PALM BEACH Gardens



THE CITY OF PALM BEACH GARDENS, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED SEPTEMBER 30, 2023

CITY OF PALM BEACH GARDENS, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Prepared By
Finance Department
City of Palm Beach Gardens, Florida

CITY OF PALM BEACH GARDENS, FLORIDA

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INTRODUCTORY SECTION

May 30, 2024

To the Honorable Mayor, Members of the Governing Council, and Citizens of the City of Palm Beach Gardens, Florida

State law requires that all general-purpose local governments publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America ("GAAP") and audited in accordance with generally accepted auditing standards and government auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the City of Palm Beach Gardens, Florida for the fiscal year ended September 30, 2023.

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

The City of Palm Beach Gardens' financial statements have been audited by Marcum LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Palm Beach Gardens for the year ended September 30, 2023, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering unmodified opinions that the City of Palm Beach Gardens' financial statements for the year ended September 30, 2023, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of the Government

Established in 1959, Palm Beach Gardens is situated in the southeastern region of Florida, approximately 7 miles north of West Palm Beach and 70 miles north of Miami. With a vast land area spanning 56 square miles, it stands as one of the largest cities in Palm Beach County. The city's population is currently 60,675. The City is empowered to levy a property tax on real property located within its boundaries. The city also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the City Council.

The City of Palm Beach Gardens has operated under the Council-Manager form of government from its inception. Policy-making and legislative authority are vested in the Governing Council, which consists of a Mayor and four Council Members. The Governing Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the Governing Council, for overseeing the day-to-day operations of the City and for appointing the heads of the City's departments. The Council is elected on a non-partisan basis. Council Members are elected to three-year staggered terms, with two Council Members elected one year and three Council Members the following year. The Council Members are elected at large; the Mayor is selected annually from among the Council Members by the Council Members themselves.

The City of Palm Beach Gardens provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events. Water and sewer services are provided through Seacoast Utilities, a legally separate Water and Sewer Authority, which functions totally independent of the City of Palm Beach Gardens, and therefore has not been included as an integral part of the City of Palm Beach Gardens' financial statements. There are no component units of the City of Palm Beach Gardens at this time.

The annual budget serves as the foundation for the City of Palm Beach Gardens' financial planning and control. All departments of the City of Palm Beach Gardens are required to submit requests for appropriation to the City Manager in March each year. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents this proposed budget to the Council for review prior to July 31. The Council is required to hold two public hearings on the proposed budget and to adopt a final budget no later than September 30, the close of the City of Palm Beach Gardens' fiscal year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). The budget may be amended in several ways. An intradepartmental or interdepartmental transfer within the same fund may be authorized by the City Manager. A transfer between different funds may be authorized initially by the City Manager, subject to approval within 30 days by resolution adopted by the City Council. A third way is a transfer from the contingency account of the City Council, which may be authorized only by resolution adopted by the Council; except that, in the event of an emergency declared by the Manager, such a transfer may be made initially upon authorization of the Manager, subject to approval within 30 days by resolution adopted by the Council. Any increase in the total appropriations for a fund must be approved by ordinance of the Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 95-96.

Local Economy. The City of Palm Beach Gardens has transformed into an affluent community boasting a diversified economic foundation, encompassing sectors such as healthcare, technology, tourism, leisure, engineering, and education. The city's economic landscape is further enriched by the presence of the Scripps Florida Research Institute and the Max Planck Society in Northern Palm Beach County. With a robust tax base, around 80% of ad valorem taxes are derived from the residential sector.

The City of Palm Beach Gardens adopts a unique approach to revenue generation, deviating from traditional municipal taxation methods. Unlike many other municipalities, the city refrains from imposing additional taxes on residents for utilities, solid waste, stormwater, or fire rescue. Moreover, residents incur only minimal charges in communication services taxes. Instead, the city predominantly relies on ad valorem taxes to fund essential services, illustrating a strategic and distinctive financial model that prioritizes the well-being of its residents.

The City of Palm Beach Gardens has been fortunate to have land mass that has been available for future development, which will only further enhance the City's economic base and allow the City to continue to prosper with additional employment opportunities and increases in property valuations and revenues. There is a significant amount of development within the City and multiple developments that could potentially increase employment.

The following are some of the significant projects that have been taking place in the City of Palm Beach Gardens:

Florida Power & Light (fka PGA Office Center)
This project was approved on June 11, 2019, via Resolution 46, 2019, and consists of a 270,000 square foot office building and three-story parking facility on Parcel A. Construction began in 2020 and has been in use since January 2023. The building had obtained its final Certificate of Occupancy before January 1 and contributed approximately $100 million or 19% of the total new construction taxable value.

Florida Power & Light – Phase II
Phase II consists of a second 249,130 SF Office Building along with a three-story 701-space parking garage. Phase II connects to the Phase 1 office building by two connecting corridors and a central courtyard. The project was approved in December of 2022.

Artistry Neighborhood (fka Alton Parcel G)
This development on 206 acre of the Alton parcel was approved on February 9, 2017, and consists of 469 single-family units, a 3,290 square foot clubhouse, and 61 acres of upland preserve. Construction remains underway and robust.

PGA Station
This project consists of the construction of an 8-story multi-use building with 200,000 square feet of office space, 7,049 square feet of retail space, and 396 multi-family units. This project was approved via Resolution 62, 2021, on November 4, 2021. The 396 multifamily apartment building is currently under construction.

Downtown Palm Beach Gardens
This project consists of realigning the entry drive aisle from Alternate A1A, modifying building elevations, hardscape and landscape plans, relocating the carousel to the lakeside, providing a master signage plan, and updating building square footage and use allocations. This was project was approved via Resolution 43, 2020, on June 25, 2020.

Alton Medical Center
The project consists of a 7-story 300 bed hospital along with two 80,000 square foot medical office buildings. This project was approved in January 2023 and construction is anticipated to start in the 4th quarter of 2023.

PGA Waterfront- Ritz Carlton Residences
The project was annexed into the City in February of 2023 and is approved for 106 luxury condo units and 29 boat slips. The 3 condo buildings have been branded as the Ritz-Carlton Residences. Construction has begun on the project.

PGA National Commerce Park
The project was approved for a 2-story 36,000 SF office building and a 1-story 50,000 SF Warehouse/Industrial/Office building. It was approved in August of 2022 and anticipated to begin construction in 4th quarter of 2023.

Avenir
Construction and sales continue at the Avenir development on the western fringes of the City. This project will consist of 3,250 homes, 2 million square feet of office space, 400,000 square feet of retail space, and 300 hotel rooms. Two of the most recent neighborhoods approved are Pods 13 and 14 in the 391-acre Panther National development. This area consists of 27 single-family lots on 26.82 acres in Pod 13 and 52-single family lots on 41.68 acres in Pod 14. The lots will be luxury homes ranging in price from $3 million to $12 million.

Avenir Town Center
The project was approved for a two phase 376,739 SF town center. The mix of uses includes grocery store, pharmacy, retail, restaurants, gym, hotel, and professional and medical office. It was approved in August of 2022 and phase I is currently under construction.

Avenir Town Center –Townhomes
Immediately north of the Avenir Town Center are the recently approved Avenir Townhomes. Designed to be integrated into the Town Center, the site is approved for 250 townhome units across 33-acres. The project was approved in November of 2022.

Avenir Pod 15
Approved in May of 2022, this is an expansive residential subdivision that contains 562 single family lots that are divided into 4 different neighborhoods covering a total of 256-acres. Construction has commenced.

The future property valuation of the City looks promising due to the aforementioned development projects. However, it is important to address the increased demand for services that will arise as a result. One area that will require particular attention is the western boundary of the city, where the Avenir development is currently taking place.

To diversify its economic base, the City of Palm Beach Gardens realized the need to attract and maintain industries and employers. The city adopted an Economic Development Element in the City's Comprehensive Plan in January 2005. Its adoption indicated the City's commitment to its economic goal to achieve a balanced and diversified economy which is compatible with the City's quality-built environment and protects important natural resources. The City adopted policies to attain the objectives of a balanced and diversified economy, moderate seasonality in employment, increase opportunity for small business enterprises, improve the availability of education and training opportunities, and maintain the balance between man-made and natural environments. Based on the skill set of its citizenry (available work force) and demographic data collected, growth in targeted cluster industries such as biotechnology, communications, information technology, medical products, marine biology, aerospace research and associated ancillary businesses would be encouraged. In furtherance of the Economic Development Element of the Comprehensive Plan, the city has actively pursued companies interested in coming to the city. The City has committed a portion of fund balance that will be used to provide future economic incentives as a way to attract companies in these industries.

The City has currently earmarked funds for three companies that have already or plan to expand and establish headquarters within the City of Palm Beach Gardens. Virtu Financial– a financial services, trading products and market making services company, Aeroclean– pathogen elimination technology company, and Carrier Corp. – a manufacturing company that focuses on HVAC, refrigeration and fire and security solutions.

Carrier Corporation was granted an ad valorem property tax exemption as part of a tax abatement agreement. In return, Carrier Corporation will retain and create 450 local jobs and commit to a capital investment of $140 million. According to the regional economic model estimates, the agreement will have a five-year local economic impact of $662.4 million.

Major industries with headquarters or divisions located within the government's boundaries or in close proximity include bioscience, technology, medical manufacturing, education, health care, financial services, and leisure service industries. Major employers include Palm Beach County School Board, Palm Beach Gardens Medical Center, TBC Corp, PGA National Resort & Spa, Zimmer Biomet, Carrier Corporation, Belcan Engineering, and ZimVe Dental & Spine.

