128 for the fiscal year ended September 30, 2023.

The Annual Comprehensive Financial Report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

Plan Description

The FRS is a cost-sharing multiple-employer defined benefit pension plan, with a DROP for eligible employees. The general classes of membership are as follows:

- *Regular Class* - Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers Class* - Members who hold specified elective offices in local government.
- *Senior Management Service Class (SMSC)* - Members in senior management level positions.
- *Special Risk Class* - Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the FRS prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the FRS on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

at any age after 30 years of service (except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service). All members enrolled in the FRS on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service (except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service). Members of the FRS may include up to four years of credit for military service toward creditable service.

The FRS also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

FRS Retirement Benefits and Contributions

Benefits under the FRS are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Service	%Value
Regular Class Members Initially Enrolled Before July 1, 2011:	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 years of service	1.68
Regular Class Members Initially Enrolled on or After July 1, 2011:	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 years of service	1.68
Elected Council Officers	3
Senior Management Service Class	2
Special Risk Regular:	
Service from December 1, 1970 through September 30, 1974	2
Service on and after October 1, 1974	3

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS 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 and multiplying that result by 3%. FRS members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Required Contributions for fiscal year 2023 were as follows:

	Percent of Gross Salary	
Class [2]	Employee [2]	Employer [1]
FRS, Regular	3.00%	13.57%
FRS, Special Risk	3.00%	32,67%
FRS, Elected Council Officers	3.00%	58.68%
FRS, Senior Management Service	3.00%	34.52%
FRS, Regular (retiree - re-employed on or after 07/01/2010)	0.00%	6.78%

(1) Employer rates include 2.00% for the postemployment health insurance subsidy. Also, employer rates other than for DROP participants, include 0.06% for administrative costs of the Investment Plan.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The City's contributions to the FRS amounted to $2,539,635 and employees' contributions amounted to $390,064 for the fiscal year ended September 30, 2023.

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

On September 30, 2023, the City reported a liability of $14,703,751 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The City's proportionate share of the net pension liability was based on the City's 2023 fiscal year contributions relative to the participating members. At June 30, 2023, the City's proportionate share was 0.0369 % compared to 0.0335% in the prior year. For the fiscal year ended September 30, 2023, the City recognized pension expense of $4,203,128 related to the Plan.

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

In addition, the City reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	FRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	$ 958,512	$ -
Difference between expected and actual experience	1,380,555	-
Difference between projected and actual investment earnings	614,068	-
Changes in proportion and differences between City FRS contributions and proportionate share of contributions	2,758,625	-
	5,711,760	-
City FRS contributions subsequent to the measurement date	508,876	-
Total	$ 6,220,636	$ -

The deferred outflows of resources related to pensions, totaling $508,876, resulting from the City's contributions to the FRS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024.

The amount reported as net deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30,	Net Deferred Outflow (Inflow) of Resources
2024	$ 1,142,352
2025	1,142,352
2026	1,142,352
2027	1,142,352
2028	1,142,352
	$ 5,711,760

Actuarial Assumptions

The FRS actuarial valuation was determined using the following actuarial assumptions, as of July 1, 2023, applied to all periods included in the measurement:

Inflation - 2.40%

Salary Increases - 3.25% average, including inflation.

Investment Rate of Return – 6.70%, net of pension plan investment expense, including inflation

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

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

The actuarial assumptions used in July 1, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Long-Term Expected Rate of Return - The long-term expected rate of return on the 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:

	FRS			
Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.1%
Fixed income	19.8%	4.5%	4.4%	3.4%
Global equity	54.0%	8.7%	7.1%	18.1%
Real estate	10.3%	7.6%	6.6%	14.8%
Private equity	11.1%	11.9%	8.8%	26.3%
Strategic investments	3.8%	6.3%	6.1%	7.7%
	100%			
Assumed inflation-mean			2.4%	1.4%

(1) As outlined in the Plan's investment policy

Discount Rate - The discount rate used to measure the total pension liability of the Plan was 6.70%. The 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 calculating the total pension liability is equal to the long-term expected investment rate of return.

The discount rate is reviewed annually and set by mutual agreement between the Board of Trustees and its actuarial firm.

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

The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the City's proportionate share of the net pension liability would

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

be if it calculated using a discount rate that is one percentage point lower or higher than the current discount rate:

	FRS		
	1% Decrease	Current Discount Rate	1% Increase
	5.70%	6.70%	7.70%
City's proportionate share of the net pension liability	$ 25,117,000	$ 14,703,751	$ 5,991,821

Retiree Health Insurance Subsidy Program (HIS)

Plan Description

The Retiree Health Insurance Subsidy Program (the "HIS") 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 the State-administered retirement systems in paying their health insurance costs and is administered by the Division of Retirement within the Florida Department of Management Services.

Benefits Provided

For the fiscal year ended September 30, 2023, 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, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions

The HIS 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, 2023, the HIS contribution rate was 1.66%. The City contributed 100% of its statutorily required contributions for the current fiscal year. The HIS contributions are deposited in a separate trust fund from which payments are authorized. HIS benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The City's contributions to the HIS totaled $154,460 for the fiscal year ended September 30, 2023.

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

At September 30, 2023, the City reported a net pension liability of $4,972,072 for its proportionate share of the HIS Plan's net pension liability. The total pension liability was determined by an actuarial

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

valuation as of July 1, 2022. The City's proportionate share of the net pension liability was based on the City's 2023 fiscal year contributions relative to the 2023 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was 0.0313%.

For the fiscal year ended September 30, 2023, the City recognized pension expense of $2,335,193 related to the HIS. In addition, the City reported, deferred outflows of resources and deferred inflows of resources related to the HIS from the following sources:

	HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 72,788	$ (11,670)
Changes of Assumptions	130,714	(430,847)
Net difference between projected and actual earnings on HIS pension plan investments	2,568	-
Changes in proportion and differences between City HIS contributions and proportionate share of contributions	1,157,678	-
	1,363,748	(442,517)
City HIS contributions subsequent to the measurement date	65,636	-
Total	$ 1,429,384	$ (442,517)

The deferred outflows of resources related to pensions, totaling $65,636 resulting from the City's 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, 2024.

The amount reported as net deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30,	Net Deferred Outflow (Inflow) of Resources
2024	$ 184,246
2025	184,246
2026	184,246
2027	184,246
2028	184,247
Total	$ 921,231

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Actuarial Assumptions

The HIS plan's actuarial valuation was determined using the following actuarial assumptions as of June 30, 2023, applied to all periods included in the measurement:

Inflation	2.40%
Salary Increases	3.25% average, including inflation.
Municipal Bond Rates - Investment Rate of Return	3.65%

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

The actuarial assumptions used in July 1, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Discount Rate - The discount rate used to measure the total pension liability for the HIS Plan was 3.65%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

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

The following presents the City's proportionate share of the net pension liability calculated using a discount rate of 3.65%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or higher than the current discount rate:

	HIS		
	Decrease	Current Discount Rate	Increase
	2.65%	3.65%	4.65%
City's proportionate share of the net pension liability	$ 5,672,358	$ 4,972,072	$ 4,391,582

NOTE 10. EMPLOYEE RETIREMENT PLANS (Continued)

Net Pension Liability, Deferred Inflow of Resources, and Deferred Outflow of Resources Related to Pensions Plans

The following table summarizes the net pension liability, deferred inflow of resources and deferred ouflow of resources for each plan as previously disclosed in Note 10:

	SUMMARY - PENSION RELATED ITEMS				
Plan	Net Pension Liability	Net Pension Asset [1]	Deferred Inflow of Resources	Deferred Outflow of Resources	Pension Expenses
North Miami Police Pension Plan	$ 38,465,054	$ -	$ 11,692,406	$ 23,797,376	6,736,427
Clair T. Singerman Employee Retirement System	- *	(730,048)	16,204,569	21,037,332	845,086
Florida Retirement System	14,703,751	-	-	5,711,760	4,203,128
Retiree Health Insurance Subsidy Program	4,972,072	-	442,517	1,363,748	2,335,193
Total	$ 58,140,877	$ (730,048)	$ 28,339,492	$ 51,910,216	14,119,834

(1) Actuarial valuation for net pension liability (NPL) was significantly reduced again in the current year resulting in a net pension asset. Prior year net pension asset was ($19,122,912).

NOTE 11. DEFINED CONTRIBUTION PLANS

City of North Miami Police Officers' Retirement Pension Fund Share Plan

The City of North Miami Police Officers' Retirement Pension Fund Share Plan established by (Ord. 592.1.1) (the Plan) provides retirement benefits for police officers of the City of North Miami. These benefits are funded from the State of Florida insurance premium tax monies and are in addition to benefits provided by the City of North Miami's retirement system. A separate Board of Trustees is responsible for the administration of this Plan. In accordance with GASB Statement No. 24, the City recognized $499,433 as on behalf payments for contributions of these premiums into the Plan.

The Plan issues a publicly available report that includes financial statements and required supplementary information. This report may be obtained by writing to: City of North Miami Police Department, 700 N.E. 124th Street, North Miami, Florida 33161. This Plan is administered by the City.

Managers' Pension Plan

The Managers' Pension Plan is an IRS Section 401(a) defined contribution pension plan for those members of the Administrative Staff not eligible to participate in the City's defined benefit pension plan. This Plan is funded through employer contributions consisting of 10% of a participant's compensation. This Plan can only be amended by the City Council. During fiscal year 2023, the City contributed approximately $95,933 into this Plan, which is administered through a third-party administrator.

NOTE 11. DEFINED CONTRIBUTION PLANS (Continued)

Excess Benefit Plan

In May 1968, the City established the Excess Benefit Plan, a qualified governmental excess benefit arrangement as defined in Section 415(m)(3) of the Internal Revenue Code. The City contributed approximately $6,545 into this Plan. This Plan is administered by the City.

NOTE 12. ENVIRONMENTAL MATTERS (Munisport Landfill Site)

Historical Background

In 1970, the City acquired 350 acres of land (a/k/a Biscayne Landing), for approximately $11,800,000, using the proceeds of $12,000,000 General Obligation Bonds, issued to provide financial assistance to the Inter-American Center Authority (Interama), an agency established by the State of Florida to develop an international cultural and trade center for the Americas. The project never materialized and Interama never repaid the City for purchasing the land.

The City subsequently entered into a 30-year lease agreement with a company formed to develop a recreation project on the Interama land. The company subsequently operated a portion of the property as a dumpsite, and the property became the subject of controversy arising principally from site related environmental issues involving the City, the company, various governmental agencies, and others. The controversy restricted the use and development of the property. Accordingly, the recreation project was never completed, and the company abandoned the premises.

In 1981, the Florida Department of Environmental Protection (a/k/a FDEP) filed a suit against the City to close the portion of the land, which was operated as a dumpsite (landfill). The landfill has not operated since 1980 and the City, State and the Department of Environmental Resources

Management (DERM) have worked together to produce a closure plan, pursuant to a Consent Agreement. On February 10, 1998, the City voluntarily executed a Consent Agreement with the DERM to carry out groundwater remedial measures required by Florida law and County ordinance. In 2004, Miami-Dade County, (the County) provided the City with a one-time contribution of $31 million for remediation and closure of the landfill.

In May 2012, the City entered into a 99-year lease and development agreement for the site with Oleta Partners (see Note 14). In connection with the agreement, the developer assumed responsibility for the remediation and closure of the site beyond the costs funded by the County contribution mentioned above. As of September 30, 2023, the liability assumed by the developer for remediation and closure is approximately $19.8 million. In accordance with the guidance provided by GASB 18, *Accounting for Municipal Solid Waste Landfill Closure and Post Closure Care Costs,* the City met the requirements to transfer its responsibility for closure and post-closure to the developer. Therefore, the $19.8 million is not reported in the City's financial statements for post-closure cost. The City has reported a landfill closure liability of approximately $8.4 million at year end related to the site.

NOTE 12. ENVIRONMENTAL MATTERS (Munisport Landfill Site) (Continued)

Overall Outlook

The agreement provided for development of the site with the City receiving income from sales of units and from an annual ground lease. It is the City's opinion that any ultimate loss to the City concerning the environmental matters pertaining to the former landfill site will be offset by revenues generated from the future use of the land.

Recent Studies and Developments

A Remediation and Landfill Closure Cost Projection was completed in 2019, which estimated the cost of remediation and closure at approximately $8 million. This cost estimate is a decrease from a previous cost projection of $9 million and is based on the proposed groundwater remediation system, the reevaluated stormwater management system, and the closure-related activities. While this latest method has tentatively been approved by DERM and the FDEP, the newly proposed groundwater remediation system is at the conceptual level as of September 30, 2023, and uncertainties remains as to the ultimate cost of the remediation and closure of the landfill site.

During 2023, the City incurred no site closure costs as no new areas were completed in the current year. In addition to the remediation and closure of the site, as discussed above, it is estimated that long-term closure care costs will be approximately $660,469 per year over 30 years, for a projected total cost of approximately $19.8 million.

Landfill Closure Escrow Account

On December 22, 2004, the City received $31,027,000 in funding from the County to be used towards financing the remediation and closure costs of the landfill site. The funds were deposited into the landfill closure escrow account.

The Landfill Closure special revenue fund accounts for the restricted asset activity used to fund landfill closure costs. Within this fund, deposits are made to the fund's restricted assets account for the purpose of complying with the Florida Department of Environmental Protection's escrow requirements of Rule 62-701.630(5)(c), Florida Administrative Code. The rule requires that once the landfill ceases to receive waste, the closure escrow account should be able to fully fund the facility's closing costs.

The following is a schedule of restricted assets and the activity of the closure escrow account in the Landfill Closure special revenue fund as of the year ended September 30, 2023:

Restricted assets:	
Cash in bank (money market fund)	$ 6,055,057
Beginning balance - October 1, 2022	$ 5,906,015
Interest	149,042
Disbursements	-
Ending balance - September 30, 2023	$ 6,055,057

NOTE 12. ENVIRONMENTAL MATTERS (Munisport Landfill Site) (Continued)

The schedule of restricted assets and activity is only intended to present the activity of restricted assets segregated for the purpose of complying with Rule 62-701.630(5)(c), Florida Administrative Code. All funds on deposit are restricted for landfill closure.

Long-term Care Escrow Account

The City opened a second escrow account for the purpose of funding the landfill's long term care costs. This account will remain dormant until the time of facility closing where it will be funded in accordance with Rule 62-701.630(5)(c), Florida Administrative Code. Therefore, as of September 30, 2023, the balance in this escrow account is $0.

Compliance with Rule 62-701.630(5)(c), Florida Administrative Code

As provided by Rule 62-701.630(5)(c), Florida Administrative Code, the City is required to annually submit to the Florida Department of Environmental Protection an audit of the landfill closure account with a list of all deposits and disbursements made. For the year ended September 30, 2023, no disbursements were made from the account, and no additional deposits, other than interest received of $149,042 were made.

NOTE 13. COMMITMENTS AND CONTINGENCIES

Commitments

The City has active construction projects as of September 30, 2023.The projects include park facilities improvements, infrastructure redevelopment and improvement and various water, wastewater, and drainage projects. At year end, the City's outstanding commitments related to these projects amounted to approximately $12 million.

Lawsuits

- The City is a defendant in several other lawsuits as of September 30, 2023, incidental to its operations, the outcomes of which are uncertain at this time. However, in the opinion of management and legal counsel, the ultimate outcome of such actions will not have a material adverse effect on the financial condition or operations of the City.

- The City is likely to be involved in a probable lawsuit related to fraudulent activities with its pension plans. As a result of the incident, the City is currently reviewing the matter to assess whether there are any legal remedies available to the City. The criminal component of the case is progressing through the court system: civil actions will follow once the criminal proceedings have concluded.

Grantor Agencies

Federal and state programs in which the City participates are subject to annual audit in accordance with the provisions of the U.S. Office of Management and Budget Uniform Guidance and the State of Florida Single Audit Act. Pursuant to those provisions, financial assistance programs may be tested for compliance with applicable grant requirements. Grantor agencies may subject grant programs to

NOTE 13. COMMITMENTS AND CONTINGENCIES (Continued)

additional compliance tests, which could result in disallowed expenditures. In the opinion of management, future disallowances, if any, of grant program expenditures would not have a material adverse effect on the financial condition or operations of the City.

NOTE 14. BISCAYNE LANDING LEASE

In 2012, an agreement was signed for the site known as the Munisport Landfill Site (Biscayne Landing). The agreement contemplated development of the site with the City receiving income from the sale of residential units and from an annual ground lease. The agreement called for a 99-year lease of the site to the developer (Oleta Partners), with a 100-year renewal option. The initial development program for Biscayne Landing has been modified in accordance with subsequent changes to the initial agreement. The City will also receive rent on the commercial space based on 50% of the net profits. Detailed information on the agreement is available on the City's website at *northmiamifl.gov*.

In Fiscal Year 2023, the City reported basic rents, additional rents and bifurcated lease payments of $1,309,178.

NOTE 15. FUND DEFICITS

The following special revenue funds had fund balance deficits as September 30, 2023:

Fund	Fund Deficits
Special Revenue Funds:	
FEMA Disaster Recovery	$ 237,004
HOME Investment Partnership	11,868
Other special revenue funds	1,085,178
Total	$ 1,334,050

The deficits related to outstanding claims for reimbursement which are expected to be reconciled and cleared by next fiscal year ending September 30, 2024.

NOTE 16. SUBSEQUENT EVENTS

- The City entered into a settlement agreement for approximately $300,000 for a lawsuit related to Equal Employment Opportunity Commission matters. The amount was paid by the City's insurers.

- The City, Miami-Dade County and the CRA executed a fourth amendment to the interlocal agreement which will potentially increase future property tax revenues for the City.