The City of Palm Beach Gardens had an unemployment rate of 3.3% as of September 2023. This rate compares favorably to the State of Florida rate of 2.8% and to the national unemployment rate of 3.7%. With the prospect of new development projects and the addition of a number of corporate headquarters, future employment within the city appears more than stable.

Long-term financial planning. As mentioned previously, there are major developments that present many opportunities for the future financial stability of the City. However, there are also many challenges that will need to be dealt with. There will be quality of life issues that the City must face, such as transportation, roads, education, recreation, public safety and general government levels of services that must not be compromised for either existing or future residents.

Palm Beach County voters approved a ballot issue to enact a one-cent infrastructure sales surtax to pay for the acquisition and improvements to public infrastructure. The additional tax went into effect January 1, 2017, and will be in place for up to ten years with the City's share of the proceeds estimated to be approximately $30 million. The city reviewed current and long-term infrastructure needs and formulated a plan for the expenditure of the one-cent sales surtax to

address current and projected shortages of office and meeting space, current and future parks, recreation amenities, as well as the long-term maintenance needs associated with the expansion of the parks and facilities. The City earmarked funds for certain projects that will address the demands caused by growth occurring within the City.

Each year, staff prepares a long-term financial projection for the General Fund, which is the only major fund of the City, concurrently with the preparation of the annual operating and capital improvement budget. With the substantial amount of growth expected over the next 10-15 years, our current long-term financial projection becomes even more critical as additional costs and demands for services from development at Avenir, recently annexed western developments, and new City facilities must be factored into the equation.

Unassigned fund balance in the general fund (44.5% of total general fund expenditures) exceeds the policy guideline of a minimum of 17%. Due to the potential risk of future uncertainties relating to natural disasters, an economic downturn, or legislative changes that could have an impact on local government revenue, the City is dedicated to maintaining a strong fund balance position throughout the coming fiscal years.

Major Initiatives. During 2023, there were several projects completed or started that will further enhance the City's roads, parks and facilities. Major projects included Lilac Park Dog Improvements, Sandhill Crane Par 3 Course and Clubhouse, as well as the Aquatic Complex Renovation.

The following projects were completed during the fiscal year ended September 30, 2023:

The Lilac Park Dog Improvements project was completed as of September 30, 2023. The Parks & Grounds Division allocates funds in the annual budget for the replacement of sod at Lilac Dog Park. During this process, the park experienced closures lasting 2-3 weeks each year for necessary renovations. Transitioning to K9 synthetic turf offers the opportunity to keep the park open more consistently, while also enhancing drainage, sanitation, and reducing the workload associated with mowing and landscaping. The K9 synthetic turf boasts a lifespan of 10-15 years, providing a durable and long-term solution for the park's surfacing needs.

The Sandhill Crane Par 3 Course and Clubhouse project was 90% complete as of September 30, 2023. The City acquired approximately 115 acres of land adjacent to the Sandhill Crane Golf Course from the Avenir development for recreational use. In an effort to expand the City's golf course, a capital improvement project was approved for the design and construction of an 18-hole Par-3 golf course with a 14,000 square foot clubhouse. The cost of improvements were covered by the issuance of a Public Improvement Bond Series 2021.

The Aquatic Complex Renovation project was completed as of September 30, 2023. The City's main community pool was built in 1980 with 40+years of year-round use and has taken its toll on the structure that has several operational and structural deficiencies. As part of an overall expansion plan of the Burns Road Community Center, the city has allocated funding for the demolition of the community pool and the design and construction of a new pool. The new pool will be updated with family-oriented features such as a beach entry for more accessibility, a sun shelf, a 16-foot slide, a dedicated plunge area, multipurpose area, diving well, and rock walls.

Awards and Acknowledgements. The Government Finance Officers Association ("GFOA") recognized the City of Palm Beach Gardens as a triple crown winner for receiving awards for three different documents.

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Palm Beach Gardens for its annual comprehensive financial report ("ACFR") for the year ended September 30, 2022. This was the 28th consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

The GFOA awarded the Award for Distinguished Budget Presentation to the City of Palm Beach Gardens for its operating and capital improvements budget for the year ended September 30, 2023. This was the 26th consecutive year the government has received this prestigious award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The GFOA awarded the Award for Outstanding Achievement in Popular Annual Financial Reporting to the City of Palm Beach Gardens for the year ended September 30, 2022. This was the 4th consecutive year that the government has received the award for providing the public and other interested parties an easy to understand and concise overview of the information extracted from the ACFR.

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

Respectfully submitted,

Ron Ferris
City Manager

Arienne Panczak, CFE
Finance Administrator

CITY OF PALM BEACH GARDENS, FLORIDA

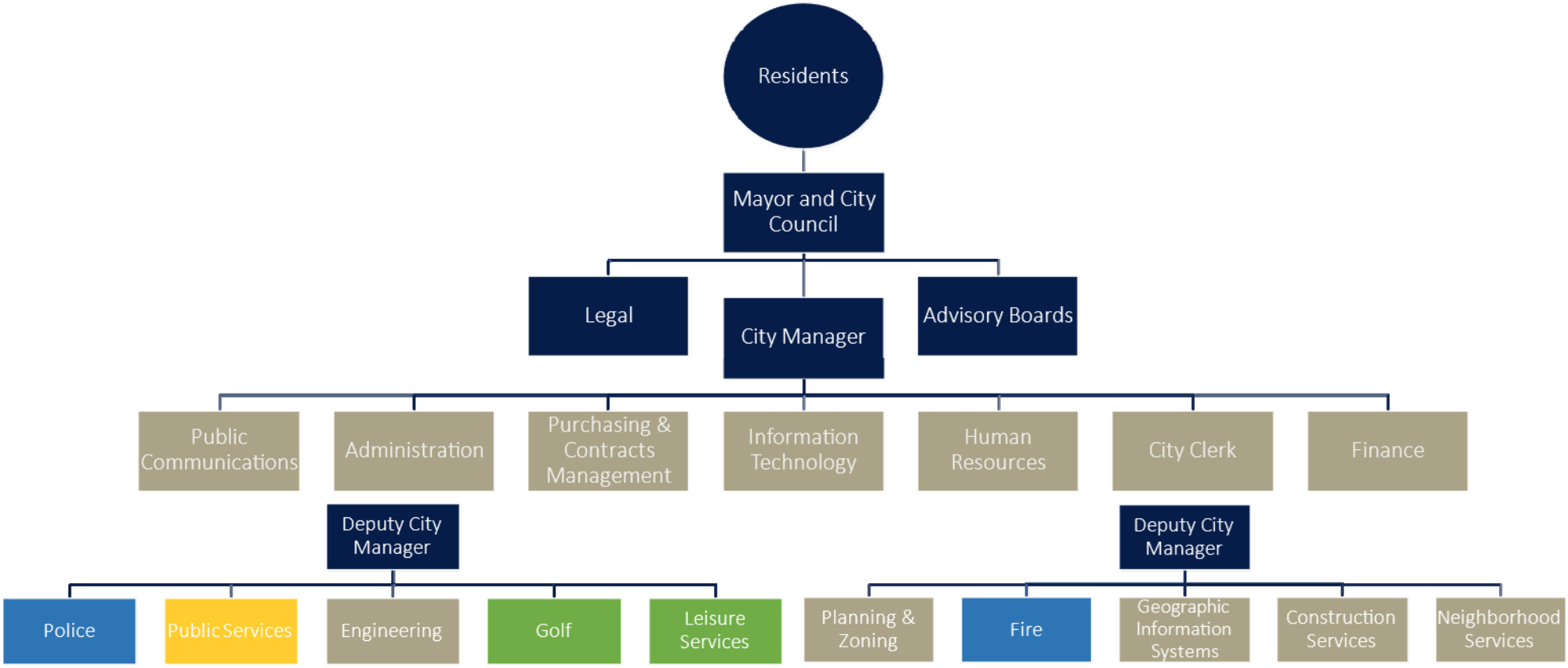
LIST OF PRINCIPAL OFFICIALS

SEPTEMBER 30, 2023

TITLE	NAME
Mayor	Chelsea Reed
Vice-Mayor	Carl Wood
Council Member	Marcie Tinsley
Council Member	Robert Permuroso
Council Member	Dana Middleton
City Manager	Ronald M. Ferris
Deputy City Manager	Stephen Stepp
Deputy City Manager	Lori Laverriere
City Attorney	Lohman Law Group, P.A.
City Clerk	Patricia Snider
Finance Administrator	Arienne Panczak
Human Resources Administrator	Sheryl Stewart
City Engineer	Todd Engle
Information Technology Administrator	Eric Holdt
Chief of Police	Clinton Shannon
Fire Chief	Keith Bryer

CITY OF PALM BEACH GARDENS, FLORIDA

ORGANIZATION CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Palm Beach Gardens
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morrill

Executive Director/CEO


PALM BEACH
Gardens

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

MARCUM
ACCOUNTANTS ▲ ADVISORS

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Council and City Manager
City of Palm Beach Gardens, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Palm Beach Gardens, Florida (the "City"), as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental 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 fiscal 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 City's Police Officers' Pension Fund and the City's Firefighters' Pension Fund, which represent 84%, 87%, and 49%, respectively, of the assets, net position/fund balance, and revenues/additions of the aggregate remaining fund information. 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 the City's Police Officers' Pension Fund and the City's Firefighters' Pension Fund, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' 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.

Marcum LLP / 525 Okeechobee Boulevard / Suite 750 / West Palm Beach, FL 33401 / **Phone** 561.653.7300 / **marcumllp.com**

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.

Auditors' 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 GAAS 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 GAAS 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 17 and the budgetary comparison schedule and notes, schedule of total OPEB liability and related ratios, the schedules of the City's net pension liability and related ratios, schedules of proportionate share of net pension liability, schedules of City contributions and the schedules of investment returns - pensions, on pages 95 through 110 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 combining and individual fund financial statements and schedules 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 fund financial statements and schedules 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 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 30, 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 City's internal control over financial reporting and compliance.

Marcum LLP

West Palm Beach, FL
May 30, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

Management's Discussion and Analysis

As management of the City of Palm Beach Gardens, Florida (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the year ended September 30, 2023. Readers are encouraged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal, which can be found on pages i to vii of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City of Palm Beach Gardens exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $195.1 million (*net position*).
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $139.1 million, an increase of approximately $32 million in comparison with the prior year. 40.5% of this total amount is available for spending at the government's discretion *(unassigned fund balance).*
- At the end of the current fiscal year, unassigned fund balance of the general fund was $56.3 million, or 44.8% of total general fund expenditures for financial reporting purposes. This amount includes the $16.3 million budget stabilization fund.
- The City's total governmental activities debt increased by $20.8 million (54%) during the current fiscal year due to the issuance of a $20.1 million capital improvement revenue bond to finance the cost of Burns Road Recreational Facilities, priority improvements within the transit-oriented development district, and the construction of a new pickleball facility.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Palm Beach Gardens' basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. In addition to these basic financial statements, this report contains other supplementary information.

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

The statement of net position presents information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference 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. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., earned but unused vacation leave). Both the government-wide and fund financial statements distinguish functions of the City that are principally supported by

taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the City include public safety, physical environment, transportation, culture and recreation, and general government services. The City does not operate any business-type activities.

The government-wide financial statements can be found on pages 18 – 19 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The 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 fund 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 the City'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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide 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 fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General fund, Road Impact Fund and the Recreation Impact Fund, of which are major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements on pages 111 – 128 of this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget (pages 95 – 96).

The basic governmental fund financial statements can be found on pages 20 – 23 of this report.

Proprietary Funds. The City maintains only one type of proprietary fund. Internal service funds are used to account for the City’s fleet maintenance and self-insurance provided to all departments on a cost reimbursement basis.

The basic proprietary fund financial statements can be found on pages 24 – 26 of this report. Combining and individual fund statements for the internal service funds can be found on pages 125 – 127 of this report.

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 statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 27 – 28 of this report. Combining and individual fund statements for the fiduciary funds can be found on pages 132 – 133 of this report.

Notes to the Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

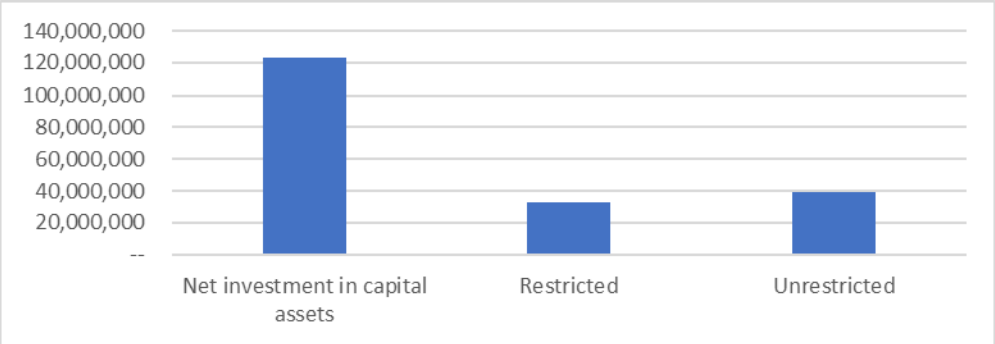
The notes to the basic financial statements can be found on pages 29 – 94 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including the budgetary comparison schedule of the General Fund and information concerning the City's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

Required supplementary information can be found on pages 95 – 110 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. In the case of the City of Palm Beach Gardens, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $195.1 million at the close of the most recent fiscal year. The largest portion of the City's net position (63.1%) represents investment in capital assets (e.g., land, buildings and improvements, roadways, machinery and equipment), less any related outstanding debt and related deferred outflows used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, they are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.



As the chart shown below illustrates, an additional portion of the City's net position, $33.1 million (16.9%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of $38.9 million (19.9%) may be used to meet the City's ongoing obligations to citizens and creditors.

City of Palm Beach Gardens
Summary of Net Position
September 30, 2023 and 2022

	Governmental Activities	
	2023	2022
Current and other assets	**$ 171,270,780**	$ 133,934,528
Capital assets, net	**162,643,688**	152,012,145
Total assets	**333,914,468**	285,946,673
Total deferred outflows of resources	**62,818,011**	32,046,081
Long-term liabilities	**178,055,485**	96,347,567
Other liabilities	**18,285,005**	13,496,928
Total liabilities	**196,340,490**	109,844,495
Total deferred inflows of resources	**5,245,273**	27,974,333
Net investment in capital assets	**123,207,020**	118,285,524
Restricted	**33,058,360**	26,611,611
Unrestricted	**38,881,336**	35,276,791
Total net position	**$ 195,146,716**	$ 180,173,926

The following table illustrates a summary of net position for Governmental activities:

At the end of the current fiscal year, the City is able to report positive balances in net position for all governmental type activities.

There was an overall increase in the City's assets of $48.0 million or 16.78% during the current fiscal year. This was mostly due to increases in cash, investment and restricted investment.

The City's deferred inflows and outflows of resources significantly changed due to the posting of activity to record changes in the net pension and total OPEB liabilities as well as deferred inflows and outflows relating to the City's pension plans. Long-term liabilities increased due to the Series 2023 Capital Improvement Revenue Bond issuance of $20.1 million as well as increases to the net pension liability. The current year's changes resulted in an increase in deferred outflows of resources of $30.8 million, an increase in liabilities of $86.5 million, and a decrease in deferred inflows of resources of $22.7 million.

The following table summarizes changes in net position for governmental activities:

City of Palm Beach Gardens
Summary of Changes in Net Position
Years Ended September 30, 2023 and 2022

	Governmental Activities	
	2023	2022
Revenues:		
Program revenues:		
Charges for services	**$ 44,454,858**	$ 43,664,554
Operating grants and contributions	**8,228,824**	8,179,973
Capital grants and contributions	**1,020,688**	2,999,410
General Revenues:		
Taxes:		
Property taxes	**79,555,916**	72,330,588
Local business tax	**1,583,926**	1,577,931
Public service taxes	**2,026,243**	2,004,552
Unrestricted intergovernmental:		
Sales tax and local option gas tax	**12,888,000**	12,019,081
State shared revenue	**2,621,204**	2,614,350
Local shared revenue	**-**	40,484
Unrestricted investment earnings (losses)	**5,491,255**	(968,919)
Gain on disposal of capital assets	**147,407**	111,193
Miscellaneous	**2,809,689**	2,972,383
Total revenues	**160,828,010**	147,545,580
Expenses:		
General government	**34,988,995**	30,288,661
Public safety	**74,270,154**	57,160,045
Culture/recreation	**17,269,984**	13,911,022
Physical environment	**15,562,270**	14,415,604
Transportation	**2,757,831**	1,916,721
Interest on long-term debt	**941,236**	863,633
Other debt service costs	**64,750**	-
Total expenses	**145,855,220**	118,555,686
Change in net position	**14,972,790**	28,989,894
Net position – beginning	**180,173,926**	151,184,032
Net position – ending	**$ 195,146,716**	$ 180,173,926

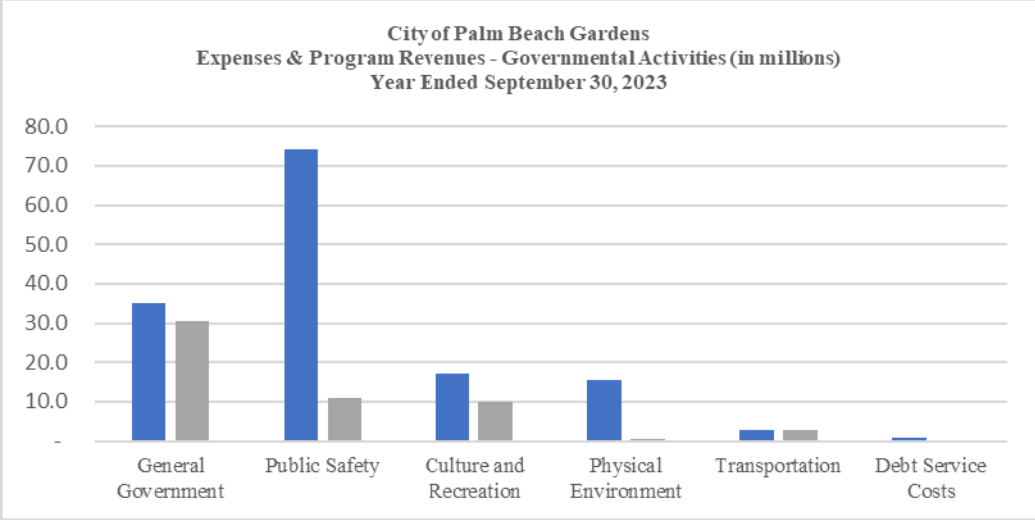
Governmental Activities. As illustrated in the table on the previous page, net position of the City's governmental activities increased by approximately $15.0 million or 8.31% from $180.2 million in last fiscal year to $195.2 million in the current fiscal year. Key elements of this increase are:

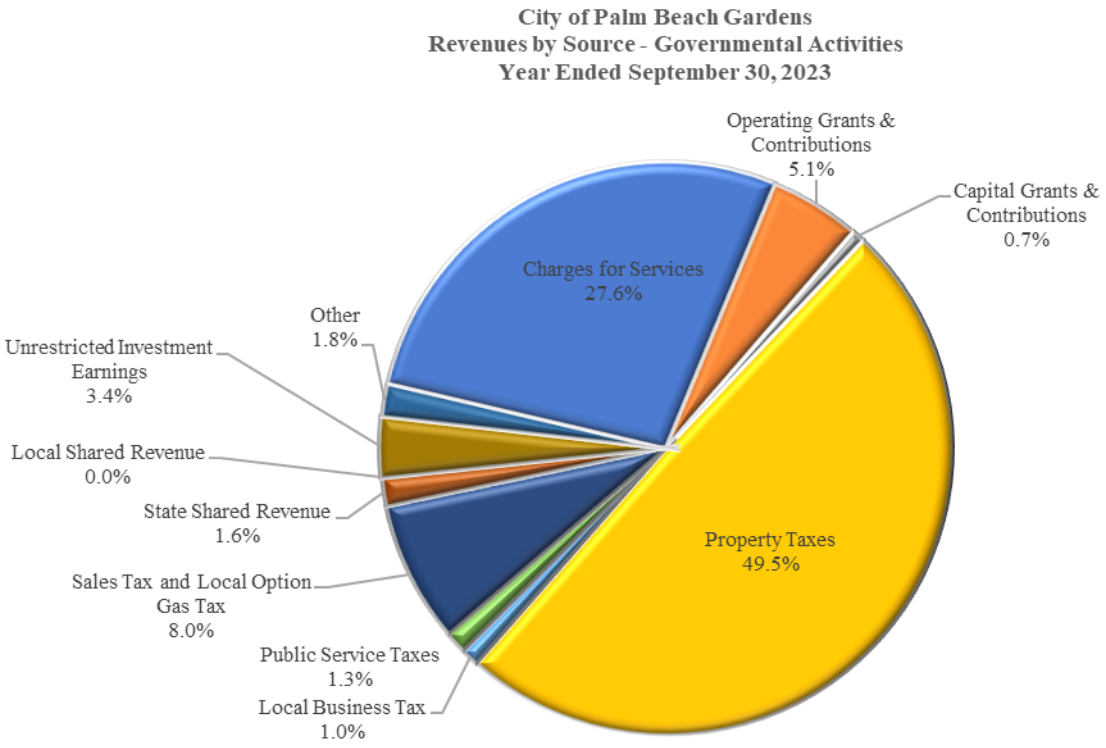
- Total revenues exceeded expenses by $14.8 million, mostly due to investment income as well as an increase in property taxes due to rising property values.

- Total revenues increased by $13.3 million as a net result of increases in property taxes of $7.2 million (10%), increases in sales tax collections of $869 thousand (7.2%), increases in charges for services of $790 thousand (1.8%) due to an increase in building permit activity. Interest earnings had the highest increase compared to the last fiscal year, of $6.5 million due to the increase in interest rates throughout the fiscal year.

- Total expenses increased $27.3 million (23%), mainly due to personnel increases and the rising cost of day-to-day operations.

The chart below depicts expenses and program revenues by function for all governmental activities. The graph illustrates the relatively minor amount of support for governmental operations that is derived from program revenues.



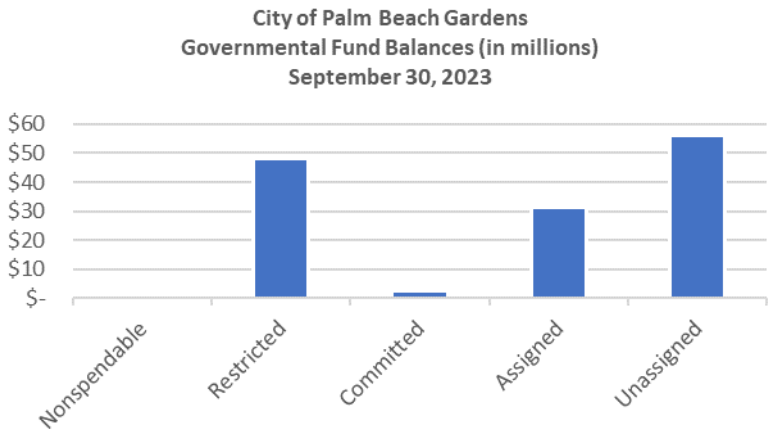


As illustrated in the chart above, property taxes comprise 49.5% of total governmental activity revenues.

Financial Analysis of the City's Funds

As noted earlier, the City of Palm Beach Gardens 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. Unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.



As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $139.1 million, an increase of $32.0 million in comparison with the prior year.

Approximately 40.5% of this total amount ($56.3 million) represents unassigned fund balance, which includes the budget stabilization fund and amounts available for spending at the City's discretion. The remainder of fund balance was restricted, committed, assigned, or nonspendable for a variety of purposes, such as construction projects, infrastructure improvements, economic development, and law enforcement.

The General Fund is the chief operating fund of the City. General tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs not paid through other funds are paid from this fund.

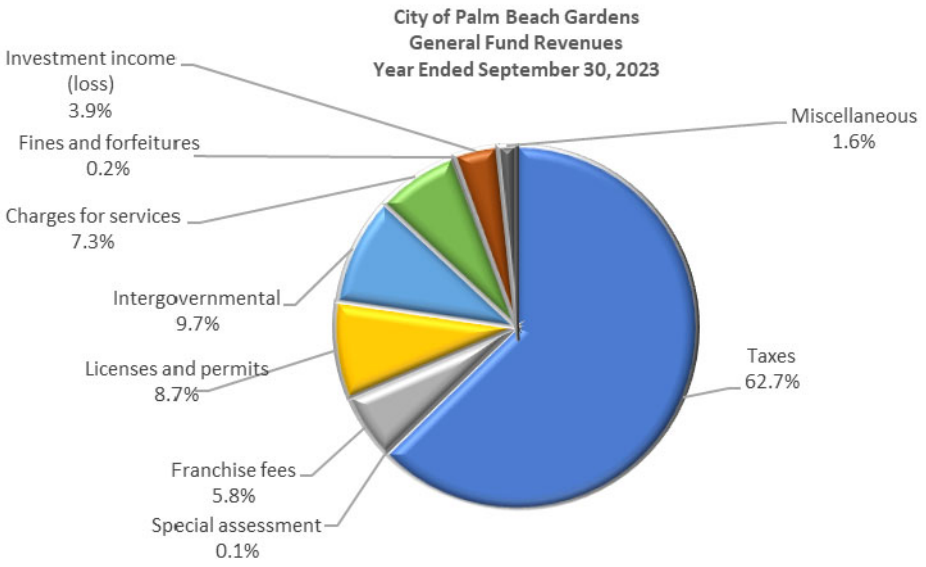
At the end of the current fiscal year, unassigned fund balance of the General Fund was $56.3 million, nonspendable fund balance was approximately $585 thousand, restricted fund balance was approximately 6.8 million, committed fund balance was approximately $2.5 million, and assigned fund balance was $23.3 million for a total fund balance of $89.5 million.

The amount of General Fund revenues by type, their percent of the total and the amount of change compared to last fiscal year are shown in the following schedule:

Revenue Sources	**2023 Amount**	**Percent of Total**	2022 Amount	Percent of Total	Increase (Decrease) From 2022	Percentage of Increase (Decrease)
Taxes	**$ 83,166,085**	**62.7%**	$ 75,913,071	63.5%	$ 7,253,014	9.6%
Special assessment	**131,359**	**0.1%**	112,402	0.1%	18,957	100.0%
Franchise fees	**7,721,199**	**5.8%**	6,777,359	5.7%	943,840	13.9%
Licenses and permits	**11,488,408**	**8.7%**	12,194,137	10.2%	(705,729)	(5.8)%
Intergovernmental	**12,810,208**	**9.7%**	14,246,821	11.9%	(1,436,613)	(10.1)%
Charges for services	**9,648,684**	**7.3%**	8,607,838	7.2%	1,040,846	12.1%
Fines and forfeitures	**318,257**	**0.2%**	423,133	0.4%	(104,876)	(24.8)%
Investment income (loss)	**5,160,098**	**3.9%**	(1,006,918)	-0.8%	6,167,016	(612.5)%
Miscellaneous	**2,169,539**	**1.6%**	2,231,412	1.9%	(61,873)	(2.8)%
Total revenues	**$ 132,613,837**	**100.0%**	$ 119,499,255	100.0%	$ 13,114,582	11.0%

As illustrated above, General Fund revenues increased by approximately $13.1 million, or 11%, in fiscal year 2023.

Taxes increased by $7.3 million or 9.6% as a result of an increase in property values and new construction. Licenses and permits decreased by $705 thousand or (5.8) % due to a decrease in building permit activity. Intergovernmental revenue decreased by $1.4 or (10.1) %, as the prior fiscal year the City received $2.9 in American Rescue Funds that were no longer being disbursed. Investment income increased by $6.1 million or 612% due to favorable interest rates and recognized earnings.