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Required Supplementary Information

(Unaudited)



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Budgetary Comparison Schedule



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CITY OF NORTH MIAMI, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Ad valorem taxes	$ 22,146,154	$ 22,146,154	$ 24,013,712	$ 1,867,558
Utility and communication taxes	4,811,180	4,811,180	5,600,554	789,374
Charges for services	15,770,026	20,604,986	16,417,201	(4,187,785)
Return on investment - utility	3,102,393	3,102,393	3,102,393	-
Franchise fees	4,423,028	4,423,028	5,479,496	1,056,468
Fines and forfeitures	408,053	408,053	312,999	(95,054)
Intergovernmental	9,339,195	9,341,195	10,830,887	1,489,692
Licenses and permits	958,056	958,056	1,012,782	54,726
Interest	291,426	291,426	542,762	251,336
Other earnings	2,658,027	3,132,735	3,484,106	351,371
Rents and royalties	1,781,045	1,781,045	1,846,237	65,192
Total revenues	65,688,583	71,000,251	72,643,129	1,642,878
EXPENDITURES				
General Government:				
Mayor and city council	2,017,243	2,322,091	2,194,336	127,755
City manager	2,175,219	2,338,111	2,378,294	(40,183)
City clerk	924,475	662,144	565,172	96,972
Financial Services	3,259,372	3,259,373	3,050,557	208,816
Legal	1,332,820	1,352,820	1,387,357	(34,537)
Human resources	739,153	739,153	698,335	40,818
Information technology	2,280,614	2,595,436	2,323,465	271,971
Management and budget	576,109	576,109	437,779	138,330
Procurement and purchasing	626,557	626,557	401,471	225,086
Non-departmental	(437,037)	561,973	1,880,121	(1,318,148)
Total general government	13,494,525	15,033,767	15,316,887	(283,120)
Public Safety:				
Police	27,840,301	28,050,753	28,297,186	(246,433)
Code enforcement	5,378,609	5,426,110	5,227,996	198,114
Citizen investigative board	370,316	383,433	324,692	58,741
Total public safety	33,589,226	33,860,296	33,849,874	10,422
Physical Environment				
Public works	1,312,849	1,360,025	1,375,007	(14,982)
Transportation	2,417,586	2,440,411	2,313,885	126,526
Total physical environment	3,730,435	3,800,436	3,688,892	111,544
Economic Environment:				
Community planning and development	1,702,716	2,357,159	1,856,676	500,483
Housing and social services	1,365,225	1,606,722	1,379,457	227,265
Total economic environment	3,067,941	3,963,881	3,236,133	727,748
Culture and Recreation:				
Parks and recreation	5,896,382	5,914,806	5,875,663	39,143
Library	1,101,692	1,160,530	1,095,604	64,926
MOCA	1,340,222	1,340,222	1,368,294	(28,072)
Total culture and recreation	8,338,296	8,415,558	8,339,561	75,997
Debt service	1,320,630	1,347,519	1,328,696	18,823
Capital outlay	794,266	3,225,531	769,191	2,456,340
Total expenditures	64,335,319	69,646,988	66,529,234	3,117,754
Excess (deficiency) of revenues over (under) expenditures	1,353,264	1,353,263	6,113,895	4,760,632
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	1,549,963	1,549,963
Transfers in	211,000	211,000	972,819	761,819
Transfers out	(1,564,264)	(1,564,263)	(1,653,762)	(89,499)
Total other financing sources (uses)	(1,353,264)	(1,353,263)	869,020	2,222,283
Net change in fund balance	$ -	-	6,982,915	$ 6,982,915
Fund balance, beginning			10,436,966	
Fund balance, ending			$ 17,419,881	

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CRA
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Ad valorem taxes	$ 15,981,015	$ 15,847,068	$ 9,611,309	$ (6,235,759)
Interest and other earnings	152,099	152,099	122,038	(30,061)
Carry over surplus	6,461,453	6,461,453	-	(6,461,453)
Total revenues	22,594,567	22,460,620	9,733,347	(12,727,273)
EXPENDITURES				
General government	9,262,015	8,878,973	2,868,195	6,010,778
Community planning and development	13,332,552	13,581,647	6,889,331	6,692,316
Capital outlay	-	-	-	-
Total expenditures	22,594,567	22,460,620	9,757,526	12,703,094
Excess (deficiency) of revenues over (under) expenditures	-	-	(24,179)	(24,179)
OTHER FINANCING SOURCES (USES)				
Lease liabilities issued	-	-	215,918	215,918
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	215,918	215,918
Net change in fund balance	$ -	$ -	191,739	$ 191,739
Fund balance, beginning			5,524,205	
Fund balance, ending			$ 5,715,944	

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
BUDGETARY COMPARISON SCHEDULE
C.D.B.G. ENTITLEMENT
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 768,251	$ 2,177,200	$ 1,202,532	$ (974,668)
Total revenues	768,251	2,177,200	1,202,532	(974,668)
EXPENDITURES				
Housing and economic development	739,651	2,060,245	1,145,516	914,729
Debt service	-	-	3,601.00	(3,601)
Capital outlay	28,600	116,955	49,900	67,055
Total expenditures	768,251	2,177,200	1,199,017	978,183
Excess (deficiency) of revenues over (under) expenditures	-	-	3,515	3,515
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Total other financing source	-	-	-	-
Net change in fund balances	$ -	$ -	3,515	$ 3,515
Fund balance, beginning			81,290	
Fund balance, ending			$ 84,805	

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LANDFILL CLOSURE
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest and other earnings	$ 5,897,292	$ 5,897,292	$ 149,042	$ (5,748,250)
Total revenues	5,897,292	5,897,292	149,042	(5,748,250)
EXPENDITURES				
Physical environment	5,897,292	5,897,292	-	5,897,292
Total expenditures	5,897,292	5,897,292	-	5,897,292
Excess (deficiency) of revenues over (under) expenditures			149,042	149,042
Net change in fund balances	$ -	$ -	149,042	$ 149,042
Fund balance, beginning			5,906,015	
Fund balance, ending			$ 6,055,057	

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
BUDGETARY COMPARISON SCHEDULE
AMERICAN RESCUE PLAN (ARPA)
UNAUDITED
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest and other earnings	**$ 2,900,294**	$ 4,254,990	$ 320	$ (4,254,670)
Total revenues	**2,900,294**	4,254,990	320	(4,254,670)
EXPENDITURES				
General government	**2,900,294**	3,866,339	558,406	3,307,933
Capital outlay	**-**	388,651	253,591	135,060
Total expenditures	2,900,294	4,254,990	811,997	3,442,993
Excess (deficiency) of revenues over (under) expenditures	**-**	-	(811,677)	(811,677)
Net change in fund balances				
OTHER FINANCING SOURCES (USES)				
Transfers out	**-**	-	(972,819)	(972,819)
Total other financing source (uses)	**-**	-	(972,819)	(972,819)
Net change in fund balances	**$ -**	$ -	(1,784,496)	$ (1,784,496)
Fund balance, beginning			7,700,641	
Fund balance, ending			$ 5,916,145	

See notes to the required supplementary information.

NOTE 1. BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets are legally adopted for all governmental funds other than MOCA and the Capital Projects Fund, whose budgets are adopted on a project basis. All governmental fund budgets are maintained on the modified accrual basis of accounting, consistent with generally accepted accounting principles in the United States (GAAP).

Between September 3 and September 18, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget is restricted to proposed expenditures and the means of financing them through appropriated revenues, other financing sources and appropriations of fund balances. Budgetary control over expenditures, including capital outlay and operating transfers in the General Fund is legally maintained at the departmental level. Below is brief explanation for departments with significant variances:

1. *General government:*

   Positive variances for the following departments were due primarily to staff positions that were budgeted but were not filled in the current year.

   - Mayor and city council department positive variance of $127,755;
   - City clerk positive variance of $96,972;
   - Financial services positive variance of $208,816
   - Human resources positive variance of $40,818;
   - Information technology positive variance of $271,971;
   - Management and budget positive variance of $138,330;
   - Procurement and purchasing positive variance of $225,086;

City manager department had a negative variance of ($40,183) due primarily to unbudgeted staff positions.

Legal department had a negative variance of ($34,537) due primarily to unexpected contractual legal expenditures that were not anticipated in the budget.

Non-departmental had a negative variance of ($1,318,148) due primarily to the net effect of unbudgeted adjustments to fund reserve of approximately ($1,342,552); ($324,402) for bank charges; ($112,571) for salaries; and positive variances of $488,840 for contractual services.

2. *Public safety:*

   Police department had a negative variance of ($246,433) due primarily to staff positions that were not budgeted.

Code enforcement had a positive variance due primarily to less parttime staff than budgeted and unfilled staff positions.

3. Economic environment had an overall positive variance of $727,748 due primarily to the Housing and Social Services reduced grants to residents for general housing rehabilitation resulting in budget savings of approximately $105,000 and approximately $80,000 savings for unfilled budgeted staff positions. Community Planning and Development had net savings of $500,483 due primarily to unbudgeted contractual services and unfilled staff positions.

4. Culture and recreation had an overall positive variance of $75,997 due primarily to reduction of the number of parttime staff that were initially budgeted for.

5. Capital outlay had significant positive variance of $2,456,340 due primarily to the incomplete capital projects which will be rolled forward to the next fiscal year.

6. The positive variance of $1,549,963 for proceeds from sale of capital assets was due to the sale of Rucks Park which was not anticipated in the budget.

7. Transfers in had a positive variance of $761,819 due to transfer from the ARPA fund that was not budgeted.

8. Transfers out had a negative variance of $89,498 for transactions on behalf of fund 116 (HOME Investment Partnership Fund) that were not anticipated in the budget.

Two public hearings are conducted to obtain taxpayers' comments as required by Truth in Millage (TRIM) legislation. Prior to September 28 (unless preempted by TRIM) as stated in the City's Charter, the budget is legally enacted through passage of an ordinance.

The City Manager may at any time transfer any unencumbered appropriated balance or portion thereof between general classifications of expenditures within an office, department, or agency. The Council may by resolution transfer any unencumbered appropriated balance or portion thereof, from one office, department, or agency to another.

Budget amendments, according to the Budget Resolution, allow for administrative approval. During fiscal year 2023, budget amendments to general fund revenues and expenditures totaled $5,376,660. $1.247 million was from fiscal 2023 purchase order roll-overs; $4.129 million in re-appropriations for various parks and recreation, housing and social services and police department capital projects.

Unencumbered appropriations lapse at year-end. All encumbrances outstanding at the end of the current fiscal year will be appropriated as part of the subsequent year's budget.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
NORTH MIAMI POLICE PENSION PLAN
SCHEDULE OF CHANGES IN NET PENSION (ASSET) LIABILITY AND RELATED RATIOS
LAST NINE YEARS
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability									
Service cost	$ 2,575,874	$ 2,728,817	$ 2,745,074	$ 2,884,226	$ 2,874,281	$ 2,736,585	$ 2,688,621	$ 2,364,576	$ 2,474,226
Interest	8,821,801	8,368,131	8,192,391	7,986,311	7,175,820	7,112,421	6,699,774	6,407,038	5,987,806
Difference between actual & expected experience	1,335,775	1,753,351	1,490,024	(2,846,387)	5,426,628	(586,971)	(722,729)	(2,551,912)	-
Assumption changes	1,640,630	1,560,253	(2,593,823)	1,471,145	1,422,393	2,910,987	1,055,450	973,319	-
Benefit payments	(6,149,803)	(6,225,983)	(5,351,111)	(4,686,763)	(4,550,105)	(4,280,161)	(2,859,026)	(2,992,356)	(3,537,499)
Refunds	(27,341)	(58,715)	-	(71,573)	(18,657)	(32,663)	(160,092)	-	(72,946)
Net change in total pension liability	8,196,936	8,125,854	4,482,555	4,736,959	12,330,360	7,860,198	6,701,998	4,200,665	4,851,587
Total pension liability - beginning	124,763,419	116,637,565	112,155,010	107,418,051	95,087,691	87,227,493	80,525,495	76,324,830	71,473,243
Total pension liability - ending (a)	**$ 132,960,355**	**$ 124,763,419**	**$ 116,637,565**	**$ 112,155,010**	**$ 107,418,051**	**$ 95,087,691**	**$ 87,227,493**	**$ 80,525,495**	**$ 76,324,830**
Plan fiduciary net position									
Contributions - employer	$ 5,035,642	$ 4,545,250	$ 4,682,955	$ 4,724,031	$ 3,884,945	$ 3,744,407	$ 3,558,223	$ 3,358,659	$ 3,194,000
Contributions - employer (from State/Share Plan)	82,682	186,255	197,038	184,085	82,682	82,682	82,682	82,682	82,682
Contributions - non-employer contributing entity	-	-	-	-	-	-	494,141	-	-
Contributions - member	962,068	845,591	875,237	907,850	932,232	1,153,440	1,014,411	846,576	791,906
Net investment income	(10,063,021)	21,777,391	3,509,502	420,126	8,694,199	6,933,826	5,759,158	1,672,653	4,798,319
Benefit payments	(6,149,803)	(6,225,983)	(5,351,111)	(4,686,763)	(4,550,107)	(4,280,161)	(2,859,026)	(2,992,356)	(3,537,499)
Refunds	(27,341)	(58,717)	-	(71,573)	(18,657)	(32,663)	(160,092)	-	(72,946)
Administrative expense	(382,499)	(280,229)	(270,751)	(253,291)	(227,839)	(159,823)	(136,260)	(126,435)	(132,094)
Net change in plan fiduciary net position	(10,542,272)	20,789,558	3,642,870	1,224,465	8,797,455	7,441,708	7,753,237	2,841,779	5,124,368
Plan fiduciary net position - beginning	105,037,573	84,248,015	80,605,145	79,380,680	70,583,225	63,141,517	55,388,280	52,546,501	47,422,133
Plan fiduciary net position - ending (b)	94,495,301	105,037,573	84,248,015	80,605,145	79,380,680	70,583,225	63,141,517	55,388,280	52,546,501
Net pension liability - ending (a) - (b)	**$ 38,465,054**	**$ 19,725,846**	**$ 32,389,550**	**$ 31,549,865**	**$ 28,037,371**	**$ 24,504,466**	**$ 24,085,976**	**$ 25,137,215**	**$ 23,778,329**
Plan fiduciary net position as a percentage of total pension liability	71.07%	84.19%	72.23%	71.87%	73.90%	74.23%	72.39%	68.78%	68.85%
Covered payroll	$ 8,214,176	$ 8,887,506	$ 8,936,209	$ 9,667,188	$ 9,962,588	$ 9,058,510	$ 9,185,954	$ 8,901,956	$ 8,327,087
Net pension liability as a percentage of covered payroll	468.28%	221.95%	362.45%	326.36%	281.43%	270.51%	262.20%	282.38%	285.55%
Measurement Date	10/1/2022	10/1/2021	10/1/2020	10/1/2019	10/1/2018	10/1/2017	10/1/2016	10/1/2015	10/1/2014

Note to Schedule:

This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available will be presented.

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
CLAIR T. SINGERMAN EMPLOYEES RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION (ASSET) LIABILITY AND RELATED RATIOS
LAST NINE YEARS
UNAUDITED

		2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service cost		$ 1,672,374	$ 1,896,893	$ 1,908,045	$ 1,812,287	$ 1,759,663	$ 1,959,651	$ 2,659,600	$ 2,438,790	$ 2,250,457
Interest		9,818,622	9,685,488	9,617,391	9,216,810	8,939,070	8,775,025	9,099,037	8,937,243	8,638,765
Benefit changes		-	-	(2,353,306)	1,601,838	1,522,923	4,504,616	(6,839,780)	-	-
Difference between actual & expected experience		(3,717,602)	(205,083)	2,635,026	3,067,379	1,551,666	2,228,073	(1,266,151)	(2,263,638)	-
Benefit payments		(8,394,689)	(9,682,490)	(7,613,250)	(8,363,533)	(7,487,572)	(7,225,538)	(7,034,144)	(6,863,520)	(6,939,695)
Refunds		(187,849)	(100,969)	(22,347)	(26,378)	(136,942)	(98,051)	(190,942)	(265,792)	(185,090)
Other		2,579	2,579	2,368	2,595	1,901	1,657	1,423	1,253	1,253
Net change in total pension liability		(806,565)	1,596,418	4,173,927	7,310,998	6,150,709	10,145,433	(3,570,957)	1,984,336	3,765,690
Total pension liability - beginning		148,079,967	146,483,549	142,309,622	134,998,624	128,847,915	118,702,482	122,273,439	120,289,103	116,523,413
Total pension liability - ending (a)		**$ 147,273,402**	**$ 148,079,967**	**$ 146,483,549**	**$ 142,309,622**	**$ 134,998,624**	**$ 128,847,915**	**$ 118,702,482**	**$ 122,273,439**	**$ 120,289,103**
Plan fiduciary net position										
Contributions - employer		$ 3,358,941	$ 3,623,990	$ 4,018,087	$ 5,537,669	$ 5,135,715	$ 4,924,792	$ 5,900,606	$ 5,452,219	$ 4,024,959
Contributions - employer (from State/Share Plan)		2,579	2,579	2,368	2,595	1,901	1,657	1,423	1,253	1,253
Contributions - non-employer contributing entity		-	5,951	108,396	194,266	195,277	103,860	92,782	145,792	171,222
Contributions - member		698,719	800,962	833,994	824,981	813,650	788,484	920,667	853,456	789,599
Net investment income		(14,244,480)	30,973,032	11,308,249	6,279,184	12,802,737	12,071,492	11,084,389	548,641	9,493,224
Benefit payments		(8,394,689)	(9,682,490)	(7,613,250)	(8,363,533)	(7,487,572)	(7,225,538)	(7,034,144)	(6,863,520)	(6,939,695)
Refunds		(187,849)	(100,969)	(22,347)	(26,378)	(136,942)	(98,051)	(190,942)	(265,792)	(185,090)
Administrative expense		(432,650)	(436,987)	(362,800)	(344,954)	(333,039)	(262,418)	(250,675)	(235,209)	(284,291)
Net change in plan fiduciary net position	*	(19,199,429)	25,186,068	8,272,697	4,103,830	10,991,727	10,304,278	10,524,106	(363,160)	7,071,181
Plan fiduciary net position - beginning		167,202,879	142,016,811	133,744,114	129,640,284	118,648,557	108,344,279	97,820,173	98,183,333	91,112,152
Plan fiduciary net position - ending (b)		148,003,450	167,202,879	142,016,811	133,744,114	129,640,284	118,648,557	108,344,279	97,820,173	98,183,333
Net pension liability - ending (a) - (b)	*	**$ (730,048)**	**$ (19,122,912)**	**$ 4,466,738**	**$ 8,565,508**	**$ 5,358,340**	**$ 10,199,358**	**$ 10,358,203**	**$ 24,453,266**	**$ 22,105,770**
Plan fiduciary net position as a percentage of total pension liability		100.50%	112.91%	96.95%	93.98%	96.03%	92.08%	91.27%	80.00%	81.62%
Covered payroll		$ 10,840,493	$ 12,267,117	$ 12,384,844	$ 11,992,650	$ 11,989,341	$ 11,834,725	$ 11,618,974	$ 12,192,229	$ 11,173,564
Net pension liability as a percentage of covered payroll		-6.73%	-155.89%	36.07%	71.42%	44.69%	86.18%	89.15%	200.56%	197.84%
Measurement Date		10/1/2022	10/1/2021	10/1/2020	10/1/2019	10/1/2018	10/1/2017	10/1/2016	10/1/2015	10/1/2014

This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available will be presented.

* Significant decrease from prior year is based on actuarial report for net pension liability

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
CLAIR T. SINGERMAN EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS
UNAUDITED

Year Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as % of Covered Payroll
2014	$ 4,196,181	$ 4,196,181	$ -	$ 11,173,564	37.55%
2015	5,598,011	5,598,011	-	12,192,229	45.91%
2016	5,993,388	5,993,388	-	11,618,974	51.58%
2017	5,028,652	5,028,652	-	11,834,725	42.49%
2018	5,330,992	5,330,992	-	11,989,341	44.46%
2019	5,731,935	5,731,935	-	11,992,650	47.80%
2020	4,126,483	4,126,483	-	12,384,844	33.32%
2021	3,629,523	3,629,941	(418)	12,267,117	29.59%
2022	3,358,941	3,358,941	-	10,840,493	30.99%
2023	1,426,719	1,426,719	-	9,795,714	14.56%

The following actuarial methods and assumptions were used to determine contribution rates for fiscal year 2021, as reported in the schedule of contributions above:

Valuation Date :	October 1, 2021
Notes	Actuarially determined contributions are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	General: Level Percentage of Payroll, Closed Police and Fire: Level Dollar, Closed
Remaining Amortization Period	15 years
Asset Valuation Method	Recognition of 20% of difference between market value of assets and expected actuarial value of assets
Inflation	2.50%
Salary Increases	3.00% to 6.00% depending on service
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates
Mortality	The mortality table for General Employees is the PUB-2010 Headcount Weighted Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted Below Median Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted Below Median Healthy Retiree Male Table (post-retirement) and the PUB-2010 Headcount Weighted Below Median Retiree Female Table (post-retirement). These tables use ages set back one year for males and future improvements in mortality projected to all future years after 2010 using scale MP-2018. These are the same rates used for Regular Class members of the Florida Retirement System (FRS) in their actuarial valuation as of July 1, 2020.

Note to Schedule:

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

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
NORTH MIAMI POLICE PENSION PLAN
LAST TEN YEARS
UNAUDITED

Year Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as % of Covered Payroll
2014	$ 3,239,178	$ 3,276,682	$ (37,504)	$ 8,327,087	39.35%
2015	3,441,341	3,441,341	-	8,901,956	38.66%
2016	3,640,905	4,135,046	(494,141)	9,185,954	45.01%
2017	3,827,089	3,827,089	-	9,058,510	42.25%
2018	3,967,627	3,967,627	-	9,962,588	39.83%
2019	4,908,116	4,908,116	-	9,667,188	50.77%
2020	4,879,993	4,879,993	-	8,936,209	54.61%
2021	4,731,505	4,731,505	-	8,887,506	53.24%
2022	5,102,880	5,102,880	-	8,214,176	62.12%
2023	5,102,880	5,102,880	-	7,959,950	64.11%

The following schedule of contributions above:

Valuation Date : October 1, 2021

Notes: Actuarially determined contributions are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	General: Level Dollar, Closed
Remaining Amortization Period	25 years
Asset Valuation Method	Recognition of 20% of difference between market value of assets and expected actuarial value of assets
Inflation	2.50%
Salary Increases	3.50% to 9.00% depending on service
Investment Rate of Return	7.20%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The mortality tables are the PUB-2010 Headcount Weighted Safety Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weightemortality tables are the PUB-2010 Headcount Weighted Safety Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted Safety Below Median Healthy Retiree Male Table (post-retirement) and the PUB-2010 Safety Healthy Retiree Female Table (post-retirement). These tables use ages set forward one year and mortality improvements to all future years after 2010 using scale MP-2018. These are the same rates used for Special Risk Class members in the July 1, 2020 Actuarial Valuation of the Florida Retirement System (FRS).

Note to Schedule:

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

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
FLORIDA RETIREMENT SYSTEM PENSION PLAN (FRS)
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND
SCHEDULE OF CONTRIBUTIONS
LAST EIGHT YEARS
UNAUDITED

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ending September 30,	City's Proportionate % Share of the FRS Net Pension Liability	City's Proportionate $ Share of the FRS Net Pension Liability	City's Covered Payroll	City's Proportionate Share of the FRS Net Pension Liability as a % of its Covered Payroll	FRS Plan Fiduciary Net Position as a % of the Total Pension Liability
2016	0.0011%	$ 287,371	$ 208,324	137.94%	84.88%
2017	0.0136%	4,039,330	2,617,041	154.35%	83.89%
2018	0.0142%	4,285,357	4,627,929	92.60%	84.26%
2019	0.0190%	6,549,910	6,275,292	104.38%	82.61%
2020	0.0265%	11,481,127	8,171,636	140.50%	78.85%
2021	0.0295%	2,230,477	8,413,638	26.51%	96.40%
2022	0.0335%	12,458,053	9,941,301	125.32%	82.89%
2023	0.0369%	14,703,751	12,457,706	118.03%	82.38%

SCHEDULE OF THE CITY'S CONTRIBUTIONS

Year Ending September 30,	Contractually Required FRS Contribution	FRS Contribution in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	City's Covered Payroll	FRS Contribution as a % of Covered Payroll
2016	$ 27,754	$ 27,754	-	$ 600,141	1.79%
2017	355,375	355,375	-	3,170,437	11.21%
2018	405,469	405,469	-	5,110,969	7.93%
2019	589,729	589,729	-	6,654,954	8.86%
2020	880,143	880,143	-	8,336,804	10.56%
2021	1,124,875	1,124,875	-	8,784,640	12.81%
2022	1,428,745	1,428,745	-	10,376,113	13.77%
2023	1,775,160	1,775,160	-	13,031,943	13.62%

Note: The amounts presented for each fiscal year were determined as of June 30th (for NPL) and September 30th (for contributions). The schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available are being presented. The City entered the Plan as of October 1, 2015.

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
HEALTH INSURANCE SUBSIDY PROGRAM (HIS)
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND
SCHEDULE OF CONTRIBUTIONS
LAST EIGHT YEARS
UNAUDITED

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ending September 30,	City's Proportionate % Share of the HIS Net Pension Liability	City's Proportionate Share of the HIS Net Pension Liability	City's Covered Payroll	City's Proportionate Share of the HIS Net Pension Liability as a % of its Covered Payroll	HIS Plan Fiduciary Net Position as a % of the Total Pension Liability
2016	0.0002%	$ 5,330,992	$ 208,324	1.67%	0.97%
2017	0.0092%	5,731,935	2,617,041	58.64%	0.50%
2018	0.0137%	1,447,001	4,627,929	31.27%	2.15%
2019	0.0188%	2,108,959	6,275,292	33.61%	2.63%
2020	0.0234%	2,861,253	8,171,636	35.01%	3.00%
2021	0.0236%	2,901,047	8,413,638	34.48%	3.56%
2022	0.0275%	2,913,278	9,941,301	29.30%	4.81%
2023	0.0313%	4,972,072	12,457,706	39.91%	4.12%

SCHEDULE OF THE CITY'S CONTRIBUTIONS

Fiscal Ending September 30,	Contractually Required HIS Contribution	HIS Contribution in Relation to the Contractually Required Contribution	HIS Contribution Deficiency (Excess)	City's Covered Payroll	HIS Contribution as a % of Covered Payroll
2016	$ 1,136	$ 1,136	-	$ 600,141	0.07%
2017	49,166	49,166	-	3,170,437	1.55%
2018	74,141	74,141	-	5,110,969	1.45%
2019	104,664	104,664	-	6,654,954	1.57%
2020	135,039	135,039	-	8,336,804	1.62%
2021	139,016	139,016	-	8,784,640	1.58%
2022	166,432	166,432	-	10,376,113	1.60%
2023	205,947	205,947	-	13,031,943	1.58%

Note: The amounts presented for each fiscal year were determined as of June 30th (for NPL) and September 30th (for Contributions). The schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available are being presented. The City entered the Plan as of October 1, 2015.

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS - PENSION PLANS
LAST TEN YEARS
UNAUDITED

ANNUAL MONEY-WEIGHTED RATE OF RETURN,
NET OF INVESTMENT EXPENSE

September 30,	CTS	NMPP
2014	9.47%	10.91%
2015	0.78%	2.82%
2016	10.61%	8.07%
2017	12.53%	13.20%
2018	11.04%	12.26%
2019	4.83%	0.58%
2020	8.02%	4.94%
2021	22.28%	25.96%
2022	-8.70%	-8.98%
2023	9.57%	7.33%

Notes to Schedule:

This schedule is presented as required by accounting principles generally accepted in the United States of America, for ten years.

See notes to the required supplementary information.

CITY OF NORTH MIAMI, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE TOTAL OTHER POSTEMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2023
LAST FIVE YEARS
UNAUDITED

	2023	2022	2021	2020	2019
Balance at September 30,	$ 15,767,594	$ 14,666,373	$ 15,328,265	$ 12,722,294	$ 14,965,694
Changes for the year:					
Service cost	744,420	677,099	767,179	568,651	712,084
Interest	356,144	364,610	435,487	499,472	539,189
Difference between expected and actual experience	(654,430)	-	(754,813)	-	(964,046)
Changes in assumptions	(4,093,076)	488,387	(590,616)	2,037,665	(1,985,898)
Benefits payments	(499,485)	(428,875)	(519,129)	(499,817)	(544,729)
Net changes	(4,146,427)	1,101,221	(661,892)	2,605,971	(2,243,400)
Balance at September 30,	$ 11,621,167	$ 15,767,594	$ 14,666,373	$ 15,328,265	$ 12,722,294
Covered-Employee Payroll	$ 35,734,888	$ 35,734,888	$ 27,945,304	$ 24,908,751	$ 23,950,722
Total OPEB Liability as a Percentage of Covered-Employee Payroll	32.52%	44.12%	56.42%	61.54%	53.12%

Notes to Schedule:

1 The amounts presented for each fiscal year were determined as of September 30th. GASB Statement No. 75 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

2 There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

See notes to the required supplementary information.



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Combining Fund

Statements and Schedules



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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 expenditures for particular purposes.

- ***Home Investment Partnership (HIP)*** – This fund was created to account for expenditures of federal funds used to expand safe, decent, and affordable housing opportunities to low and very-low-income households.

- ***Neighborhood Stabilization*** – This fund is used to account for the City's allocation of federal monies received from the U.S. Department of Housing and Urban Development (HUD) to assist in addressing the effects of abandoned and foreclosed properties within the community.

- ***State Housing Initiative Program (SHIP)*** – This fund is used to account for state funds provided for the creation of local housing partnerships, to expand production of and preserve affordable housing, to further the housing element of the local government comprehensive plan specific to affordable housing and to increase housing-related employment.

- ***FEMA Disaster Recovery*** – This fund is used to account to accumulate expenditures relating to specific disaster recovery reimbursable by FEMA.

- ***Police Training*** **–** This fund is used to account for expenditures of state police training funds on behalf of the City of North Miami police officer training.

- ***Law Enforcement*** – This fund is used to account for confiscated monies awarded to the City under State Statutes to be used for law enforcement related expenditures.

- ***Federal Forfeiture*** – This fund is used to account for confiscated monies that involve the City's Police department and federal agencies.

- ***Justice Assistance Grant (JAG)*** **–** This fund is used to account for the City's allocation under the Edward Byrne Memorial Justice Assistance Grant.

- ***Half-Cent Transportation Surtax*** – This fund is used to account for the City's prorated share of the Charter County Transit System Surtax proceeds. The monies received can be used toward projects and programs such as public transportation operations, street lighting, and transit system enhancements.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – (Continued)

- ***Developer Impact Fees*** **–** This fund is used to account for impact fees to fund capital improvements, capital facility, and capital equipment attributable to new developments. Effective next fiscal year ending September 30, 2024, this fund will have its own bank account and will no longer be included in the City's pooled cash.

- ***Building*** **–** This fund is used to account for building permits and other building and zoning activities.

- ***Miscellaneous and Other Grants*** – The miscellaneous special revenue funds column reflects the activities of the following funds: State Aid to Libraries Grant, FDOT-Occupant Protection Grant, Impaired Driving Enforcement Grant, Community Oriented Police Services Hiring Recovery Grant, Department of Justice Victims of Crime Act Intervention Grant, and the Bulletproof Vest Partnership Grant.

- ***MOCA*** **–** The Museum of Contemporary Art (MOCA) fund reflects the museum activities relating to cultural programs benefiting the City.

DEBT SERVICE FUNDS

DEBT SERVICE FUNDS – are used to account for the accumulation of resources for, and the payment of general long-term debt principal and interest.

- ***Pension Obligation Bonds*** – This fund is used to account for monies for payment of principal, interest and other costs related to the Series 2010 Taxable Promissory Note debt issuance. The Note was issued for the purpose of refunding outstanding Taxable Special Obligation Bonds Series 2002 (pension funding project) and to pay a termination fee with respect to a related interest rate swap. Debt service is financed by non-ad valorem funds budgeted and appropriated by the City on an annual basis.

CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS FUNDS – are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

- ***North Miami Cagni Park Project*** **–** This fund is used to account for revenues and expenditures related to the North Miami Cagni Park upgrade project. Construction is to be funded through the joint effort of the School Board of Miami-Dade County and the City of North Miami.

- ***Transportation Gas Tax*** – This fund is used to account for expenditures for implementing transportation related capital improvements. The local option gas tax is a county-imposed tax, collected by the State of Florida, and distributed back to counties and municipalities based on the interlocal agreement in effect for that year.

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS - (Continued)

Other Capital Projects Funds – To account for all other resources (primarily from current revenues and Federal and State grants) used to finance long-lived construction projects other than those financed by enterprise funds.

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS – are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government on a cost reimbursement basis.

- ***Risk Management*** – This fund is used to account for the cost of insuring the City in the areas of property and casualty liability, public officials' and law enforcement officers' liability and workers' compensation. Departments of the City are assessed a charge based upon the funding needs of the fund.

- ***Fleet Management*** – This fund is used to account for the costs and funding of providing motor vehicles and heavy equipment to other departments.

PENSION TRUST FUNDS

THE CLAIR T. SINGERMAN AND NORTH MIAMI POLICE PENSION PLANS – These funds are used to account for the accumulation of resources to be used for retirement benefits to City employees. Resources are contributed by employees (at rates fixed by law) and by the City (at amounts determined by actuarial valuations).