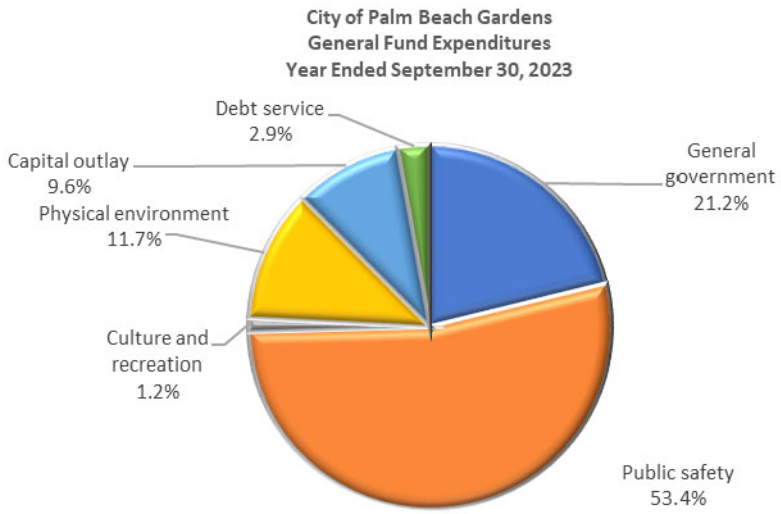
The graph above illustrates the percentage composition of General Fund revenues by type. As can be seen, taxes comprise the majority of General Fund revenues, with the next largest sources of revenues being licenses and permits and intergovernmental revenues.

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

Expenditures	2023 Amount	Percent of Total	2022 Amount	Percent of Total	Increase (Decrease) From 2022	Percentage of Increase (Decrease)
General government	**$ 26,583,656**	**21.1%**	$ 26,737,073	22.0%	$ (153,417)	(0.6)%
Public safety	**67,013,035**	**53.4%**	59,931,034	49.3%	7,082,001	11.8%
Culture and recreation	**1,509,653**	**1.2%**	1,121,932	0.9%	387,721	34.6%
Physical environment	**14,720,431**	**11.7%**	13,469,681	11.1%	1,250,750	9.3%
Capital outlay	**12,066,177**	**9.6%**	17,087,742	14.1%	(5,021,565)	(29.4)%
Debt service	**3,600,400**	**2.9%**	3,247,863	2.7%	352,537	10.9%
Total expenditures	**$ 125,493,352**	**100.0%**	$121,595,325	100.0%	$ 3,898,027	3.2%

In fiscal year 2023, total General Fund expenditures increased $3.9 million or 3.2% compared to the prior year. The increase is due to public safety personnel and capital equipment cost.

As illustrated in the graph below, Public Safety expenditures account for 53.4% of total General Fund expenditures.



Road Impact Fund. The City's Road Impact Fund is a capital project fund established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of providing increased traffic service levels. Revenues consisted of approximately $467 thousand from impact fees and $11.8 thousand from investment income. Capital outlay expenditures of $2.0 million were related to road improvements within the City. At the end of the current fiscal year, fund balance was $1.3 million.

Recreation Impact Fund. The City's Recreation Impact Fund is a capital project fund established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose enhancing the recreational facilities within the City. Revenues consisted of approximately $387 thousand from impact fees, $22.6 thousand from investment income and $5 million in miscellaneous contributions. Capital outlay expenditures of $2.2 million were related to recreation capital projects within the City. Net transfers totaled $4.4 million and the issuance of bonds of $10 million. At the end of the current fiscal year, fund balance was $23.1 million.

General Fund Budgetary Highlights

During the past year, the budget was amended twice. The Council authorized the budget amendment principally to:

- Adjust the carryover of funds by the amounts restricted, committed, or assigned for purchase orders and projects from the previous fiscal year.
- Adjust fund balance carryovers to actual amounts per the fiscal year 2022 audit.
- Record the issuance of the Series 2023 Public Improvement Bond and establish the initial capital improvement budget for infrastructure projects.

Actual revenue exceeded final budgeted revenue by approximately $16.4 million mostly due to favorable variances in investment earnings and licenses and permits.

Expenditures were $23.7 million less than the final budget. The variance is mostly attributed to unspent bond proceeds and capital projects and purchase orders that will be included in the next fiscal year's budget amendment to carryover funds.

Capital Assets and Debt Administration

Capital Assets. The following table illustrates the City's capital assets for its governmental activities as of September 30, 2023, which amount to $162.6 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, roadways, drainage and structures, improvements other than buildings and machinery and equipment. The total increase in the City's capital assets for the current fiscal year was 7%.

	Governmental Activities	
	2023	2022
Land	**$ 19,779,365**	$ 19,779,365
Construction in progress	**13,758,333**	22,843,096
Buildings	**43,889,710**	38,328,347
Roadways	**26,435,198**	23,322,288
Drainage and structures	**12,107,238**	12,278,999
Machinery and equipment	**11,552,277**	11,054,317
Improvements other than buildings	**30,331,004**	21,191,666
Lease (Right-of-use asset)*	**4,790,563**	3,214,067
Total	**$ 162,643,688**	$ 152,012,145

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

- Golf Course expansion project totaling $5.5 million.
- New Aquatics Facilities project totaling $2.3 million.
- Sandhill Crane Drive Extension totaling $2.08 million.
- Burns Road Community Center Renovation totaling $1.3 million.

Additional information on the City's capital assets can be found in Note 5 starting on page 53 of this report.

Long-term Debt. The following table illustrates the City's governmental activities long-term debt. At the end of the current fiscal year, the City had total debt outstanding of $59.2 million. All of the City's outstanding debt is secured by specified revenue sources.

All of the City's general obligation debt is rated AAA by Standard & Poor's and Aaa by Moody's. The City's non-ad valorem debt is rated AAA by Standard & Poor's, AA+ by Fitch and Aa1 by Moody's. The City's comprehensive plan provides that debt expenditures shall not exceed 20% of total annual revenues and total outstanding debt is limited to no more than 10% of the City's property tax base.

	Governmental Activities	
	2023	2022
Debt payable:		
Non ad valorem bonds payable	**$ 45,895,000**	$ 29,995,403
Capital leases payable	**8,638,391**	5,507,867
Lease (Right-of-use assets)	**4,693,182**	2,959,195
Total	**$ 59,226,573**	$ 38,462,465

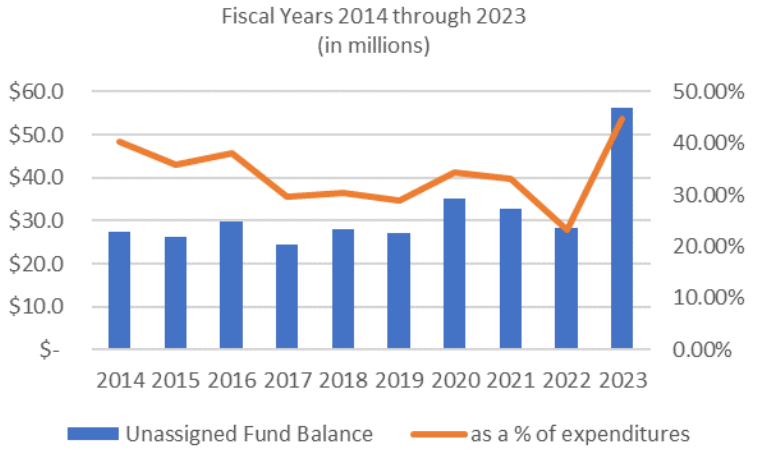
Additional information on the City's long-term debt can be found in Note 6 starting on page 54 of this report.

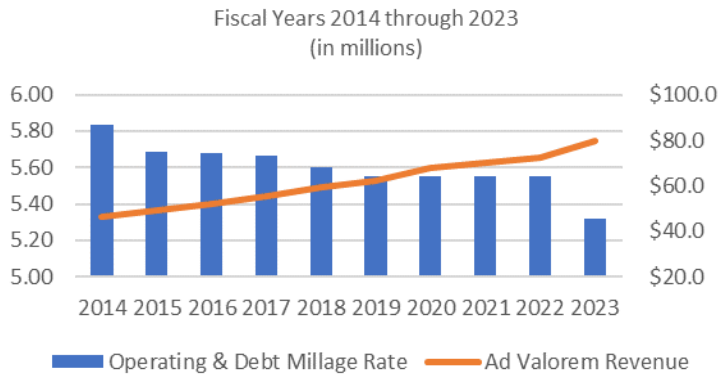
Economic Factors and Next Year's Budgets and Rates

The City's local economy is primarily based upon construction, retail and service activities. The unemployment rate for the City is currently 3.3%. The City's current economic condition continues to expand as new construction continues to grow

These factors were considered in preparing the City of Palm Beach Gardens' budget for the year ending September 30, 2024.

During the current fiscal year, unassigned fund balance in the General Fund was $56 million. It is approximately equal to five months of the General Fund expenditures. The current year balance includes approximately $21.7 million as part of the budget stabilization fund. Over the last ten years, the City has been able to maintain its unassigned fund balance, not only in dollar value but as a percentage of expenditures, within the fund balance policy target of 17% as shown in the graph to the right.





In 1995, the State of Florida limited increases in homesteaded property taxable values in any given year to 3% or cost of living, whichever is lower. The graph to the left indicates the property tax revenue collected and millage rate trends over the last ten years. The left axis refers to the millage rate and the right axis refers to the dollar value (millions) of revenue collected. The millage rate has decreased in the last two fiscal years demonstrating a strong commitment to fiscal responsibility.

Requests for Information

This financial report is designed to provide a general overview of the City of Palm Beach Gardens' finances for all those with an interest in the City's finances.

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Arienne Panczak, Finance Administrator, Finance Department, City of Palm Beach Gardens, 10500 North Military Trail, Palm Beach Gardens, Florida 33410.