CITY OF NORTH MIAMI, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Special Revenue					
	HOME Investment Partnership	**Neighborhood Stabilization Program**	**Local Housing (SHIP)**	**FEMA Disaster Recovery**	**Police Training**	**Law Enforcement Trust**
ASSETS						
Pooled cash and cash equivalents	$ -	$ 1,548,274	$ 351,530	$ -	$ 13,178	$ 347,787
Pooled investments	-	-	-	-	-	-
Accounts receivables, net of allowance	-	-	-	-	-	18,896
Due from other governments and entities	86,843	-	-	104,778	405	-
Due from other funds	-	-	-	-	-	-
Prepaids, deposits and other current assets	-	-	-	-	-	595
Restricted cash	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-
Total assets	**86,843**	**1,548,274**	**351,530**	**104,778**	**13,583**	**367,278**
LIABILITIES						
Vouchers payable	3,505	1,826	46,417	-	-	13,683
Construction contracts payable	-	-	-	-	-	-
Accrued payroll and benefits	2,610	4,346	-	-	-	-
Due to other funds	49,140	-	-	237,004	-	-
Unearned revenues	41,006	1,128,035	305,113	-	-	-
Other liabilities and deposits	-	8,692	-	-	-	-
Total liabilities	**96,261**	**1,142,899**	**351,530**	**237,004**	**-**	**13,683**
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues - from other sources	2,450	-	-	104,778	-	-
Total deferred inflows of resources	**2,450**	**-**	**-**	**104,778**	**-**	**-**
FUND BALANCES (DEFICITS)						
Non-spendable	-	-	-	-	-	595
Restricted	-	405,375	-	-	13,583	353,000
Assigned	-	-	-	-	-	-
Unassigned (deficit)	(11,868)	-	-	(237,004)	-	-
Total Fund Balances (Deficits)	**(11,868)**	**405,375**	**-**	**(237,004)**	**13,583**	**353,595**
Total liabilities, deferred inflows of resources and fund balances (deficits)	**$ 86,843**	**$ 1,548,274**	**$ 351,530**	**$ 104,778**	**$ 13,583**	**$ 367,278**

(Continued)

CITY OF NORTH MIAMI, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Special Revenue							
	Federal Forfeiture	**Justice Assistance Grants**	**Half-Cent Transportation Surtax**	**Developer Impact Fees**	**Building Fund**	**Miscellaneous & Other Grants**	**MOCA**	**Total Special Revenue Funds**
ASSETS								
Pooled cash and cash equivalents	$ 40,558	$ -	$ 2,772,852	$ 1,128,531	$ 3,486,111	$ 134,622	$ 1,544,354	$ 11,367,797
Pooled investments	-	-	1,416,909	1,142,406	1,354,920	-	973,052	4,887,287
Accounts receivables, net of allowance	-	-	-	-	-	-	425,931	444,827
Due from other governments and entities	-	61,359	853,189	-	-	411,457	-	1,518,031
Due from other funds	-	-	-	-	-	-	-	-
Prepaids, deposits and other current assets	-	-	-	-	-	-	67,954	68,549
Restricted cash	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-
Total assets	**40,558**	**61,359**	**5,042,950**	**2,270,937**	**4,841,031**	**546,079**	**3,011,291**	**18,286,491**
LIABILITIES								
Vouchers payable	-	-	218,573	-	30,772	3,818	144,629	463,223
Construction contracts payable	-	-	30,861	-	-	-	-	30,861
Accrued payroll and benefits	-	-	12,683	-	53,518	-	-	73,157
Due to other funds	-	95,951	-	-	-	-	-	382,095
Unearned revenues	-	57,759	1,204,981	-	-	47,495	-	2,784,389
Other liabilities and deposits	-	-	-	-	686,397	-	-	695,089
Total liabilities	**-**	**153,710**	**1,467,098**	**-**	**770,687**	**51,313**	**144,629**	**4,428,814**
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues - from other sources	-	-	-	-	-	380,079	-	487,307
Total deferred inflows of resources	**-**	**-**	**-**	**-**	**-**	**380,079**	**-**	**487,307**
FUND BALANCES (DEFICITS)								
Non-spendable	-	-	-	-	-	-	67,954	68,549
Restricted	40,558	-	3,575,852	2,270,937	4,070,344	114,687	1,680,120	12,524,456
Assigned	-	-	-	-	-	-	567,853	567,853
Unassigned (deficit)	-	(92,351)	-	-	-	-	550,735	209,512
Total Fund Balances (Deficits)	**40,558**	**(92,351)**	**3,575,852**	**2,270,937**	**4,070,344**	**114,687**	**2,866,662**	**13,370,370**
Total liabilities, deferred inflows of resources and fund balances (deficits)	**$ 40,558**	**$ 61,359**	**$ 5,042,950**	**$ 2,270,937**	**$ 4,841,031**	**$ 546,079**	**$ 3,011,291**	**$ 18,286,491**

(Continued)

CITY OF NORTH MIAMI, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Debt Service	Capital Projects			
	Pension Obligation Bonds	North Miami Cagni Park Project	Transportation Gas Tax	Total Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS					
Pooled cash and cash equivalents	$ 160,779	$ -	$ 279,314	$ 279,314	$ 11,807,890
Pooled investments	-	-	-	-	4,887,287
Accounts receivables, net of allowance	-	-	-	-	444,827
Due from other governments and entities	-	1,920	52,961	54,881	1,572,912
Due from other funds	-	-	-	-	-
Prepaids, deposits and other current assets	-	-	-	-	68,549
Restricted cash	-	-	-	-	-
Notes receivable	-	-	-	-	-
Total assets	**160,779**	**1,920**	**332,275**	**334,195**	**18,781,465**
LIABILITIES					
Vouchers payable	-	3,852	20,578	24,430	487,653
Construction contracts payable	-	-	-	-	30,861
Accrued payroll and benefits	-	-	-	-	73,157
Due to other funds	-	990,895	-	990,895	1,372,990
Unearned revenues	-	-	-	-	2,784,389
Other liabilities and deposits	-	-	-	-	695,089
Total liabilities	**-**	**994,747**	**20,578**	**1,015,325**	**5,444,139**
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues - from other sources	-	-	-	-	487,307
Total deferred inflows of resources	**-**	**-**	**-**	**-**	**487,307**
FUND BALANCES (DEFICITS)					
Non-spendable	-	-	-	-	68,549
Restricted	160,779	-	311,697	311,697	12,996,932
Assigned	-	-	-	-	567,853
Unassigned (deficit)	-	(992,827)	-	(992,827)	(783,315)
Total Fund Balances (Deficits)	**160,779**	**(992,827)**	**311,697**	**(681,130)**	**12,850,019**
Total liabilities, deferred inflows of resources and fund balances (deficits)	**$ 160,779**	**$ 1,920**	**$ 332,275**	**$ 334,195**	**$ 18,781,465**

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue					
	HOME Investment Partnership	**Neighborhood Stabilization Program**	**Local Housing (SHIP)**	**FEMA Disaster Recovery**	**Police Training**	**Law Enforcement Trust**
REVENUES						
Ad valorem taxes	$ -	$ -	$ -	$ -	$ -	$ -
Utility and communication taxes	-	-	-	-	-	-
Charges for services:						
Sanitation fees	-	-	-	-	-	-
Interfund charges	-	-	-	-	-	-
Other	-	-	-	-	-	-
Franchise fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Intergovernmental	706,322	316,924	478,135	29,590	5,624	43,510
Licenses and permits	-	-	-	-	-	-
Interest and other earnings	-	-	-	-	-	-
Rents and royalties	-	-	-	-	-	-
Total revenues	**706,322**	**316,924**	**478,135**	**29,590**	**5,624**	**43,510**
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	175,972
Physical environment: transportation	-	-	-	-	-	-
Housing and social services	718,190	70,969	474,683	-	-	-
Culture and recreation	-	-	-	-	-	-
Community planning and development	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Capital outlay	-	104,208	-	-	-	17,763
Total expenditures	**718,190**	**175,177**	**474,683**	**-**	**-**	**193,735**
Excess (deficiency) of revenues over (under) expenditures	(11,868)	141,747	3,452	29,590	5,624	(150,225)
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	89,498	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	**89,498**	**-**	**-**	**-**	**-**	**-**
Net change in fund balances (deficits)	77,630	141,747	3,452	29,590	5,624	(150,225)
Fund balances (deficits), beginning	(89,498)	263,628	(3,452)	(266,594)	7,959	503,820
Fund balances (deficits), ending	**$ (11,868)**	**$ 405,375**	**$ -**	**$ (237,004)**	**$ 13,583**	**$ 353,595**

(Continued)

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue							
	Federal Forfeiture	**Justice Assistance Grants**	**Half-Cent Transportation Surtax**	**Developer Impact Fees**	**Building Fund**	**Miscellaneous & Other Grants**	**MOCA**	**Total Special Revenue Funds**
REVENUES								
Ad valorem taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Utility and communication taxes	-	-	-	-	-	-	-	-
Charges for services:								
Sanitation fees	-	-	-	-	-	-	-	-
Interfund charges	-	-	-	-	-	-	-	-
Other	-	-	11,837	966,127	-	-	128,334	1,106,298
Franchise fees	-	-	14,144	-	-	-	-	14,144
Fines and forfeitures	-	-	-	-	-	-	-	-
Intergovernmental	-	4,575	3,943,726	-	-	292,854	2,712,113	8,533,373
Licenses and permits	-	-	-	-	5,952,042	-	-	5,952,042
Interest and other earnings	-	-	444,088	43,413	204	202,192	1,501,461	2,191,358
Rents and royalties	-	-	-		-	-	-	-
Total revenues	**-**	**4,575**	**4,413,795**	**1,009,540**	**5,952,246**	**495,046**	**4,341,908**	**17,797,215**
EXPENDITURES								
Current:								
General government	-	-	-	-	-	202,192	-	202,192
Public safety	7,946	56,905	-	-	2,886,489	127,894	-	3,255,206
Physical environment: transportation	-	-	1,823,634	-	-	-	-	1,823,634
Housing and social services	-	-	-	-	-	-	-	1,263,842
Culture and recreation	-	-	-	-	-	18,115	4,089,509	4,107,624
Community planning and development	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	1,396,156	-	-	-	-	1,518,127
Total expenditures	**7,946**	**56,905**	**3,219,790**	**-**	**2,886,489**	**348,201**	**4,089,509**	**12,170,625**
Excess (deficiency) of revenues over (under) expenditures	(7,946)	(52,330)	1,194,005	1,009,540	3,065,757	146,845	252,399	5,626,590
OTHER FINANCING SOURCES (USES)								
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	89,498
Transfers out	-	-	-	-	(61,799)	-	-	(61,799)
Total other financing sources (uses)	**-**	**-**	**-**	**-**	**(61,799)**	**-**	**-**	**27,699**
Net change in fund balances (deficits)	(7,946)	(52,330)	1,194,005	1,009,540	3,003,958	146,845	252,399	5,654,289
Fund balances (deficits), beginning	48,504	(40,021)	2,381,847	1,261,397	1,066,386	(32,158)	2,614,263	7,716,081
Fund balances (deficits), ending	**$ 40,558**	**$ (92,351)**	**$ 3,575,852**	**$ 2,270,937**	**$ 4,070,344**	**$ 114,687**	**2,866,662**	**$ 13,370,370**

(Continued)

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Debt Service	Capital Projects			
	Pension Obligation Bonds	North Miami Cagni Park Project	Transportation Gas Tax	Capital Projects Funds	Nonmajor Governmental Funds
REVENUES					
Ad valorem taxes	$ -	$ -	$ -	$ -	$ -
Utility and communication taxes	-	-	-	-	-
Charges for services:					
Sanitation fees	-	-	-	-	-
Interfund charges	-	-	-	-	-
Other	-	-	-	-	1,106,298
Franchise fees	-	-	-	-	14,144
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	290,769	290,769	8,824,142
Licenses and permits	-	-	-	-	5,952,042
Interest and other earnings	-	-	-	-	2,191,358
Rents and royalties	-	-	-	-	-
Total revenues	**-**	**-**	**290,769**	**290,769**	**18,087,984**
EXPENDITURES					
Current:					
General government	-	-	-	-	202,192
Public safety	-	-	-	-	3,255,206
Physical environment: transportation	-	-	-	-	1,823,634
Housing and social services	-	-	-	-	1,263,842
Culture and recreation	-	-	-	-	4,107,624
Community planning and development	-	-	-	-	-
Debt service:					
Principal retirement	1,095,000	-	-	-	1,095,000
Interest and fiscal charges	692,375	-	-	-	692,375
Capital outlay	-	358,801	150,000	508,801	2,026,928
Total expenditures	**1,787,375**	**358,801**	**150,000**	**508,801**	**14,466,801**
Excess (deficiency) of revenues over (under) expenditures	(1,787,375)	(358,801)	140,769	(218,032)	3,621,183
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	1,940,620	-	-	-	2,030,118
Transfers out	-	-	-	-	(61,799)
Total other financing sources (uses)	**1,940,620**	**-**	**-**	**-**	**1,968,319**
Net change in fund balances (deficits)	153,245	(358,801)	140,769	(218,032)	5,589,502
Fund balances (deficits), beginning	7,534	(634,026)	170,928	(463,098)	7,260,517
Fund balances (deficits), ending	**$ 160,779**	**$ (992,827)**	**$ 311,697**	**$ (681,130)**	**$ 12,850,019**

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENTS OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2023

	Risk Management	Fleet Management	Totals
ASSETS			
Current assets:			
Pooled cash and cash equivalents	$ 1,902,807	$ 1,740,836	$ 3,643,643
Pooled investments	4,455,351	1,121,619.00	5,576,970
Grants receivables from other governments	-	11,045	11,045
Inventories and supplies	-	96,394	96,394
Prepaids and deposits	100,000	11,194	111,194
Total current assets	6,458,158	2,981,088	9,439,246
Non-current assets:			
Net pension asset	22,851	5,840	28,691
Capital assets, net	-	4,879,334	4,879,334
Total non-current assets	22,851	4,885,174	4,908,025
Total assets	**6,481,009**	**7,866,262**	**14,347,271**
DEFERRED OUTFLOW OF RESOURCES			
OPEB related items	7,921	19,190	27,111
Pension related items	1,259,242	785,583	2,044,825
Total deferred outflow of resources	**1,267,163**	**804,773**	**2,071,936**
LIABILITIES			
Current liabilities:			
Vouchers payable	87,577	115,902	203,479
Constructions contracts payable	-	2,023	2,023
Accrued payroll and benefits	19,481	19,700	39,181
Compensated absences	38,428	62,280	100,708
Loans and leases payable	-	1,154,140	1,154,140
Total current liabilities	145,486	1,354,045	1,499,531
Non-current liabilities:			
Loans and leases payable	-	1,392,983	1,392,983
Compensated absences	31,520	456,742	488,262
Claims payable	3,760,893	-	3,760,893
Net pension liability	1,394,401	1,084,990	2,479,391
Total OPEB liability	83,168	179,410	262,578
Total non-current liabilities	5,269,982	3,114,125	8,384,107
Total liabilities	**5,415,468**	**4,468,170**	**9,883,638**
DEFERRED INFLOWS OF RESOURCES			
Other	5,000	-	5,000
OPEB related items	48,819	94,399	143,218
Pension related items	105,934	514,559	620,493
Total deferred inflows of resources	**159,753**	**608,958**	**768,711**
NET POSITION			
Net investment in capital assets	-	2,330,188	2,330,188
Restricted for:			
Net pension benefits	174,116	44,502	218,618
Unrestricted	1,998,835	1,219,217	3,218,052
Total net position	**$ 2,172,951**	**$ 3,593,907**	**$ 5,766,858**

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Risk Management	Fleet Management	Totals
OPERATING REVENUES			
Premiums and charges for services provided to other funds	$ 3,104,420	$ -	$ 3,104,420
Other revenues	478,464	127,589	606,053
Total operating revenues	3,582,884	127,589	3,710,473
OPERATING EXPENSES			
Personnel services	696,572	884,079	1,580,651
Materials, supplies, services and other operating expenses	1,021,831	1,612,935	2,634,766
Claims cost	1,133,808	-	1,133,808
Depreciation	-	971,134	971,134
Total operating expenses	2,852,211	3,468,148	6,320,359
Operating income (loss)	**730,673**	**(3,340,559)**	**(2,609,886)**
NON-OPERATING REVENUES (EXPENSES)			
Interest income	67,542	169	67,711
Gain from sale of capital assets	-	186,329	186,329
Interest expense	-	(55,213)	(55,213)
Total non-operating revenues (expenses)	67,542	131,285	198,827
Income before transfers	798,215	(3,209,274)	(2,411,059)
TRANSFERS			
Transfers out	(21,289)	(38,500)	(59,789)
Total transfers out	(21,289)	(38,500)	(59,789)
Change in net position	776,926	(3,247,774)	(2,470,848)
Net position, beginning	1,396,025	6,841,681	8,237,706
Net position, ending	**$ 2,172,951**	**$ 3,593,907**	**$ 5,766,858**

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Risk Management	Fleet Management	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from other funds for premiums and charges for services	$ 3,104,420	$ -	$ 3,104,420
Other cash receipts	478,464	127,589	606,053
Payments to employees	(696,572)	(884,079)	(1,580,651)
Payments to suppliers	(859,344)	(1,616,617)	(2,475,961)
Payments for claims	(1,133,808)	-	(1,133,808)
Net cash provided by operating activities	893,160	(2,373,107)	(1,479,947)
CASH FLOWS FROM NON-FINANCING ACTIVITIES			
Transfers out - pension debt service	(21,289)	(38,500)	(59,789)
Net cash used for non-financing activities	(21,289)	(38,500)	(59,789)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal paid on leases	-	(711,955)	(711,955)
Interest paid on leases	-	(55,213)	(55,213)
Acquisition and construction of capital assets	-	(770,468)	(770,468)
Proceeds from sale of capital assets	-	186,329	186,329
Net cash used for lease and related financing activities	-	(1,351,307)	(1,351,307)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	(3,083,762)	(1,121,619)	(4,205,381)
Interest earnings	67,542	169	67,711
Net cash used in investing activities	(3,016,220)	(1,121,450)	(4,137,670)
Net decrease in pooled cash and cash equivalents	(2,144,349)	(4,884,364)	(7,028,713)
Pooled cash and cash equivalents at beginning of year	4,047,156	6,625,200	10,672,356
Pooled cash and cash equivalents a end of the year	$ 1,902,807	$ 1,740,836	$ 3,643,643
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating income (loss)	$ 730,673	$ (3,340,559)	$ (2,609,886)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	-	971,134	971,134
Changes in assets, liabilities, deferred inflows and outflows of resources:			
(Increase) in accounts receivable	-	-	-
(Increase) in grants receivable from other governments	-	24,250	24,250
Decrease in inventories and supplies	-	(35,021)	(35,021)
(Increase) in prepaids and deposits	35,495	(5,812)	29,683
(Increase) decrease in net pension asset	(22,851)	(5,840)	(28,691)
Decrease in deferred outflows of resources	(954,174)	(362,588)	(1,316,762)
Increase (decrease) in vouchers payable	23,743	20,563	44,306
(Decrease) in accrued payroll and benefits	3,106	699	3,805
Increase (decrease) in compensated absences	10,912	43,086	53,998
Increase in claims payable	(51,257)	-	(51,257)
(Decrease) in other post-employment benefits obligation	(45,624)	(93,515)	(139,139)
(Decrease) in net pension liability	1,392,542	407,843	1,800,385
Increase in deferred inflows of resources	(229,405)	2,653	(226,752)
Net cash provided by operating activities	**$ 893,160**	**$ (2,373,107)**	**$ (1,479,947)**
Non-cash investing, lease and financing activities:			
Construction contracts payable	$ -	$ 2,023	$ 2,023
Lease financing	-	2,498,034	2,498,034
Total non-cash investing, lease and financing activities	$ -	$ 2,500,057	$ 2,500,057