PALM BEACH
Gardens

BASIC FINANCIAL STATEMENTS

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF NET POSITION

SEPTEMBER 30, 2023

	Governmental Activities
Assets	
Cash and cash equivalents	$ 106,307,508
Investments	48,209,641
Receivables (net)	4,784,107
Due from other governments	2,543,356
Inventory	688,167
Prepaid items	647,591
Investment in joint venture	2,543,154
Cash and cash equivalents - restricted	3,427,715
Investments - restricted	2,119,541
Capital assets not being depreciated	33,537,698
Capital assets net of accumulated depreciation/amortization	129,105,990
Total Assets	333,914,468
Deferred Outflows of Resources	
Deferred outflows relating to pensions	59,189,421
Deferred outflows relating to OPEB	3,628,590
Total Deferred Outflows of Resources	62,818,011
Liabilities	
Accounts payable	7,540,467
Contracts and retainage payable	951,978
Accrued liabilities	4,080,431
Claims payable	493,432
Unearned revenue	4,883,359
Accrued interest payable	335,338
Noncurrent liabilities:	
Due within one year	6,937,986
Due in more than one year	57,572,955
Net pension liability	102,133,436
Total OPEB liability	11,411,108
Total Liabilities	196,340,490
Deferred Inflows of Resources	
Deferred inflows relating to leases	1,368,405
Deferred inflows relating to pensions	1,399,010
Deferred inflows relating to OPEB	2,477,858
Total Deferred Inflows of Resources	5,245,273
Net Position	
Net investment in capital assets	123,207,020
Restricted for:	
Capital improvements	24,866,898
Road improvements	5,874,636
Other purposes	2,316,826
Unrestricted	38,881,336
Total Net Position	$ 195,146,716

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2023

Functions/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Governmental Activities
Governmental Activities					
General government	$ 34,988,995	$ 22,766,922	$ 5,036,448	$ 1,020,688	$ (6,164,937)
Public safety	74,270,154	9,182,545	2,967,748	--	(62,119,861)
Culture and recreation	17,269,984	9,847,736	78,176	--	(7,344,072)
Physical environment	15,562,270	918,131	--	--	(14,644,139)
Transportation	2,757,831	1,739,524	146,452	--	(871,855)
Interest on long-term debt	941,236	--	--	--	(941,236)
Other debt service costs	64,750	--	--	--	(64,750)
Total Governmental Activities	$ 145,855,220	$ 44,454,858	$ 8,228,824	$ 1,020,688	(92,150,850)
		General Revenues			
		Taxes:			
		Property taxes			79,555,916
		Local business tax			1,583,926
		Public service taxes			2,026,243
		Unrestricted intergovernmental:			
		Sales tax and local option gas tax			12,888,000
		State shared revenue			2,621,204
		Unrestricted investment losses			5,491,255
		Gain on disposal of capital assets			147,407
		Miscellaneous			2,809,689
		Total General Revenues			107,123,640
		Change in Net Position			14,972,790
		Net Position - Beginning			180,173,926
		Net Position - Ending			$ 195,146,716

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

BALANCE SHEET
GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

	General Fund	Road Impact Fund	Recreation Impact Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ 41,464,389	$ 3,626,218	$ 23,996,585	$ 26,505,416	$ 95,592,608
Investments	48,209,641	--	--	--	48,209,641
Receivables:					
Accounts (net of allowance for doubtful accounts of $1,605,738)	510,880	--	--	94,211	605,091
Special assessment	663,812	--	--	--	663,812
Franchise fees	1,603,184	--	--	--	1,603,184
Utility taxes	167,233	--	--	--	167,233
Interest	267,401	--	--	--	267,401
Lease	1,256,477	--	--	220,909	1,477,386
Due from other governments	2,098,561	--	--	444,795	2,543,356
Inventory	--	--	--	309,306	309,306
Prepaid items	584,766	--	--	10,325	595,091
Restricted cash	3,427,715	--	--	--	3,427,715
Restricted investments	1,779,848	--	--	--	1,779,848
Total Assets	$ 102,033,907	$ 3,626,218	$ 23,996,585	$ 27,584,962	$ 157,241,672
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Accounts payable	$ 4,404,881	$ --	900,248	$ 884,284	$ 6,189,413
Contracts and retainage payable	930,910	1,514	--	19,554	951,978
Accrued liabilities	4,026,747	--	--	43,937	4,070,684
Unearned revenue	1,347,487	2,343,278	--	1,202,341	4,893,106
Total Liabilities	10,710,025	2,344,792	900,248	2,150,116	16,105,181
Deferred Inflows of Resources					
Leases	1,195,237	--	--	173,168	1,368,405
Unavailable revenue - special assessment	663,812	--	--	--	663,812
Total Deferred Inflow of Resources	1,859,049	--	--	173,168	2,032,217
Fund Balances					
Nonspendable:					
Prepaid items	584,766	--	--	10,325	595,091
Inventory	--	--	--	309,306	309,306
Restricted for:					
Debt service	4,824,488	--	--	--	4,824,488
Capital improvements	--	--	23,096,337	11,070,542	34,166,879
Road improvements	--	1,281,426	--	4,593,210	5,874,636
Law enforcement	1,936,373	--	--	380,453	2,316,826
Art improvements	--	--	--	1,070,158	1,070,158
Committed to:					
Economic development	2,518,042	--	--	--	2,518,042
Assigned to:					
Capital improvement and replacement	21,057,813	--	--	--	21,057,813
Special projects	1,277,091	--	--	--	1,277,091
Other purposes	989,854	--	--	7,827,684	8,817,538
Unassigned	56,276,406	--	--	--	56,276,406
Total Fund Balances	89,464,833	1,281,426	23,096,337	25,261,678	139,104,274
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 102,033,907	$ 3,626,218	$ 23,996,585	$ 27,584,962	$ 157,241,672

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

SEPTEMBER 30, 2023

Total fund balances - governmental funds (page 20)		$ 139,104,274
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. (Excludes internal service fund capital assets.)		157,332,679
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (Excludes internal service fund liabilities.) Long-term liabilities at year-end consist of:		
Bonds payable	$ (45,895,000)	
Net pension liability	(101,082,531)	
Capital leases payable	(8,282,019)	
Lease liability	(21,132)	
Total OPEB liability	(11,136,587)	
Accrued interest payable	(332,025)	
Compensated absences	(5,238,423)	
		(171,987,717)
Certain deferred inflows and outflows are not required to be reported in the governmental funds but are required to be reported at the government-wide level.		
Deferred outflows relating to pension activity	58,852,704	
Deferred outflows relating to OPEB activity	3,552,041	
Deferred inflows relating to pension activity	(1,261,645)	
Deferred inflows relating to OPEB activity	(2,423,664)	
		58,719,436
The internal service funds are used by management to charge the cost of fleet maintenance activities and insurance to individual funds. The assets, deferred outflows and liabilities and deferred inflows of the internal service funds are included in governmental activities in the statement of net position.		8,771,078
Other long-term assets/deferred outflows and liabilities/ deferred inflows are not available to pay for current period revenues or expenditures, and therefore, are not recognized in the funds.		
Investment in joint venture		2,543,154
Special assessment		663,812
Total Net Position of Governmental Activities (page 18)		$ 195,146,716

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	General Fund	Road Impact Fund	Recreation Impact Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes:					
Ad valorem taxes	$ 79,555,916	$ --	$ --	$ --	$ 79,555,916
Local business taxes	1,583,926	--	--	--	1,583,926
Utility taxes	2,026,243	--	--	--	2,026,243
Special assessment	131,359	--	--	--	131,359
Franchise fees	7,721,199	--	--	--	7,721,199
Licenses and permits	11,488,408	--	--	--	11,488,408
Intergovernmental	12,810,208	--	--	6,712,970	19,523,178
Impact fees	--	466,675	386,649	2,022,679	2,876,003
Charges for services	9,648,684	--	--	9,323,668	18,972,352
Fines and forfeitures	318,257	--	--	10,644	328,901
Investment earnings	5,160,098	11,781	22,616	147,734	5,342,229
Miscellaneous	2,169,539	--	5,000,000	979,432	8,148,971
Total Revenues	132,613,837	478,456	5,409,265	19,197,127	157,698,685
Expenditures					
Current:					
General government	26,583,656	--	--	--	26,583,656
Public safety	67,013,035	--	--	545,596	67,558,631
Culture and recreation	1,509,653	--	--	11,295,697	12,805,350
Physical environment	14,720,431	--	--	--	14,720,431
Transportation	--	--	--	976,575	976,575
Capital outlay	12,066,177	1,989,287	2,248,941	4,506,193	20,810,598
Debt service:					
Principal	3,076,520	--	--	3,186,760	6,263,280
Interest	459,130	--	--	325,475	784,605
Bond issuance costs	64,750	--	--	--	64,750
Total Expenditures	125,493,352	1,989,287	2,248,941	20,836,296	150,567,876
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,120,485	(1,510,831)	3,160,324	(1,639,169)	7,130,809
Other Financing Sources (Uses)					
Transfers in	871,004	2,700,000	5,285,099	2,000,000	10,856,103
Transfers out	(9,985,099)	--	(871,004)	--	(10,856,103)
Loan issuance	4,353,208	--	--	427,146	4,780,354
Bond issuance	10,100,000	--	10,000,000	--	20,100,000
Total Other Financing Sources (Uses)	5,339,113	2,700,000	14,414,095	2,427,146	24,880,354
Net Change in Fund Balances	12,459,598	1,189,169	17,574,419	787,977	32,011,163
Fund Balances - Beginning	77,005,235	92,257	5,521,918	24,473,701	107,093,111
Fund Balances - Ending	$ 89,464,833	$ 1,281,426	$ 23,096,337	$ 25,261,678	$ 139,104,274