CITY OF NORTH MIAMI, FLORIDA

COMBINING STATEMENTS OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2023

	691 CTS Plan	748 Police Plan	Totals
ASSETS			
Cash	$ 72,703	$ 179,664	$ 252,367
Investments:			
Short term investments (money market funds)	2,229,202	3,463,831	5,693,033
U.S. Treasuries	6,212,499	5,527,038	11,739,537
U.S. Agency obligations	8,539,206	7,380,761	15,919,967
Corporate bonds	1,819,076	1,638,419	3,457,495
Common stock	38,759,901	24,182,618	62,942,519
Equity mutual funds	16,978,887	11,112,828	28,091,715
Real estate funds	25,931,802	18,653,225	44,585,027
Bond Index Funds	15,236,580	4,590,753	19,827,333
Equity securities index funds	39,210,505	23,717,523	62,928,028
Total investments	154,917,658	100,266,996	255,184,654
Receivables:			
Due from brokers	351,958	202,004	553,962
Plan members' contributions	12,632	16,762	29,394
Share Plan	50,725	-	50,725
Accrued interest	120,507	101,435	221,942
Accrued dividends	24,010	14,494	38,504
Other	5,942	14,706	20,648
Total receivables	565,774	349,401	915,175
Total assets	155,556,135	100,796,061	256,352,196
LIABILITIES AND NET POSITION RESTRICTED FOR PENSION BENEFITS			
Liabilities:			
Accounts payable and accrued liabilities	39,335	44,372	83,707
Due to brokers	330,536	189,752	520,288
Benefits payable	3	-	3
Total liabilities	369,874	234,124	603,998
Net position restricted for pension benefits	$ 155,186,261	$ 100,561,937	$ 255,748,198

CITY OF NORTH MIAMI, FLORIDA
COMBINING STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	691 CTS Plan	748 Police Plan	Totals
ADDITIONS			
Contributions:			
Employer	$ 1,426,719	$ 5,020,198	$ 6,446,917
Plan members	684,452	930,523	1,614,975
State	5,174	82,682	87,856
Total contributions	2,116,345	6,033,403	8,149,748
Investment income:			
Net increase (decrease) in fair value of investments	10,569,775	4,784,757	15,354,532
Interest	1,145,705	716,663	1,862,368
Dividends	2,502,790	1,760,806	4,263,596
Gross investment income	14,218,270	7,262,226	21,480,496
Less investment expenses	(505,640)	(299,839)	(805,479)
Net investment income	13,712,630	6,962,387	20,675,017
Total additions	15,828,975	12,995,790	28,824,765
DEDUCTIONS			
Benefits paid to plan members:			
Normal retirement (pension benefits)	7,705,671	5,979,576	13,685,247
Lump sum retirement	343,597	514,820	858,417
	8,049,268	6,494,396	14,543,664
Administrative expenses	596,896	434,757	1,031,653
Total deductions	8,646,164	6,929,153	15,575,317
Increase in net position	7,182,811	6,066,637	13,249,448
Net position restricted for pension benefits, beginning	148,003,450	94,495,300	242,498,750
Net position restricted for pension benefits, ending	**$ 155,186,261**	**$ 100,561,937**	**$ 255,748,198**

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	Home Investment Partnership				Neighborhood Stabilization Program			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
REVENUES								
Intergovernmental	$ 347,037	$ 2,169,751	$ 706,322	$ (1,463,429)	$ 199,890	$ 320,030	$ 316,924	$ (3,106)
Interest and other earnings	-	-	-	-	-	-	-	-
Total revenues	347,037	2,169,751	706,322	(1,463,429)	199,890	320,030	316,924	(3,106)
EXPENDITURES								
Housing and social services	347,037	2,169,751	718,190	1,451,561	49,890	95,929	70,969	24,960
Community planning and development	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	150,000	224,102	104,208	119,894
Total expenditures	347,037	2,169,751	718,190	1,451,561	199,890	320,030	175,177	144,853
Excess (deficiency) of revenues over (under) expenditures	-	-	(11,868)	(11,868)	-	-	141,747	141,747
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	89,498	89,498	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing source (uses)	-	-	89,498	89,498	-	-	-	-
Net change in fund balances	$ -	$ -	77,630	77,630	$ -	$ -	141,747	141,747
Fund (deficit) balance, beginning			(89,498)				263,628	
Fund (deficit) balance, ending			(11,868)				405,375	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	Local Housing (SHIP)				FEMA Disaster Recovery			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)
	Original	Final			Original	Final		
REVENUES								
Intergovernmental	$ 367,278	$ 713,366	$ 478,135	$ (235,231)	$ -	$ -	$ 29,590	$ 29,590
Interest and other earnings	-	-	-	-	-	-	-	-
Total revenues	367,278	713,366	478,135	(235,231)	-	-	29,590	29,590
EXPENDITURES								
General government	-	-	-	-	-	-	-	-
Housing and social services	367,278	713,366	474,683	238,683	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	367,278	713,366	474,683	238,683	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	3,452	3,452	-	-	29,590	29,590
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing source (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	$ -	$ -	3,452	$ 3,452	$ -	$ -	29,590	$ 29,590
Fund (deficits), beginning			(3,452)				(266,594)	
Fund balances (deficits), ending			$ -				$ (237,004)	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	Police Training				Law Enforcement Trust			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)
	Original	Final			Original	Final		
REVENUES								
Intergovernmental	$ -	$ -	$ 5,624	$ 5,624	$ -	$ 341,000	$ 43,510	$ (297,490)
Interest and other earnings	-	-	-	-	-	-	-	-
Total revenues	-	-	5,624	5,624	-	341,000	43,510	(297,490)
EXPENDITURES								
Public safety	-	-	-	-	-	298,238	175,972	122,266
Capital outlay	-	-	-	-	-	42,762	17,763	24,999
Total expenditures	-	-	-	-	-	341,000	193,735	147,265
Excess (deficiency) of revenues over (under) expenditures	-	-	5,624	5,624	-	-	(150,225)	(150,225)
Net change in fund balances	$ -	$ -	5,624	$ 5,624	$ -	$ -	(150,225)	$ (150,225)
Fund balances, beginning			7,959				503,820	
Fund balances, ending			$ 13,583				$ 353,595	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	Federal Forfeiture				Justice Assistance Grant			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget (Negative)
	Original	Final			Original	Final		
REVENUES								
Intergovernmental	$ -	$ 15,000	$ -	$ (15,000)	$ -	274,771	4,575	(270,196)
Total revenues	-	15,000	-	(15,000)	-	274,771	4,575	(270,196)
EXPENDITURES								
Public safety	-	15,000	7,946	7,054	-	242,280	56,905	185,375
Capital outlay	-	-	-	-	-	32,491	-	-
Total expenditures	-	15,000	7,946	7,054	-	274,771	56,905	185,375
Excess (deficiency) of revenues over (under) expenditures	-	-	(7,946)	(7,946)	-	-	(52,330)	(84,821)
Net change in fund balances	$ -	$ -	(7,946)	$ (7,946)	$ -	$ -	(52,330)	$ (52,330)
Fund balance (deficit), beginning			48,504				(40,021)	
Fund balance (deficit), ending			$ 40,558				$ (92,351)	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	1/2 Cent Transportation				Developer Impact Fees			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
REVENUES								
Charges for services - other	$ -	$ -	$ 11,837	$ 11,837	$ -	$ -	$ 966,127	$ 966,127
Franchise fees	-	-	14,144	14,144	-	-	-	-
Intergovernmental	3,121,034	5,347,194	3,943,726	(1,403,468)	-	-	-	-
Interest and other earnings	-		444,088	444,088	-	-	43,413	43,413
Total revenues	3,121,034	5,347,194	4,413,795	(933,399)	-	-	1,009,540	1,009,540
EXPENDITURES								
Physical environment: transportation	2,401,664	2,651,664	1,823,634	828,030	-	-	-	-
Capital outlay	719,370	2,695,530	1,396,156	1,299,374	-	-	-	-
Total expenditures	3,121,034	5,347,194	3,219,790	2,127,404	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	1,194,005	1,194,005	-	-	1,009,540	1,009,540
Net change in fund balances	$ -	$ -	1,194,005	1,194,005	$ -	$ -	1,009,540	1,009,540
Fund balances, beginning			2,381,847				1,261,397	
Fund balances, ending			$ 3,575,852				$ 2,270,937	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds							
	Building Fund				Miscellaneous & Other Grants			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
REVENUES								
Intergovernmental	**$ -**	**$ -**	**$ -**	**$ -**	$ 16,211	$ 158,422	$ 292,854	$ 134,432
Licenses and permits	3,190,690	3,202,774	5,952,042	2,749,268	-	-	-	-
Interest and other earnings	-	-	204	204	**7,355,102**	8,656,004	202,192	(8,453,812)
Total revenues	3,190,690	3,202,774	5,952,246	2,749,472	7,371,313	8,814,426	495,046	(8,453,812)
EXPENDITURES								
General government					-	-	202,192	(202,192)
Public safety	3,128,891	3,140,975	2,886,489	254,486	-	128,200	127,894	306
Culture and recreation	-	-	-	-	10,548	28,544	18,115	10,429
Community planning and development	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	5,663	1,678	-	1,678
Total expenditures	3,128,891	3,140,975	2,886,489	254,486	16,211	158,422	348,201	12,413
Excess (deficiency) of revenues over (under) expenditures	61,799	61,799	3,065,757	3,003,958	**7,355,102**	8,656,004	146,845	(8,441,399)
OTHER FINANCING SOURCES (USES)								
Transfers out	(61,799)	(61,799)	(61,799)	-	-	-	-	-
Total other financing source (uses)	(61,799)	(61,799)	(61,799)	-	-	-	-	-
Net change in fund balances	$ -	$ -	3,003,958	$ 3,003,958	$ 7,355,102	$ 8,656,004	146,845	$ (8,441,399)
Fund balances (deficits), beginning			1,066,386				(32,158)	
Fund balances, ending			$ 4,070,344				$ 114,687	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL
(UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Debt Service Fund			
	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
EXPENDITURES				
Debt service	1,940,620	1,940,620	1,787,375	153,245
Total expenditures	1,940,620	1,940,620	1,787,375	153,245
Excess (deficiency) of revenues over (under) expenditures	(1,940,620)	(1,940,620)	(1,787,375)	153,245
OTHER FINANCING SOURCES (USES)				
Transfers in	1,940,620	1,940,620	1,940,620	-
Transfers out	-	-	-	-
Total other financing source (uses)	1,940,620	1,940,620	1,940,620	-
Net change in fund balance	$ -	$ -	153,245	$ 153,245
Fund balance, beginning			7,534	
Fund balance, ending			$ 160,779	

Continued

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL (UNAUDITED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Capital Projects Funds							
	North Miami Cagni Park Project				Transportation Gas Tax			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
REVENUES								
Intergovernmental	$ -	$ 562,987	$ -	$ (562,987)	$ 240,692	$ 349,604	$ 290,769	$ (58,835)
Total revenues	-	562,987	-	(562,987)	240,692	349,604	290,769	(58,835)
EXPENDITURES								
Capital outlay	-	562,987	358,801	204,186	240,692	349,604	150,000	199,604
Total expenditures	-	562,987	358,801	204,186	240,692	349,604	150,000	199,604
Excess (deficiency) of revenues over (under) expenditures	-	-	(358,801)	(358,801)	-	-	140,769	140,769
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Total other financing source (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	$ -	$ -	(358,801)	$ (358,801)	$ -	$ -	140,769	$ 140,769
Fund (deficit) balance, beginning			(634,026)				170,928	
Fund (deficit) balance, ending			$ (992,827)				$ 311,697	

Continued



III. Statistical Section (Unaudited)

- Financial Trends
- Revenue Capacity
- Debt Capacity
- Demographic and Economic Information
- Operating Information



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STATISTICAL SECTION

This part of the City of North Miami's Annual Comprehensive 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 government's overall financial health.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	**148-153**
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	**154-159**
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	**160-167**
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	**168-170**
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	**171-172**

Sources: Unless otherwise noted the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.



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Financial Trends



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TABLE 1

CITY OF NORTH MIAMI, FLORIDA
NET POSITION BY COMPONENT (Unaudited)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities:		*Restated		* *Restated						
Net investment in capital assets	$ 67,178,164	$ 55,314,367	$ 61,274,246	$ 61,365,386	$ 62,452,076	$ 63,668,765	$ 71,535,115	$ 72,855,470	$ 89,647,376	$ 62,549,727
Restricted	16,375,077	17,238,381	8,644,742	9,412,706	8,443,236	7,428,554	15,394,117	22,102,939	26,233,974	48,174,588
Unrestricted	(10,892,183)	(35,615,832)	(32,812,317)	(32,309,472)	(42,688,281)	(49,355,131)	(52,633,002)	(51,595,112)	(54,476,477)	(47,187,648)
Total governmental activities net position	$ 72,661,058	$ 36,936,916	$ 37,106,671	$ 38,468,620	$ 28,207,031	$ 21,742,188	$ 34,296,230	$ 43,363,297	$ 61,404,873	$ 63,536,667
Business-type activities:										
Net investment in capital assets	$ 38,424,467	$ 39,868,520	$ 38,449,795	$ 39,310,886	$ 40,449,030	$ 43,997,155	$ 44,346,083	$ 43,971,484	$ 44,983,239	$ 51,070,204
Restricted	18,099,926	13,060,381	-	-	-	-	-	-	-	329,020
Unrestricted	12,040,052	20,113,189	36,997,374	37,264,087	37,311,231	34,044,526	34,626,452	32,335,528	31,463,292	25,671,935
Total business-type activities net position	$ 68,564,445	$ 73,042,090	$ 75,447,169	$ 76,574,973	$ 77,760,261	$ 78,041,681	$ 78,972,535	$ 76,307,012	$ 76,446,531	$ 77,071,159
Net position:										
Net investment in capital assets	$ 105,602,631	$ 95,182,887	$ 99,724,041	$ 100,676,272	$ 102,901,106	$ 107,665,920	$ 115,881,198	$ 116,826,954	$ 134,630,615	$ 113,619,931
Restricted	34,475,003	30,298,762	8,644,742	9,412,706	8,443,236	7,428,554	15,394,117	22,102,939	26,233,974	48,503,608
Unrestricted	1,147,869	(15,502,643)	4,185,057	4,954,615	(5,377,050)	(15,310,605)	(18,006,550)	(19,259,584)	(23,013,185)	(21,515,713)
Total net position	$ 141,225,503	$ 109,979,006	$ 112,553,840	$ 115,043,593	$ 105,967,292	$ 99,783,869	$ 113,268,765	$ 119,670,309	$ 137,851,404	$ 140,607,826

* Beginning net position was restated with the implementation of GASB 72, as of October 1, 2015, and recognition of long tem lease agreement unearned revenues.

** Beginning net position was restated with the implementation of GASB 75, as of October 1, 2017.

CITY OF NORTH MIAMI, FLORIDA
CHANGES IN NET POSITION (Unaudited)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
EXPENSES										
Governmental activities:										
General government	$ 17,919,295	$ 18,721,535	$ 19,969,995	$ 20,424,384	$ 26,879,421	$ 24,976,815	$ 24,471,010	$ 26,003,696	$ 27,366,575	$ 32,997,525
Public safety	26,006,919	26,983,295	25,166,834	30,837,393	30,386,983	34,892,457	37,929,647	37,374,754	35,114,652	38,251,924
Physical environment	3,020,021	1,665,406	1,526,731	388,242	591,810	338,808	3,879,546	10	175	545,514
Transportation and public works	-	5,605,540	5,771,515	5,954,245	7,806,930	8,035,250	5,841,175	6,960,208	6,782,642	6,298,728
Economic environment (Housing & Social Services)	3,513,528	1,069,839	1,119,540	1,823,347	979,480	1,191,742	2,309,283	3,824,796	2,954,077	4,027,256
Parks and community services (Culture & recreation)	7,204,954	10,905,337	10,623,998	11,722,459	13,023,252	13,157,580	15,738,792	10,152,424	11,937,545	15,348,146
Community planning and development	-	1,931,045	2,175,156	1,693,997	4,647,836	4,865,507	3,380,630	3,876,505	3,752,746	4,500,866
Interest and fiscal charges (6)	2,221,435	1,256,720	1,225,739	1,265,498	1,166,356	1,667,794	1,264,361	1,196,756	1,044,825	747,588
Total governmental activities expenses	59,886,152	68,138,717	67,579,508	74,109,565	85,482,068	89,125,953	94,814,444	89,389,149	88,953,237	102,717,547
Business-type activities:										
Water and sewer	23,951,276	26,685,028	28,538,868	30,434,388	32,023,616	32,068,870	30,792,646	34,199,794	34,372,843	37,144,473
Stormwater	2,248,332	2,123,669	1,848,527	2,513,502	2,707,044	2,490,524	2,807,175	2,984,224	2,285,700	2,158,326
Total business-type activities expenses	26,199,608	28,808,697	30,387,395	32,947,890	34,730,660	34,559,394	33,599,821	37,184,018	36,658,543	39,302,799
Total expenses	$ 86,085,760	$ 96,947,414	$ 97,966,903	$ 107,057,455	$ 120,212,728	$ 123,685,347	$ 128,414,265	$ 126,573,167	$ 125,611,780	$ 142,020,346

(Continued)