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2023

Net change in fund balances - total governmental funds (page 22)		$ 32,011,163
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 capital assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period. The amount is less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold, and therefore, were not capitalized.		
Expenditures for capital assets	$ 19,728,116	
Less: current year depreciation	(10,562,293)	
		9,165,823
Governmental funds report special assessments as revenue when collected, but the statement of activities recorded the full amount of the special assessment as revenue when there became an enforceable legal claim.		
Special assessment		(131,359)
In the statement of activities, the net effect of various miscellaneous transactions involving capital assets (disposals) is to increase net position, whereas in the governmental funds these items have no effect on current financial resources:		
Loss on disposal of capital assets		(103,964)
Debt proceeds provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the payment of premiums, discounts and similar items when debt is first issued.		
Capital lease financing	(4,780,354)	
Principal payments on debt	6,263,280	
Bonds issued	(20,100,000)	
		(18,617,074)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:		
Increase in accrued interest payable	(6,557)	
Increase in compensated absences	(695,426)	
		(701,983)
Certain pension expenses in the statement of activities are recognized on the accrual basis of accounting in accordance with GASB 68.		
Amount of pension expenses recognized at government-wide level		(7,572,338)
Certain OPEB expenses in the statement of activities are recognized on the accrual basis of accounting in accordance with GASB 75.		
Amount of OPEB expenses recognized at government-wide level		307,447
Governmental funds report the investment in joint venture as expenditures. However, the cost of the investment in joint venture is recorded as an asset in the statement of net position		128,562
Internal service funds are used by management to charge the cost of fleet maintenance and self-insurance activities to individual funds. The net revenues of the internal service funds are reported with governmental activities.		486,513
Change in Net Position of Governmental Activities (page 19)		$ 14,972,790

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

SEPTEMBER 30, 2023

	Governmental Activities
	Internal Service Funds
Assets	
Current assets:	
Cash and cash equivalents	$ 10,714,900
Restricted investments	339,693
Inventory	378,861
Prepaid items	52,500
Total current assets	11,485,954
Noncurrent assets:	
Capital assets being depreciated and amortized, net	5,311,009
Total noncurrent assets	5,311,009
Total Assets	16,796,963
Deferred Outflows of Resources	
Deferred outflows relating to pensions	336,717
Deferred outflows relating to OPEB	76,549
Total Deferred Outflows of Resources	413,266
Liabilities	
Current liabilities:	
Accounts payable	1,351,054
Accrued liabilities	3,313
Lease liability	1,209,538
Capital lease payable, current portion	21,138
Total current liabilities	2,585,043
Noncurrent liabilities:	
Claims payable	493,432
Net pension liability	1,050,905
Total OPEB liability	274,521
Compensated absences payable	45,945
Lease liability	3,462,512
Capital lease payable, net of current portion	335,234
Total noncurrent liabilities	5,662,549
Total Liabilities	8,247,592
Deferred Inflows of Resources	
Deferred inflows relating to pensions	137,365
Deferred inflows relating to OPEB	54,194
Total Deferred Inflows of Resources	191,559
Net Position	
Net investment in capital assets	622,280
Unrestricted	8,148,798
Total Net Position	$ 8,771,078

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Governmental Activities
	Internal Service Funds
Operating Revenues	
Charges for services	$ 5,001,374
Employer contributions	10,380,105
Employee contributions	1,895,896
Miscellaneous	1,068,355
Total Operating Revenues	18,345,730
Operating Expenses	
Personnel expenses	1,396,237
Claims expense	10,886,678
Insurance premiums	733,900
Repair and maintenance	709,816
Fuel and chemicals	961,365
Equipment rental	153,412
Operating supplies	257,310
Other professional and contractual	1,244,769
Other expenses	19,594
Depreciation and amortization	1,746,459
Total Operating Expenses	18,109,540
Operating Income	236,190
Nonoperating Revenues/(Expenses)	
Investment income	149,026
Gain on disposal of capital assets	251,371
Interest expense	(150,074)
Total Nonoperating Revenues/(Expenses)	250,323
Change in Net Position	486,513
Net Position - Beginning	8,284,565
Net Position - Ending	$ 8,771,078

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Receipts for interfund services provided	$ 17,277,375
Payments to suppliers for goods and services	(3,095,305)
Payments to employees for services	(1,208,990)
Payments for claims	(11,758,469)
Other operating revenues	1,068,355
Net Cash Provided by Operating Activities	2,282,966
Cash Flows from Capital and Related Financing Activities	
Purchases of capital assets	(186,550)
Proceeds from sale of capital assets	251,371
Issuance of debt	334,117
Principal paid on capital lease	(21,138)
Interest paid on capital lease	(2,241)
Principal paid on lease (right-of-use asset)	(1,295,537)
Interest paid on lease (right-of-use asset)	(145,696)
Net Cash Used in Capital and Related Financing Activities	(1,065,674)
Cash Flows from Investing Activities	
Purchases of investments	(339,693)
Interest earned	149,026
Net Cash Used in Investing Activities	(190,667)
Net increase in cash and cash equivalents	1,026,625
Cash and cash equivalents, beginning of year	9,688,275
Cash and Cash Equivalents, End of Year	$ 10,714,900
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	$ 236,190
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation and amortization	1,746,459
Changes in operating assets/deferred outflows and liabilities/deferred inflows:	
Inventory	(99,941)
Deferred outflows relating to pensions	32,030
Deferred outflows relating to OPEB	(56,483)
Accounts payable	1,087,139
Claims payable	(871,791)
Net pension liability	158,793
Total OPEB liability	22,693
Compensated absences	6,426
Deferred inflows relating to pensions	(5,774)
Deferred inflows relating to OPEB	27,225
Total Adjustments	2,046,776
Net Cash Provided by Operating Activities	$ 2,282,966
Noncash Activities	
Initiation of lease liability	$ 3,130,098

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

SEPTEMBER 30, 2023

	Pension Trust Funds
Assets	
Cash and cash equivalents	$ 594,392
Investments:	
Money market funds	5,441,249
U.S. Government obligations	15,573,202
Mortgage backed securities	9,747,673
Municipal obligations	879,673
Fixed income funds	19,106,850
Collateralized mortgage obligations	529,061
Corporate obligations	10,704,045
Equity securities	87,286,620
Equity funds	7,797,466
Foreign bonds	681,637
International funds	9,234,334
International bond funds	62,086,437
Real estate funds	28,392,416
Total investments	257,460,663
Receivables:	
Interest and dividends	326,942
State of Florida	1,473,223
Employees	912
Total receivables	1,801,077
Prepaid items	378,681
Total Assets	260,234,813
Liabilities	
Accounts payable	345,423
Pending trades payable	374,508
Total Liabilities	719,931
Net Position	
Net position restricted for pension benefits	$ 259,514,882

See notes to basic financial statements.

CITY OF PALM BEACH GARDENS, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Pension Trust Funds
Additions	
Contributions:	
City	$ 10,358,294
Insurance premium taxes collected by the State of Florida on behalf of the City of Palm Beach Gardens	2,355,378
Employees	1,486,959
Total contributions	14,200,631
Investment earnings:	
Net appreciation in fair value of investments	17,798,997
Interest and dividends	6,131,149
Other	1,585
Total investment earnings (losses)	23,931,731
Less investment expenses	(702,513)
Net investment earnings (losses)	23,229,218
Total Additions	37,429,849
Deductions	
Pension benefits	13,041,350
Refund of participant contributions	145,742
Administrative expenses	298,860
Total Deductions	13,485,952
Change in Net Position	23,943,897
Net Position Restricted for Pension Benefits	
Beginning of year	235,570,985
End of year	$ 259,514,882

See notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Palm Beach Gardens, Florida (the "City") was incorporated in 1959, pursuant to House Bill No. 2186, and is located in Northern Palm Beach County, Florida. The City is governed by an elected City Council (the "Council"), which appoints a City Manager. The City provides the following services to its residents: public safety, growth management, sanitation, streets and roads, parks, recreation and a golf course. The Council is responsible for legislative and fiscal control of the City. The City operates under a Council-Manager form of government.

Significant accounting and reporting policies and practices used by the City are described below:

A. FINANCIAL REPORTING ENTITY

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

The financial statements were prepared in accordance with GASB Codification Section 2100, which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of elected officials. The financial reporting entity consists of the City, organizations for which the City is financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Based upon the application of these criteria, there were no organizations that met the criteria for component units described above.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services. The City reported no business-type activities during the current fiscal year.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

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 expenses that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operation 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 are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining nonmajor governmental funds are aggregated and reported as other governmental funds.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and other postemployment benefits are recorded only when payment is due.

Property taxes when levied for, franchise taxes, licenses, charges for services, intergovernmental if eligibility requirements are met, and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period if available. All other revenue items are considered to be measurable only when cash is received by the City.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION (CONTINUED)

The City reports the following major governmental funds:

The *General Fund* – The general fund is the primary operating fund and is used to account for all financial resources applicable to the general operations of the City except those required to be accounted for in another fund.

The *Road Impact Fund* – This capital project fund was established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of providing increased traffic service levels.

The *Recreation Impact Fund* – This fund is established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of enhancing the recreational facilities within the City.

Additionally, the City reports the following fund types:

The *Internal Service Funds* – The City operates two internal service funds to account for fleet management services provided to other departments on a cost reimbursement basis and to account for self-insurance health benefits.

The *Pension Trust Funds* – The City's three defined benefit pension plans are accounted for in individual pension trust funds. The pension trust funds are the General Employees' Pension, the Police Pension and the Fire Pension.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation.