CITY OF NORTH MIAMI, FLORIDA
CHANGES IN NET POSITION (Unaudited)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	$ 11,304,253	$ 7,034,086	$ 13,660,794	$ 12,401,125	$ 13,391,131	$ 13,657,832	$ 17,104,504	$ 17,819,969	$ 18,826,154	17,040,589
Public safety	4,723,934	6,646,252	4,512,782	5,487,160	5,485,203	4,756,368	4,098,398	4,824,106	5,114,138	8,123,522
Physical environment	2,573,756	1,915,022	3,020,822	3,887,943	2,233,747	3,062,052	2,484,512	3,431,794	4,129,411	4,105,717
Transportation and public works	132,658	835,931	88,368	47,346	40,025	2,959,562	19,730	38,391	45,975	37,047
Economic environment (Housing & Social Services)	467,411	1,394,763	-	-	-	-	-	-	-	-
Parks and community services (Culture & recreation)	118,730	2,785,645	2,993,270	3,278,530	3,592,542	977,624	455,915	425,689	479,776	1,497,358
Community planning and development	-	134,132	777,851	584,838	550,107	268,313	352,937	352,660	924,621	825,597
Operating grants and contributions	7,006,123	3,603,994	5,353,062	5,956,341	6,692,586	5,829,519	8,138,621	16,105,745	16,591,019	7,265,015
Capital grants and contributions	794,857	6,677,318	544,232	670,841	317,960	301,146	264,018	271,837	287,942	290,769
Total governmental activities program revenues	27,121,722	31,027,143	30,951,181	32,314,124	32,303,301	31,812,416	32,918,635	43,270,191	46,399,036	39,185,614
Business-type activities:										
Charges for services:										
Water and sewer	30,523,694	34,849,639	32,195,213	31,600,606	33,629,399	31,388,997	31,173,723	32,164,680	34,483,056	36,745,409
Stormwater	2,525,987	2,287,685	2,598,048	2,610,940	2,552,977	2,639,510	2,404,654	2,429,775	2,411,117	2,920,624
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	33,049,681	37,137,324	34,793,261	34,211,546	36,182,376	34,028,507	33,578,377	34,594,455	36,894,173	39,666,033
Total program revenues	$ 60,171,403	$ 68,164,467	$ 65,744,442	$ 66,525,670	$ 68,485,677	$ 65,840,923	$ 66,497,012	$ 77,864,646	$ 83,293,209	$ 78,851,647
NET (EXPENSE) REVENUE										
Governmental activities	$ (32,764,430)	$ (37,111,574)	$ (36,628,327)	$ (41,795,441)	$ (53,178,767)	$ (57,313,537)	$ (61,895,809)	$ (46,118,958)	$ (42,554,201)	$ (63,531,933)
Business-type activities	6,850,073	8,328,627	4,405,866	1,263,656	1,451,716	(530,887)	(21,444)	(2,589,563)	235,630	363,234
Total (expense) revenue	$ (25,914,357)	$ (28,782,947)	$ (32,222,461)	$ (40,531,785)	$ (51,727,051)	$ (57,844,424)	$ (61,917,253)	$ (48,708,521)	$ (42,318,571)	$ (63,168,699)

(Continued)

TABLE 2

CITY OF NORTH MIAMI, FLORIDA
CHANGES IN NET POSITION (Unaudited)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes:										
Property taxes	$ 16,156,844	$ 17,138,805	$ 18,708,191	$ 19,194,672	$ 20,975,744	$ 22,739,789	$ 25,070,539	$ 27,888,626	$ 29,719,403	33,625,021
Utility service tax	3,328,202	4,210,073	4,311,844	4,343,095	4,034,989	4,453,176	4,297,833	4,463,924	4,620,753	5,263,670
Communication service tax	1,407,118	1,415,105	1,308,539	1,212,133	1,203,462	1,073,231	1,032,010	1,064,829	1,111,553	1,098,082
Franchise taxes	3,662,902	3,539,715	3,742,335	4,356,029	3,992,099	4,084,241	4,193,023	3,877,296	4,974,564	5,479,496
Unrestricted investment earnings	75,073	86,549	259,140	98,716	235,600	259,593	195,619	332,420	(126,423)	12,660,993
Miscellaneous	14,204,424	12,290,361	23,539,227	13,710,937	14,599,586	17,997,399	31,280,916	17,319,288	20,062,407	7,281,697
Transfers	210,292	187,739	205,115	241,808	228,835	241,265	223,493	239,642	233,520	254,768
Total governmental activities	39,044,855	38,868,347	52,074,391	43,157,390	45,270,315	50,848,694	66,293,433	55,186,025	60,595,777	65,663,727
Business-type activities:										
Unrestricted investment earnings	-	-	-	-	-	-	-	-		
Miscellaneous	10,457	55,368	299,700	105,956	321,223	1,053,572	1,175,791	163,682	137,409	516,162
Transfers	(210,292)	(187,739)	(205,115)	(241,808)	(228,835)	(241,265)	(223,493)	(239,642)	(233,520)	(254,768)
Total business-type activities	(199,835)	(132,371)	94,585	(135,852)	92,388	812,307	952,298	(75,960)	(96,111)	261,394
Total	38,845,020	38,735,976	52,168,976	43,021,538	45,362,703	51,661,001	67,245,731	55,110,065	60,499,666	65,925,121
CHANGE IN NET POSITION										
Governmental activities	6,280,425	1,756,773	15,446,064	1,361,949	(7,908,452)	(6,464,843)	4,397,624	9,067,067	18,041,576	2,131,794
Business-type activities	6,650,238	8,196,256	4,500,451	1,127,804	1,544,104	281,420	930,854	(2,665,523)	139,519	624,628
Total	$ 12,930,663	$ 9,953,029	$ 19,946,515	$ 2,489,753	$ (6,364,348)	$ (6,183,423)	$ 5,328,478	$ 6,401,544	$ 18,181,095	$ 2,756,422

TABLE 3

CITY OF NORTH MIAMI, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS (Unaudited)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General fund:		* Restated								
Non-spendable	$ 313,403	$ 141,595	$ 49,197	$ 79,227	$ 87,743	$ 127,422	$ 199,956	$ 213,923	353,152	$ 545,114
Restricted	-	-	-	-	1,190,000	7,549,440	7,000,000	7,000,000	7,000,000	7,000,000
Committed	6,500,000	-	-	-	-	-	-	-	-	-
Assigned	5,604,450	4,544,241	-	-	-	-	-	-	-	-
Unassigned	4,371,591	9,114,161	(396,516)	(4,921,302)	(9,460,185)	(21,357,402)	(12,218,700)	(3,316,048)	3,083,814	9,874,767
Total general fund	$ 16,789,444	$ 13,799,997	$ (347,319)	$ (4,842,075)	$ (8,182,442)	$ (13,680,540)	$ (5,018,744)	$ 3,897,875	$ 10,436,966	$ 17,419,881
All other governmental funds:										
Non-spendable	$ 734,719	$ 913,562	$ -	$ 30,524	$ 60,906	$ 85,029	$ 61,849	$ 90,422	$ 99,208	$ 68,549
Restricted	16,603,444	16,928,309	18,734,688	19,018,489	16,865,784	16,806,263	14,280,369	19,617,483	26,763,687	12,996,932
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	1,736,361	2,800,546	535,690	374,794	260,605	785,729	258,445	591,002	567,853	567,853
Unassigned	(259,248)	(965,261)	(544,321)	(960,234)	(5,094,005)	(5,842,303)	(1,527,688)	(1,122,361)	(958,080)	(783,315)
Total all other governmental funds	$ 18,815,276	$ 19,677,156	$ 18,726,057	$ 18,463,573	$ 12,093,290	$ 11,834,718	$ 13,072,975	$ 19,176,546	$ 26,472,668	$ 12,850,019

* Beginning fund balance was restated with the implementation of GASB 72, as of October 1, 2015

TABLE 4

CITY OF NORTH MIAMI, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (Unaudited)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
REVENUES										
Taxes	$ 24,051,638	$ 25,497,860	$ 27,004,717	$ 28,003,594	$ 29,388,710	$ 31,514,118	$ 33,913,803	$ 36,607,698	$ 39,693,129	$ 39,225,575
Charges for services	8,418,568	8,025,835	8,982,469	9,682,205	10,428,442	12,260,943	10,472,838	12,983,775	13,099,382	17,523,499
Return on investment - utility [1]	-	-	-	-	2,479,828	2,717,132	2,809,024	3,149,940	3,171,822	3,102,393
Fines and forfeitures	2,621,393	2,829,842	1,249,133	1,061,091	899,657	682,350	527,272	532,329	496,286	312,999
Intergovernmental	13,604,235	15,063,947	13,970,999	15,785,674	15,146,231	17,899,963	18,238,137	27,500,529	29,314,052	26,351,201
Licenses and permits	2,046,697	2,428,695	2,015,318	3,790,191	3,749,809	3,084,316	2,582,178	3,438,291	3,874,372	6,964,824
Other (including interest)	4,998,962	4,357,063	8,144,393	6,869,743	5,861,113	7,146,703	7,636,307	7,114,426	7,531,853	8,335,863
Total revenues	55,741,493	58,203,242	61,367,029	65,192,498	67,953,790	75,305,525	76,179,559	91,326,988	97,180,896	101,816,354
EXPENDITURES										
General government	13,601,116	10,244,783	13,235,866	14,433,923	19,903,764	14,681,817	16,965,183	17,905,868	20,956,531	18,945,680
Public safety	24,589,073	26,374,717	26,211,652	28,977,056	28,433,232	36,229,740	36,201,345	33,829,377	36,396,502	37,105,080
Physical environment (Transportation & Public Works) [2]	2,994,813	4,977,118	3,816,477	4,087,042	4,493,213	3,443,049	9,761,318	5,956,893	5,903,460	5,512,526
Transportation	5,335,652	4,548,595	4,911,156	4,883,548	4,632,752	2,801,521	-	-	-	
Economic environment (Housing and Social Services) [3]	-	1,026,725	1,267,140	1,555,253	895,341	1,356,648	2,218,381	3,080,185	2,987,610	3,788,815
Parks and community services (Culture & recreation)	6,337,376	7,610,932	10,298,060	10,849,824	12,021,487	12,334,120	11,235,237	8,891,312	11,234,290	12,447,185
Community planning & development	3,435,625	4,412,735	2,139,498	1,584,272	3,034,419	6,340,619	3,372,582	3,824,963	3,477,040	8,746,007
Debt service:										
Principal retirement	585,000	625,000	779,197	877,292	1,022,527	542,144	1,042,068	1,094,348	2,062,106	2,321,456
Interest and fiscal charges	1,494,225	1,150,357	1,123,491	789,728	761,523	1,321,680	899,363	839,338	809,446	798,216
Capital outlay	2,993,386	3,773,231	1,912,530	2,841,065	2,750,721	2,309,530	2,368,393	2,143,473	20,248,883	3,099,610
Total expenditures	61,366,266	64,744,193	65,695,067	70,879,003	77,948,979	81,360,868	84,063,870	77,565,757	104,075,868	92,764,575
Excess (deficiency) of revenues over (under) expenditures	(5,624,773)	(6,540,951)	(4,328,038)	(5,686,505)	(9,995,189)	(6,055,343)	(7,884,311)	13,761,231	(6,894,972)	9,051,779
OTHER FINANCING SOURCES (USES)										
Proceeds from sale of capital assets	83,218	-	4,400,914	-	-	6,145	18,250,000	966,241	2,900,000	1,549,963
Lease libilities issued	-	-	-	629,483	-	-	253,543	-	-	215,918
Proceeds from debt [7]	-	-	-	-	-	-	-		17,692,744	-
Transfers in	1,850,954	2,765,531	2,068,702	1,971,534	2,720,102	2,404,018	1,784,369	6,785,200	7,256,011	3,002,937
Contributions	1,523,031	3,101,299	-	-	-	-	-	-	-	
Transfers out	(1,584,667)	(2,524,588)	(1,829,936)	(1,671,752)	(2,435,564)	(2,111,489)	(1,511,952)	(6,492,482)	(6,968,024)	(2,688,380)
Total other financing sources (uses)	1,872,536	3,342,242	4,639,680	929,265	284,538	298,674	18,775,960	1,258,959	20,880,731	2,080,438
Net change in fund balances (deficits)	$ (3,752,237)	$ (3,198,709)	$ 311,642	$ (4,757,240)	$ (9,710,651)	$ (5,756,669)	$ 10,891,649	$ 15,020,190	$ 13,985,759	$ 11,132,217
Debt service (excluding issuance costs) as a percentage of noncapital expenditures	3.6%	2.9%	3.0%	2.5%	2.4%	2.4%	2.4%	2.6%	3.4%	3.5%

(1) As of 2018 return on investment excluded from charges for services and shown as a separate line item

(2) Transportation and Public Works combined for presentation as of 2021

(3) Name changeed to Housing and Social Services as of 2020



Revenue Capacity



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TABLE 5

CITY OF NORTH MIAMI, FLORIDA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS (Unaudited)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Franchise Tax	Sales and Use Tax	Utility Service Tax	Communication Services Tax	Total
2014	16,156,844	3,662,902	774,414	3,328,202	1,407,118	25,329,480
2015	17,138,805	3,539,715	805,838	3,404,235	1,415,105	26,303,698
2016	18,708,191	3,742,335	797,888	3,513,956	1,308,539	28,070,909
2017	19,194,672	4,356,029	826,941	3,516,154	1,212,133	29,105,929
2018	20,975,744	3,992,099	784,910	3,217,405	1,203,462	30,173,620
2019	22,739,789	4,084,241	784,648	3,616,857	1,073,231	32,298,766
2020	25,070,539	4,193,023	679,602	3,618,231	1,032,010	34,593,405
2021	27,888,626	332,420	716,372	4,463,924	1,064,829	34,466,171
2022	29,719,403	4,974,564	752,840	4,620,753	1,111,553	41,179,113
2023	33,625,021	5,479,496	761,198	5,263,670	1,098,082	46,227,467
Change 2012-2023	108.12%	49.59%	-1.71%	58.15%	-21.96%	82.50%

TABLE 6

CITY OF NORTH MIAMI, FLORIDA
ASSESSED VALUE OF ALL TAXABLE PROPERTY [1] (Unaudited)
LAST TEN FISCAL YEARS

Fiscal Year	Real Property	Personal	(1) Centrally Assessed Property	Taxable Gross Total	Real Estate Adjustments	Net Assessed Property Value	(2) Total Direct Tax Rate
2014	2,090,641,105	109,820,351	1,548,020	2,202,009,476	10,700,032	2,191,309,444	7.934
2015	2,288,960,375	102,767,681	1,448,606	2,393,176,662	5,791,134	2,387,385,528	7.934
2016	2,499,306,636	102,681,112	1,447,386	2,603,435,134	5,191,742	2,598,243,392	7.500
2017	2,731,911,700	104,433,405	1,472,086	2,837,817,191	8,101,379	2,829,715,812	7.500
2018	2,973,808,217	126,110,194	1,777,641	3,101,696,052	46,675,273	3,055,020,779	7.500
2019	3,257,978,315	126,543,902	1,783,754	3,386,305,971	104,640,397	3,281,665,574	7.500
2020	3,581,513,406	155,958,164	2,198,376	3,739,669,946	144,313,021	3,595,356,925	7.500
2021	3,814,093,740	163,549,849	2,305,388	3,979,948,977	25,693,729	3,954,255,248	7.500
2022	4,425,478,056	177,465,009	2,501,535	4,605,444,600	70,466,266	4,534,978,334	7.400
2023	5,057,287,531	199,984,100	2,818,963	5,260,090,594	61,074,883	5,199,015,711	7.400

Source: Miami-Dade County Property Appraiser

(1) The basis of assessed value is approximately 100% of actual value. For each fiscal year ending September 30, property is valued as of January 1st of the preceding year.

(2) From Table 7

TABLE 7

CITY OF NORTH MIAMI, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (Unaudited)
(PER $1,000 OF ASSESSED VALUATION)
LAST TEN FISCAL YEARS

	City of North Miami			Miami-Dade County					
Fiscal Year	Operating Millage [1]	Debt Service Millage	Total	Operating Millage	Debt Service Millage	Total	School District	So. Fl. Water Mgt.	Total Millage
2014	7.934	0.000	7.934	4.667	0.450	5.117	7.775	0.1577	20.983
2015	7.934	0.000	7.934	4.667	0.450	5.117	7.413	0.1459	20.609
2016	7.500	0.000	7.500	4.667	0.400	5.067	7.138	0.1359	19.841
2017	7.500	0.000	7.500	4.667	0.400	5.067	6.774	0.1275	19.468
2018	7.500	0.000	7.500	4.667	0.464	5.131	6.504	0.1209	19.256
2019	7.500	0.000	7.500	4.667	0.478	5.145	7.025	0.1152	19.785
2020	7.500	0.000	7.500	4.667	0.478	5.145	6.186	0.1103	18.941
2021	7.500	0.000	7.500	4.667	0.508	5.175	6.079	0.1061	18.860
2022	7.400	0.000	7.400	4.620	0.485	5.106	5.674	0.0948	18.274
2023	7.400	0.000	7.400	4.574	0.436	5.010	5.567	0.0948	18.072

Source: Miami-Dade County Property Appraiser.

[1] Includes general operations and library.

TABLE 8

CITY OF NORTH MIAMI, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS (Unaudited)
CURRENT YEAR AND TEN YEARS AGO

	2023			2014		
Taxpayer	Taxable Assessed Value	Rank	Percentage of total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of total City Taxable Assessed Value
City of North Miami	$ 134,538,517	1	2.56%	$ -		-
Florida Power & Light	101,859,713	2	1.94%	-		-
OPLH IV LLC	99,093,640	3	1.88%	-		-
BRE Portofino MF Property Owner	96,514,919	4	1.83%	-		-
Countyline Auto Center Inc	61,174,060	5	1.16%	-		-
1490 North 123rd LLC	42,442,942	6	0.81%	-		-
Public Super Markets Inc.	29,555,430	7	0.56%	-		-
Causeway Square LLC	21,701,206	8	0.41%	-		-
G1R Florida LLC	21,223,808	9	0.40%	-		-
RK Causeway Plaza LLC	20,024,848	10	0.38%	-		-
				-		-
Stellar Biscayne LP	-		-	$ 56,467,641	1	18.71%
Florida Power & Light	-		-	55,097,273	2	18.26%
Countyline Auto Center Inc	-		-	50,326,584	3	16.68%
WRPV XI Watermarke Miami LLC	-		-	33,831,889	4	11.21%
City of North Miami	-		-	29,416,791	5	9.75%
Causeway Square LLC	-		-	19,500,000	6	6.46%
JVR Investments Green Acres Inc.	-		-	15,405,000	7	5.11%
Public Super Markets Inc.	-		-	15,336,211	8	5.08%
Yale Stream Center Court LLC	-		-	14,500,000	9	4.81%
RK Causeway Plaza LLC	-		-	11,858,000	10	3.93%
Totals	**$ 628,129,083**		**11.94%**	**$ 301,739,389**		**100%**

Source: Miami-Dade County Property Appraiser

TABLE 9

CITY OF NORTH MIAMI, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS [1] (Unaudited)
LAST TEN FISCAL YEARS

Fiscal Year	Total Tax Levy [2]	(3) Current Tax Collected	Percent of Current Taxes Collected	(3) Delinquent Tax Collections	Total Tax Collections	Ratio Tax Collections to Total Tax Levy
2014	16,586,310	15,652,829	94.37%	285,570	15,938,399	96.09%
2015	18,159,696	16,838,805	92.73%	300,000	17,138,805	94.38%
2016	18,744,800	18,485,170	98.61%	223,021	18,708,191	99.80%
2017	20,489,338	18,489,766	90.24%	704,905	19,194,671	93.68%
2018	22,303,562	19,983,848	89.60%	991,896	20,975,744	94.05%
2019	24,434,837	21,516,408	88.06%	1,223,381	22,739,789	93.06%
2020	26,861,351	23,829,457	88.71%	1,241,082	25,070,539	93.33%
2021	28,605,703	26,765,364	93.57%	1,123,262	27,888,626	97.49%
2022	32,748,538	28,755,268	87.81%	964,135	29,719,403	90.75%
2023	37,423,928	32,270,325	86.23%	1,354,696	33,625,021	89.85%

Source: Miami-Dade County Property Appraiser and internally generated data.

(1) Includes levies and collections for personal and real properties.

(2) Includes levies for general operations, and debt service. Beginning in fiscal year 2006, total tax levy also includes tax-increment financing for the North Miami Community Redevelopment Agency (CRA).

(3) Tax certificate sales reclassified from current tax collected to delinquent tax collections.

CITY OF NORTH MIAMI, FLORIDA
Enterprise Funds and Utility Rates (Unaudited)
LAST TEN FISCAL YEARS

Fiscal Year	Water (1) Base Rate per 5,000 Gallons	Water (2) Rate per 1,000 gallons Over Minimum Residential	Water (2) Rate per 1,000 gallons Over Minimum Commercial	Sewer As a percentage of Water rates Residential	Sewer As a percentage of Water rates Commercial	Sewer Treatment Charge 2014	Sewer Treatment Charge 1,000 Gallons	Capital Improvement Fees (3) Water Residential	Capital Improvement Fees (3) Water Commercial	Capital Improvement Fees (4) Sewer Residential	Capital Improvement Fees (4) Sewer Commercial	Sanitation Annual Charge	Recycling Monthly Charge	Stormwater (5) Monthly Charge Per ERU
2014	15.73	1.81	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2015	12.51	1.81	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2016	12.51	1.89	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2017	12.51	1.89	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2018	12.51	1.89	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2019	12.51	1.89	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2020	12.51	1.89	1.72	N/A	N/A	N/A	4.41	N/A	N/A	N/A	N/A	254.40	N/A	6.19
2021	13.02	1.97	1.79	N/A	N/A	N/A	4.59	N/A	N/A	N/A	N/A	393.00	N/A	7.12
2022	13.79	2.09	1.90	N/A	N/A	N/A	5.00	N/A	N/A	N/A	N/A	407.16	N/A	7.12
2023	13.79	2.09	1.90	N/A	N/A	N/A	5.00	N/A	N/A	N/A	N/A	414.36	N/A	7.12

Source: City Utility Billing Department

(1) Rates are based on 3/4" meter for single family residence. Monthly rate per 5,000 gallons.
(2) Overage is based on water usage over 5,000 gallons per month.
(3) In 2008, monthly fees charged to finance building of a new water plant and renovate existing water plant. Rates effective November 2007 for commercial units and January 2008 for residential units.
(4) Fees charged to upgrade sewer system as per federal mandate.
(5) Equivalent residential units determined based on 1 ERU for every 1,760 square ft. of impervious land for commercial accounts. For residential accounts, each residential unit is assessed as 1 ERU.

Note: The City bills residents for the aforementioned services on a quarterly basis except for the period from January 2002 to October 2006 when residential accounts were billed monthly. All commercial accounts are billed monthly.

Debt Capacity



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TABLE 11

CITY OF NORTH MIAMI, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE (Unaudited)
LAST TEN FISCAL YEARS

	Governmental Activities		Business-type Activities						
Fiscal Year	Notes Payable	Other Obligations/ Leases (3)	Other Obligations/ Leases (3)	Loan Payable (2)	SRF Loan Payable	Total Primary Government	Population (1)	Per Capita	(Restated) Percentage of Personal Income (1)
2014	15,049,625	92,215	233,089	2,616,357	214,840	18,206,126	61,578	296	1.64%
2015	14,530,987	278,317	100,765	2,292,681	2,043,548	19,246,298	58,786	327	1.78%
2016	13,963,084	1,098,926	-	2,388,060	2,996,913	20,446,983	57,146	358	1.90%
2017	13,340,604	801,566	2,393	2,017,550	2,864,933	19,027,046	62,042	307	1.60%
2018	12,663,213	355,330	1,593	1,637,040	3,042,232	17,699,408	62,225	284	1.45%
2019	11,920,559	1,180,522	793	1,246,530	4,634,579	18,982,983	62,996	301	1.51%
2020	11,117,248	1,210,053	-	841,020	5,332,957	18,501,278	62,822	295	1.45%
2021	10,235,132	1,435,403	-	425,510	5,070,329	17,166,374	62,146	276	1.33%
2022	9,277,418	17,562,333	4,657	-	4,775,352	31,619,760	59,229	534	2.52%
2023	8,238,693	17,824,969	3,417	-	4,476,846	30,543,925	58,906	519	2.01%

(1) Divided by the Per Capita Personal Income From Table 19 - Demographic and Economic Statistics
(2) In fiscal 2016 the FMLC 2016 Bond was issued for the purpose of refunding the outstanding FMLC Series 2001A Bond
(3) Effective 2022 the term term Capital Lease was eliminated with the implementation of GASB 87

TABLE 12

CITY OF NORTH MIAMI, FLORIDA
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA (Unaudited)
LAST TEN FISCAL YEARS

Fiscal Year	(1) Population*	(2) Assessed Value*	(3) Gross Bonded Debt*	Net Bonded Debt*	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per Capita
2014	61	$ 2,191,309	$ 16,020	$ 16,020	73%	261
2015	59	$ 2,387,386	$ 15,395	$ 15,395	64%	262
2016	59	$ 2,598,243	$ 14,725	$ 14,725	57%	250
2017	59	$ 2,829,716	$ 14,005	$ 14,005	49%	238
2018	62	$ 3,055,021	$ 13,235	$ 13,235	43%	213
2019	63	$ 3,281,666	$ 12,405	$ 12,405	38%	197
2020	63	$ 3,595,357	$ 11,520	$ 11,520	32%	183
2021	62	$ 3,954,255	$ 10,570	$ 10,570	27%	170
2022	59	$ 4,534,978	$ 9,550	$ 9,550	21%	161
2023	59	$ 5,199,016	$ 8,455	$ 8,455	16%	144

* Amounts expressed in thousands.

Source: City of North Miami Finance Department.

(1) From Table 19.

(2) From Table 6.

(3) General obligation bonded debt is expected to be repaid with general government resources.

TABLE 13

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF DIRECT AND OVERLAPPING DEBT (Unaudited)
(IN THOUSANDS)
SEPTEMBER 30, 2023

Jurisdiction	Taxable Property Value	Net Debt Outstanding	Percentage Applicable To North Miami	Amount Applicable To North Miami
Direct:				
City of North Miami [1]	$ 5,057,288	$ 26,063,662	100%	$ 26,063,662
Overlapping:				
Miami-Dade County [2]	490,178,657	2,336,015	1.03% [4]	24,101
Miami-Dade County Schools [3]	509,432,962	1,133,729	0.99% [4]	11,255
Total overlapping debt		3,469,744		35,356
Total direct and overlapping debt		$ 29,533,406		$ 26,099,018

(1) Includes lease obligations

(2) Source: Miami-Dade County Property Appraiser - Taxable Property Estimated Value as of July 1, 2023, amounts and Net General Obligation Bonded Debt Outstanding figures are as of September 30, 2023

(3) Source: School Board of Miami-Dade County Division of Accounting - Taxable Property Value reflects July 1, 2023 amounts and Net General Obligation Bonded Debt Outstanding figures are as of June 30, 2023.

(4) Based on the percentage of the County's/School Board's tax roll valuation comprised of real and personal property situated in the City of North Miami. The percentage applicable to North Miami is estimated using taxable assessed property values. Value that is within the City's boundaries and dividing it by the County's and School Board's total 2023 preliminary taxable value.

TABLE 14

CITY OF NORTH MIAMI, FLORIDA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR BONDED DEBT [1]
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES (Unaudited)
LAST TEN FISCAL YEARS
(IN THOUSAND DOLLARS)

Fiscal Year	Principal	Interest [2]	Total Debt Service	Total General Governmental Expenditures [3]	Ratio of Debt Service to General Governmental Expenditures
2014	585	1,494	2,079	58,146	4.0%
2015	625	1,150	1,775	58,146	3.0%
2016	779	844	1,623	65,553	2.0%
2017	877	789	1,666	70,601	2.0%
2018	1,022	761	1,783	78,776	2.0%
2019	839	579	1,418	81,018	2.0%
2020	954	899	1,853	83,522	2.0%
2021	950	835	1,785	77,162	2.0%
2022	1,020	766	1,786	64,198	3.0%
2023	1,095	692	1,787	65,760	3.0%

(1) Includes debt service for general obligation and special obligation debt.

(2) Includes debt issuance and other costs.

(3) Does not include expenditures for capital projects funds.

TABLE 15

CITY OF NORTH MIAMI, FLORIDA
SCHEDULE OF REVENUE BOND COVERAGE
WATER & SEWER AND STORMWATER ENTERPRISE FUNDS (Unaudited)
(IN THOUSANDS)
LAST TEN FISCAL YEARS

Fiscal Year		Operating Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
2014		30,497	23,422	7,075	300	152	452	15.65
2015		37,192	26,775	10,417	315	137	452	23.05
2016	(4)	35,290	27,943	7,347	330	103	433	16.97
2017		34,297	30,386	3,911	603	197	800	4.89
2018		36,696	32,170	4,525	523	99	622	7.27
2019		34,210	31,816	2,394	534	86	620	3.86
2020		34,720	31,487	3,233	737	79	816	3.96
2021		34,654	34,164	489	678	154	832	0.59
2022		36,894	33,775	3,119	723	61	784	3.98
2023		39,666	36,539	3,127	299	76	375	8.35

(1) Total operating revenues, plus interest income and operating grants.

(2) Total operating expenses excluding depreciation.

(3) Including fiscal charges.

(4) In fiscal year 2016 the revenue amounts were revised as a result of a restatement

TABLE 16

CITY OF NORTH MIAMI, FLORIDA
FISCAL YEAR BUDGETED AND HISTORIC NON-AD VALOREM FUNDS (Unaudited)
FISCAL YEAR ENDED SEPTEMBER 30, 2023

Sources of Funds	2024 (Budgeted) (6)	2023	2022	2021	2020	2019	2018	2017
General government funds (1):								
Franchise fees	$ 5,106,435	$ 4,423,028	$ 4,294,905	$ 4,369,008	$ 4,376,529	$ 4,323,846	$ 4,132,730	$ 3,938,066
Utility taxes	3,873,710	3,764,093	3,915,623	3,763,707	3,663,407	3,517,469	3,681,003	3,672,003
Communication services tax	1,120,285	1,047,087	1,036,291	1,000,000	1,200,000	1,165,811	1,297,205	1,620,000
Licenses and permits	1,242,000	958,056	942,257	907,257	7,326,202	4,901,352	4,029,604	3,715,830
Intergovernmental revenues (2)	10,316,412	8,627,766	8,151,004	7,634,489	8,559,325	7,702,962	7,549,406	6,942,319
Charges for services (3)	7,142,243	7,491,090	5,579,832	6,923,914	6,006,557	4,937,245	5,498,383	4,583,081
Fines and forfeitures	437,050	408,053	442,120	646,600	718,300	1,054,633	786,836	735,830
Other (5)	5,627,499	5,749,123	5,453,310	6,710,843	8,436,766	6,598,372	9,572,444	3,650,801
Total general government non-ad valorem funds	34,865,634	32,468,296	29,815,342	31,955,818	40,287,086	34,201,690	36,547,611	28,857,930
Enterprise funds (4):								
Water and sewer utility	60,170,529	46,231,967	46,437,852	49,973,082	59,532,531	49,372,814	51,109,343	51,453,090
Stormwater utility	4,458,924	3,034,424	3,655,000	4,305,197	4,138,138	4,389,308	4,356,721	2,795,257
Total enterprise funds non-ad valorem funds	64,629,453	49,266,391	50,092,852	54,278,279	63,670,669	53,762,122	55,466,064	54,248,347
Total non-ad valorem funds	$ 99,495,087	$ 81,734,687	$ 79,908,194	$ 86,234,097	$ 103,957,755	$ 87,963,812	$ 92,013,675	$ 83,106,277

(1) Includes general fund, special revenue funds and debt service funds; excludes capital project funds.

(2) All intergovernmental revenue restricted for specific use and not available to fund debt service has been excluded from this category.

(3) Includes interfund services provided and used.

(4) Only operating revenues are shown.

(5) Excludes revenues legally restricted for specific use and not available to fund debt service.

(6) As originally budgeted.

TABLE 17

CITY OF NORTH MIAMI, FLORIDA
DEBT SERVICE REQUIREMENTS AND COVERAGE (Unaudited)
OUTSTANDING AND PROPOSED
PAYABLE FROM NON-AD VALOREM FUNDS

Fiscal Year	Outstanding Debt Service (1)	(3) City of North Miami 2010 Taxable Promissory Note (Pension) Principal	Interest	Total	Non-Ad Valorem Funds (2)	Coverage Ratio Percentage
2024	1,787,988	1,175,000	612,988	1,787,988	81,734,687	2.19%
2025	1,787,800	1,260,000	527,800	1,787,800	81,734,687	2.19%
2026	1,786,450	1,350,000	436,450	1,786,450	81,734,687	2.19%
2027	1,788,575	1,450,000	338,575	1,788,575	81,734,687	2.19%
2028	1,788,449	1,555,000	233,449	1,788,449	81,734,687	2.19%
2029	1,785,713	1,665,000	120,713	1,785,713	81,734,687	2.18%
	$ 10,724,975	$ 8,455,000	$ 2,269,975	$ 10,724,975	$ 490,408,122	

(1) This assumes that total debt service for this debt is paid from Non-Ad Valorem Funds (see Table 18).

(2) This reflects the budgeted funds available for the fiscal year ended September 30 from General Government Non-Ad Valorem Funds and Enterprise Funds (see Table 16).

(3) Reflects new debt issuance. The Taxable Special Obligation Refunding Bonds-Series 2002 (Pension) were refunded in February 2010 through the issuance of City of North Miami Taxable Promissory Note, Series 2010.

TABLE 18

CITY OF NORTH MIAMI, FLORIDA
DEBT SERVICE PAYABLE FROM PORTIONS OF THE NON-AD VALOREM FUNDS
(Unaudited)

Year	2010 Taxable Promissory Note (Pension)
2024	1,787,988
2025	1,787,800
2026	1,786,450
2027	1,788,575
2028	1,788,449
2029	1,785,713
Total	$ 10,724,975

Source: City of North Miami, Florida Finance Department



Demographic/Economic



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TABLE 19

CITY OF NORTH MIAMI, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS (Unaudited)
LAST TEN FISCAL YEARS

Fiscal Year	(1) Population	Personal Income (in thousands)	(2) Per Capita Personal Income	(3) Median Age	(4) School Enrollment	(5) Unemployment Rate Percentage
2014	61,420	$ 1,109,675	$ 18,067	34	323,301	7.3
2015	58,786	$ 1,131,869	$ 18,428	34	349,822	9.8
2016	57,146	$ 1,154,506	$ 18,799	34	349,817	4.9
2017	62,042	$ 1,177,596	$ 19,170	34	356,086	4.8
2018	62,225	$ 1,201,148	$ 19,554	34	354,263	4.2
2019	62,996	$ 1,225,171	$ 19,945	35	350,101	3.3
2020	62,822	$ 1,249,674	$ 20,344	35	346,427	11.9
2021	62,146	$ 1,274,668	$ 20,751	36	332,776	4.7
2022	59,229	$ 1,300,161	$ 21,166	36	331,483	1.7
2023	58,906	$ 1,586,197	$ 25,822	38	340,052	1.5

(1) U.S. Census Bureau

(2) Data 2023 based on U.S. Census of Population 2022. Per Capita Income in past 12 months (in 2022 dollars), 2018-2022

(3) U.S. Census Bureau, Census 2022.

(4) Source: Miami-Dade County School Board. Data is for the School District of Miami-Dade County.

(5) U.S. Department of Labor, Bureau of Labor Statistics.

TABLE 20

CITY OF NORTH MIAMI, FLORIDA
PRINCIPAL EMPLOYERS (Unaudited)
CURRENT YEAR AND TEN YEARS AGO

	2023			2014		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Miami-Dade Public Schools	909	1	2.88	-	-	-
City of North Miami (Including Police Dept.)	464	2	1.47	369	4	1.25
Florida International University	460	3	1.46	450	2	1.53
Villa Marie Nursing Home	398	4	1.26	400	3	1.36
Sunshine Family Medical Center	300	5	-	-	-	-
Publix Super Markets	276	6	0.88	250	5	0.85
Lexus Of North Miami	250	7	0.79	184	7	0.62
Costco	226	8	0.72	-	-	-
Fountain Manor Nursing & Rehab	184	9	0.58	-	-	-
Best Western	147	10	0.47	-	-	-
Total	3,614		10.51	1,653		5.60
Estimated Labor Force	31,538			29,493		

Source: Economic Development Division

TABLE 21

CITY OF NORTH MIAMI, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION (Unaudited)
LAST TEN FISCAL YEARS

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities:										
General government	51	58	58	80	86	88	76	108	126	105
Public safety	176	159	159	149	151	155	144	149	143	153
Transportation	8	42	42	55	51	50	46	40	6	40
Personnel services	5	6	6	6	6	6	4	4	5	5
Culture and recreation	73	54	54	56	54	57	49	25	36	31
Economic environment	9	10	10	10	8	7	11	15	15	23
Business-type activities:										
Water & sewer utility	38	42	42	49	51	49	46	42	48	51
Stormwater	9	9	9	7	15	12	14	8	5	6
Total	369	380	380	412	422	424	390	391	384	414

Source: City Personnel Department



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Operating Information



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TABLE 22

CITY OF NORTH MIAMI, FLORIDA
OPERATING INDICATORS BY FUNCTION (Unaudited)
LAST TEN FISCAL YEARS

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public safety:										
Police: (1)										
Physical arrests	3,961	3,218	1,563	1,448	1,442	1,218	1,013	968	772	909
Traffic citations	28,247	23,728	16,332	11,718	13,023	8,923	5,758	7,991	5,365	6,403
Parking citations	2,102	2,229	2,644	2,018	2,566	2,953	1,861	1,606	1,704	1,319
Number of calls for service	47,218	50,177	46,664	46,610	53,529	48,065	63,769	75,404	68,122	64,639
Fire: (2)										
Number of calls answered	9731	9838	10,163	9,070	11,842	9,208	9,412	12,928	8,059	9,941
Culture and recreation: (3)										
Athletic field permits issued (rentals):										
Soccer	360	310	325	295	125	95	1	1	2	26
Football	102	78	64	45	-	-	4	3	2	3
Baseball	29	27	45	57	51	50	-	2	3	7
Basketball	67	25	48	148	178	120	6	0	7	5
Other(Rugby, Kickball, Field Hockey)	46	35	56	28	15	16	6	1	6	2
Membership (yearly):										
Tennis	15	8	4	4	1	25	37	21	24	17
Swim	1	2	0	0	-	1	0	0	0	
Adult center	175	119	132	90	166	162	58	0	33	147
Afterschool	81	31	21	26	58	32	7	0	24	
Camp program participants	929	1,152	1,737	1,119	1,226	1,199	16	0	135	30
Youth athletic participants (all sports)	615	448	655	583	841	632	50	0	35	174
Adult participants (all sports)	150	0	125	748	150	195	0	0	0	395
Water: (4)										
Daily average treatment in gallons (plant)	7,894,603	7,558,849	6,876,175	5,403,781	3,188,301	5,272,111	6,915,479	6,077,068	6,447,507	5,482,493
Average daily consumption in gallons	12,347,589	13,300,054	11,499,644	12,517,534	12,689,616	12,958,383	13,264,301	13,086,849	12,734,136	13,039,808
Solid waste:										
Refuse and trash collected (tons) (5)	-	-	-	15,658.00	11,101	10,941	11,885	11,938	21,766	19,739.44
Stormwater:										
Equivalent and commercial residential units (ERU's)	34,934.00	35,495	35,394	35,237	35,188	36,334	36,704	36,778	36,484	37,037

(1) Source: North Miami Police Department
(2) Source: Miami-Dade County Fire Department
(3) Source: North Miami Parks and Recreation Department
(4) Source: North Miami Public Works Department
The difference between the daily average treatment in gallons and average daily consumption in gallons represents water purchased from Miami-Dade County.
*In 2008, daily average treatment in gallons (plant) decreased due to the main raw water well being out of service.
(5) Solid waster services outsourced.
N/A - Not available

TABLE 23

CITY OF NORTH MIAMI, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION (Unaudited)
LAST TEN FISCAL YEARS

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public safety:										
Police:										
Stations (including off-site locations)	1	2	2	2	2	1	1	1	1	1
Patrol units	64	64	64	68	68	93	71	88	89	89
Transportation:										
Streets (miles)	136	136	136	113	113	109	109	109	132	132
Street lights (FPL and City owned) (1)	4,397	4,447	4,447	2,623	2623	2,623	2,623	2,752	2,752	2,752
Culture and recreation:										
Library	1	1	1	1	1	1	1	1	1	1
Museums	1	1	1	1	1	1	1	1	1	1
Parks	16	16	17	16	17	18	19	19	19	19
Park acreage	549	549	549	549	549	549	549	549	550	550
Swimming pools	1	1	1	1	1	1	1	1	1	1
Tennis courts	25	25	25	25	25	25	25	25	27	27
Community centers	7	7	7	7	7	7	7	8	9	8
Water:										
Water mains (miles)	311	311	311	311	311	311	312	316	320	324
Maximum daily capacity in gallons	9,300,000	9,300,000	9,300,000	9,300,000	9300000	9,300,000	9,300,000	9,300,000	9,300,000	9,300,000
Fire hydrants	927	927	927	935	941	941	959	969	971	981
Sewage system:										
Miles of storm sewers	38	38	38	38	39	39	39	39	39	39
Miles of sanitary sewers	175	175	175	175	175	175	175	175	178	178
Solid waste:										
Collection trucks	2	-	-	-	-	-	-	-	-	

Sources: Various city departments.

Note: No capital asset indicators are available for the general government function.

(1) This number represents the total number of poles in the City.

IV. Compliance Section



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CITY OF NORTH MIAMI, FLORIDA

SINGLE AUDIT REPORTS IN ACCORDANCE WITH THE UNIFORM GUIDANCE

FOR THE YEAR ENDED SEPTEMBER 30, 2023

CITY OF NORTH MIAMI, FLORIDA
COMPLIANCE SECTION
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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

To the Honorable Mayor and Members of the City Council
City of North Miami, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Miami, Florida (the City), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated May 17, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of City'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 or significant deficiencies may exist that were not identified.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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



North Miami, Florida
May 17, 2024

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor and Members of the City Council
City of North Miami, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of North Miami, Florida's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the fiscal year ended September 30, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

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Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

CLIENT FOCUSED AB SOLUTION DRIVEN

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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



North Miami, Florida
May 17, 2024

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CITY OF NORTH MIAMI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

FEDERAL AGENCY/PASS-THROUGH GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	GRANT OR IDENTIFYING NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	EXPENDITURES
U.S. Department of Housing And Urban Development				
Community Development Block Grant Entitlement	14.218	B-17-MC-12-0039		$ 131,841
Community Development Block Grant Entitlement	14.218	B-18-MC-12-0039		24,902
Community Development Block Grant Entitlement	14.218	B-19-MC-12-0039		122,410
Community Development Block Grant Entitlement	14.218	B-20-MC-12-0039		255,403
Community Development Block Grant Entitlement - Corona Virus	14.218	B-20-MW-12-0039		30,268
Community Development Block Grant Entitlement	14.218	B-21-MC-12-0039		241,779
Community Development Block Grant Entitlement	14.218	B-22-MC-12-0039		391,280
Sub-Total				1,197,883
Home Investment Partnerships Program	14.239	M-16-MC-12-0231		111
Home Investment Partnerships Program	14.239	M-18-MC-12-0231		26,407
Home Investment Partnerships Program	14.239	M-19-MC-12-0231		129,214
Home Investment Partnerships Program	14.239	M-20-MC-12-0231		1,156
Home Investment Partnerships Program	14.239	M-21-MP-12-0231		480,666
Home Investment Partnerships Program	14.239	M-21-MC-12-0231		2,662
Home Investment Partnerships Program	14.239	M-22-MC-12-0231		30,311
Sub-Total				670,527
Neighborhood Stabilization Program 1	14.264	B-08-MN-12-0019		21,979
Neighborhood Stabilization Program 3	14.264	B-11-MN-12-0019		147,898
Sub-Total				169,877
Total U.S. Department of Housing and Urban Development				2,038,287
U.S. Department of Justice				
Pass Through Florida Department of Law Enforcement (FDLE)				
Missing Alzheimer's Disease Patient Assistance Program (2021 BJA FY 21 the Kevin and Avonte Program)	16.015	15PBJA-21-GG-02957-MAPX		10,853
Pass Through the State of Florida Office of the Attorney General				
Crime Victim Assistance / Victim's Intervention Program Grant (VOCA) FY 19/20	16.575	VOCA-2022-850		75,114
Bulletproof Vest Partnership Grant Program-03	16.607	2020		3,492
Pass Through Miami-Dade County				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-00241-MUMU		3,600
Law Enforcement Agency Equitable Sharing Fund From Justice	16.922	N/A		7,035
Total U.S. Department of Justice				100,094

See Notes to Schedule.

CITY OF NORTH MIAMI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

FEDERAL AGENCY/PASS-THROUGH GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	GRANT OR IDENTIFYING NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	EXPENDITURES
U.S. Department of Treasury				
Equitable Sharing Program	21.016	N/A		193,700
Pass Through Miami-Dade County				
Coronavirus State and Local Fiscal Recovery Funds (SLFRF)	21.027			1,757,335
Total United States Department of Treasury				1,951,035
U.S. Department of Homeland Security				
Pass Through State of Florida, Division of Emergency Management				
Hazard Mitigation Grant Program	97.039	4337-273-R	FEMA-DR-4337-DR-FL	372,468
Hazard Mitigation Grant Program	97.039	4337-383-R	FEMA-DR-4337-FL	230,850
Total U.S. Department of Homeland Security				603,318
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 4,692,734

See Notes to Schedule.

Note 1 - General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of all federal awards of the City of North Miami, Florida (the City) for the year ended September 30, 2023.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the financial statements. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net positions, or cash flows of the City.

Basis of Accounting

The expenditures in the accompanying Schedule are presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recognized when the City becomes obligated for a payment as a result of the receipt of the related goods or services.

Note 3 - Contingencies

Grant monies received and disbursed by the City are for specific purposes and are subject to review by grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures.

Management is not aware of any material questioned or disallowed costs as a result of grant audits in process or completed; however, the possible disallowance by a governmental agency of any item charged to a program cannot be determined at this time.

Note 4 - Subrecipients

Of the federal awards presented in the Schedules, the City did not provide any amounts to subrecipients.

Note 5 - Indirect Cost Rate

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

CITY OF NORTH MIAMI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Section I - Summary of Independent Auditors' Results

Financial Statements

Type of auditors' report issued:		**Unmodified**
• Material weakness(es) identified?	____ Yes	__X__ No
• Significant deficiency(ies) identified that are not considered to be a material weakness?	____ Yes	__X__ None Reported
• Noncompliance material to financial statements noted?	____ Yes	__X__ No

Federal Awards

Internal control over major Federal programs

• Material weakness(es) identified?	____ Yes	__X__ No
• Significant deficiency(ies) identified that are not considered to be a material weakness?	____ Yes	__X__ None Reported

Type of Auditors' Report issued on Compliance for Major Federal Programs		**Unmodified**
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance ?	____ Yes	__X__ No

Identification of Major Federal Programs:

Assistance Listing Number	Name of Federal Programs
21.027	Coronavirus State and Local Fiscal Recovery Funds (SLFRF)
97.039	Hazard Mitigation Grant Program (HMGP)

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000	
Auditee qualified as a low-risk auditee?	____ Yes	__X__ No

Section II - Financial Statement - Current Year Findings and Questioned Costs

There were no findings and questioned costs noted during the current year.

Section III - Prior Year Findings - Financial Statement Audit

2020-02 Capital Assets

Criteria

Internal control policies and procedures should provide reasonable assurance regarding the reliability of the financial reporting process, including the accurate recording and disclosure of accounting transactions.

Condition

Material accounting adjustments were made to capital asset balances in order for the financial statements to comply with generally accepted accounting principles.

Context

The condition relates to the proper accounting for capital assets on an ongoing basis.

Cause

Established controls requiring the reconciliation and review of capital asset account balances failed to identify the errors noted.

Effect

The October 1, 2019, net position balance of the governmental activities was restated to properly report financial statement balances.

Recommendation

We recommend that management review the design of established internal controls and implement the changes necessary to allow for the accurate recording and disclosure of capital asset balances on an ongoing basis.

Current Year Status

The City has substantially completed the process, this finding has been satisfactorily addressed.

.

Section III - Prior Year Findings - Financial Statement Audit (cont'd)

2020-03 Water & Sewer and Stormwater Accounts Receivables

Criteria

The timely billing and collection for water & sewer and stormwater services provided to residents and businesses operating within the City is essential to the City's ongoing operations.

Condition

We noted that the water & sewer and stormwater accounts receivable balances due for services provided to residents and businesses operating within the City have shown a steady increase for the fiscal years 2016 through 2020, as follows:

	Fiscal Year				
	2016	2017	2018	2019	2020
Water & sewer and stormwater accounts receivables, net	$ 13,900,856	$ 15,140,690	$ 15,960,187	$ 16,192,683	$ 16,440,475

Cause

The City currently bills for water & sewer and stormwater services provided on a quarterly basis, which allows for the accumulation of significant unpaid accounts receivable balances on an ongoing basis. Additionally, the City has experienced a steady increase in the rate of nonpaying customers for fiscal years 2016 through 2020.

Effect

This has resulted in a higher than normal rate of accounts receivable write-offs, nonpayment for services received by residents and businesses over time and an ultimate loss of revenues to the City. For the year ended September 30, 2020, management recorded an estimated allowance of $3,462,307 for customer balances not considered to be collectible in future periods. If not addressed, this will result in a cash flow shortage to City.

Recommendation

We recommend that management consider taking the following actions to address the condition identified above:

- Implement monthly billing cycles for all accounts
- Update City policy to establish customer credit limits
- Increase collection efforts on all past due balances, to include taking legal action as necessary to collect significant individual account balances due
- Record liens on properties for nonpayment, to ensure that outstanding receivable balances are collected at a future date

These actions will improve the City's collection rates and increase revenues and cash flows on an ongoing basis.

Section III - Prior Year Findings - Financial Statement Audit (cont'd)

2020-03 Water & Sewer and Stormwater Accounts Receivables (cont'd)

Current Year Status

The City has devised and implemented strategies to improve collections of outstanding accounts receivables, this finding has been satisfactorily addressed.

Section IV - Federal Award —Current Year Findings and Questioned Costs

None reported.

Section V - Federal Award —Prior Year Findings and Questioned Costs

None reported.

MANAGEMENT LETTER IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

MANAGEMENT LETTER IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

MANAGEMENT LETTER IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Report on the Financial Statements

We have audited the financial statements of the City of North Miami, Florida (the City), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated May 17, 2024. Our report includes a reference to other auditors who audited the financial statements of the following component units and funds:

Component Units / Funds	Classification
• North Miami Community Redevelopment Agency	• Major fund
• Museum of Contemporary Art	• Nonmajor special revenue fund
• North Miami Police Pension Plan	• Aggregate remaining fund information
• Clair T. Singerman Plan	• Aggregate remaining fund information

This management letter does not include the results of the other auditors' testing of compliance and other matters that are reported on separately by those auditors.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report(s) 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 May 17, 2024, should be considered in conjunction with this management letter.

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Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding financial audit report. Corrective actions have been taken to address the findings and recommendations made in the preceding annual financial audit report.

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 name or official title and legal authority of the Primary government and component units are disclosed in Note 1 to the financial statements.

Financial Condition and Management

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

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

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.

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6., Rules of the Auditor General, the required information is included in the CRA's audit report dated February 29, 2024.

Additional Matters

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

CLIENT FOCUSED AB SOLUTION DRIVEN

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, members of the City Council and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



North Miami Florida
May 17, 2024

CLIENT FOCUSED AB SOLUTION DRIVEN

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415 FLORIDA STATUTES, LOCAL GOVERNMENT INVESTMENT POLICIES

To the Honorable Mayor and Member of the City Council
City of North Miami, Florida

We have examined the City of North Miami (the "City") compliance with *Section 218.415, Florida Statutes, Local Government Investment Policies* for the year ended September 30, 2023. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City complied, in all material respects, with *Section 218.415, Florida Statutes, Local Government Investment Policies* during the period October 1, 2022 to September 30, 2023.

This report is intended solely for the information and use of the Florida Auditor General, the Honorable Mayor, Members of the City Council, the City Manager, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

North Miami, Florida
May 17, 2024

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NORTH MIAMI
FLORIDA

IM PACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Angela Reyes-Santana who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the City of North Miami which is a local government entity of the State of Florida.

2. The governing body of the City of North Miami adopted Ordinance No. 1302 implementing an impact fee or authorized the City of North Miami to receive and expend proceeds of an impact fee implemented; and

3. The City of North Miami has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Angela Reyes-Santana– Chief Financial Officer

STATE OF FLORIDA
COUNTY OF THE CITY OF NORTH MIAMI

SWORN TO AND SUBSCRIBED before me this 11 day of June 2024.

NOTARY PUBLIC
Print Name Marilu NAVA

Personally known ✓ or produced identification ____

Type of identification produced: ____

My Commission Expires: 09/26/2024

Notary Public State of Florida
Marilu Nava
My Commission HH 042945
Expires 09/26/2024

776 NE 125 Street | North Miami | Florida | 33161 305.893.6511 Fax: 305.981-4027

Annual Comprehensive Financial Report

Fiscal Year Ended September 30, 2023

NorthMiamiFL.gov