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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION (CONTINUED)

services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of an internal service fund are charges to other funds for usage. Operating expenses for the internal service fund include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

CASH AND CASH EQUIVALENTS

Cash and cash equivalents are defined as deposits with financial institutions, money market accounts, local government investment pools and highly liquid investments which are readily convertible to known amounts of cash and have a maturity when purchased of three months or less.

For purposes of the statement of cash flows, cash and cash equivalents also include each respective fund's equity in pooled cash and investments that are described above. Each fund is able to withdraw cash at any time without prior notice or penalty and there is sufficient liquidity to meet the daily cash needs of each fund.

INVESTMENTS

The City categorizes investments according to the fair value hierarchy established by GASB Statement No. 72. The hierarchy is based on observable and unobservable inputs used in establishing the fair value of a financial asset or liability. Investments are reported at fair value based on quoted market prices in active markets on a trade date basis. Money market mutual funds and commercial paper that has a remaining life of one year or less upon acquisition are reported at amortized cost. Net appreciation (depreciation) in fair value of investments includes the difference between cost and fair value of investments held as well as the net realized gains and losses for securities which are sold. Interest and dividend income are recognized on the accrual basis when earned. Purchases and sales of investments are recorded on a trade basis. Additional information regarding the fair value measurement of investments is disclosed in Note 2.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

INTERFUND RECEIVABLES AND PAYABLES

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

RECEIVABLES

Receivables include amounts due for a special assessment, franchise taxes, insurance claims, utility taxes, extra police services and emergency medical services. The City does not require collateral for accounts receivable. Receivables for emergency medical service billings are reported net of an allowance for doubtful accounts, which is determined based on the age of the individual receivable. Generally, the allowance includes accounts over 60 days past due. Receivables are written off on an individual basis in the year the City deems them to be uncollectible.

INVENTORY

Inventory is valued at cost for items not held for sale and at the lower of cost or net realizable value (only if held for sale) using the first-in, first-out basis and accounted for using the consumption method whereby inventories are charged against operations in the period when used. Inventory in the special revenue recreation programs and golf course funds consists of merchandise held for resale. Inventory in the internal service fund consists of vehicle engine parts and fuel held for consumption. The non-spendable portion of fund balance for inventory in governmental fund types equals the physical inventory to indicate that a portion of fund balance is not available for appropriation.

PREPAID ITEMS

Prepaid items consist of certain costs which have been paid prior to the end of the fiscal year, but represent items which are applicable to future accounting periods. These items are accounted for using the purchasing method. Reported amounts in governmental funds are equally offset by a non-spendable category of fund balance to indicate that these amounts are not available for appropriation.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

CAPITAL ASSETS

Capital assets, which include property, plant, equipment and infrastructure (e.g., streets, sidewalks, drainage or similar items) are reported in governmental activities in the government-wide financial statements and proprietary fund financial statements. Capital assets are defined by the City as assets with an initial individual cost of $5,000 or more and an estimated life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value on the date of donation. Lease agreements that qualify as capital financing are recorded at the present value of their future minimum lease payments as of the inception date. The City did not retroactively record their intangible assets with the implementation of GASB Statement No. 51. For fiscal year 2023, no separately identifiable assets met the threshold for recording.

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

Property, buildings, equipment and infrastructure of the City are depreciated using the straight-line method over the following estimated useful lives:

	Years
Buildings	15 – 25
Roadways	3 – 40
Drainage and structures	35 – 75
Machinery and equipment	3 – 7
Improvements other than buildings	15
Land improvements	25

In the governmental fund financial statements, capital assets are reported as expenditures and no depreciation expense is reported.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

LEASES (RIGHT-OF-USE ASSETS)

The City's leases (right-of-use assets) are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The leases (right-of-use assets) are amortized on a straight-line basis over the life of the related lease.

LEASES RECEIVABLE

The City's leases receivable are measured at the present value of the lease payments expected to be received during the lease terms. A deferred inflow of resources is recorded for the lease. The deferred inflows of resources are recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflows of resources are amortized on a straight-line basis over the term of the lease.

UNEARNED REVENUE, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Unearned revenue is a liability that arises when resources are obtained before revenue recognition criteria, other than time recognition criteria, have been satisfied. The unearned revenue consists mainly of business taxes and impact fees received in advance of the year for which they are levied. These amounts are recognized as revenue in the year that the revenue recognition criteria has been met.

In addition to assets and liabilities, the government-wide statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows or deferred inflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expenditure/ expense) until that time. The separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time.

The City has unavailable revenues relating to a special assessment that is reported as a deferred inflow of resources within the governmental fund financial statements. These amounts are recognized as revenue in the year that the amounts become available.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

UNEARNED REVENUE, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES (CONTINUED)

Within the government-wide statement of net position, the City reports deferred inflows/outflows of resources related to pensions and other post-employment benefits ("OPEB") for amounts representing the net difference between expected and actual results, changes in assumptions and projected and actual earnings of its pension plans. The amounts will be amortized over a five-year closed period beginning in the year in which the difference occurred or over the remaining service lives of all employees, as applicable. See Note 8 and 9 for additional details.

COMPENSATED ABSENCES

It is the City's policy to permit employees to accumulate a limited amount of earned but unused personal leave, which will be paid upon separation of service. Compensated absences are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if it has matured, for example, as a result of employee resignation or retirements. Compensated absences for governmental activities typically have been liquidated in the general fund.

ON-BEHALF PAYMENTS

The City receives on-behalf payments from the State of Florida to be used for Police and Fire-Rescue pension benefits. Such payments are recorded as intergovernmental revenue and public safety expenditures in the GAAP basis government-wide and general fund financial statements, but are not budgeted and therefore are not included in the general fund budgetary comparison schedule. On-behalf payments paid to the City by the State totaled $1,875,607 for the year ended September 30, 2023. Pursuant to City Ordinance, the Fire Pension deducts 2% of the total compensation for participants from the Chapter 175 taxes received during the fiscal year and allocates this amount as Employee Contributions in lieu of increasing the members' contribution rate.

LONG-TERM OBLIGATIONS

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

LONG-TERM OBLIGATIONS (CONTINUED)

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

NET POSITION

Equity in the government-wide statement of net position is displayed in three categories: 1) net investment in capital assets, 2) restricted, and 3) unrestricted. Net investment in capital assets consist of capital assets reduced by accumulated depreciation and by any outstanding debt and any deferred inflows/outflows associated with the debt, incurred to acquire, construct or improve those assets, excluding unexpended proceeds. Net position is reported as restricted when there are legal limitations imposed on their use by City legislation or external restrictions by other governments, creditors or grantors. Unrestricted net position consists of all remaining net position that do not meet the definition of either of the other two components.

FUND BALANCE

In the fund financial statements, fund balance is a measurement of available financial resources and is the difference between total assets and deferred outflows and total liabilities and deferred inflows in each fund. Governmental accounting principles distinguish fund balance classification based on the relative strength of the constraints that control the purposes for which specified amounts can be spent. Beginning with the most restrictive constraints, the City's fund balance amounts will be reported in the following categories:

Nonspendable. Represents amounts that are not in a spendable form, or are legally or contractually required to be maintained intact.

Restricted. Represents amounts that can be spent only for the specific purposes stipulated by external parties either constitutionally or through enabling legislation.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

FUND BALANCE (CONTINUED)

Committed. Represents amounts that can be used only for the specific purposes determined by a formal action (ordinance or resolution which are of equal authority) of the City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through the same action that created the commitment.

Assigned. Represents amounts intended to be used by the City for specific purposes. Intent can be expressed by the City Council or by a designee to whom the governing body delegates the authority. Under the City's adopted policy through resolution, only the City Council or City Manager may assign amounts for specific purposes. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned. Includes all amounts not contained in other classifications and is the residual classification of the General Fund only. Unassigned amounts are the portion of Fund Balance which is not obligated or specifically designated and is available for any purpose. The General Fund is 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.

The goal of the City's fund balance policy is to achieve and maintain an Unassigned Fund Balance in the General Fund at fiscal year-end of not less than 17% of expenditures, which represents approximately two (2) months' operating expenditures. If the Unassigned Fund Balance at fiscal year-end falls below the goal, the City shall develop a restoration plan to achieve and maintain the minimum fund balance. At the end of the fiscal year, the City's unassigned fund balance equaled 44.5% of expenditures.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (CONTINUED)

FLOW ASSUMPTIONS

Net Position Flow Assumption

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

Fund Balance Flow Assumption

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

USE OF ESTIMATES

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. IMPLEMENTATION OF GASB STATEMENTS

The following GASB Statements were effective for the City during the fiscal year ended September 30, 2023.

- GASB Statement No. 91, Conduit Debt Obligations, 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. This Statement was implemented by the City for the fiscal year ended September 30, 2023; however, there was no impact to the City.

- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, addresses issues related to public-private and public-public partnerships (PPP) and provides guidance for accounting and financial reporting for availability payment arrangements (APA). The Statement provides specific guidance on the accounting and financial reporting for PPP and APA transactions. This Statement was implemented by the City for the fiscal year ended September 30, 2023; however, there was no impact to the City.

- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements. This Statement was implemented by the City for the fiscal year ended September 30, 2023; however, there was no impact to the City.

- GASB Statement No. 99, *Omnibus 2022*, addresses certain practice issues identified during implementation and application of certain GASB Statements, including, but not limited to, 1) classification and reporting of derivative instruments within GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*; 2) clarification of provisions in GASB Statement No. 87, *Leases*; 3) clarification of provisions in GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; and 4) clarification of provisions in GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement was implemented by the City for the fiscal year ended September 30, 2023.

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS

CASH AND CASH EQUIVALENTS

Cash and cash equivalents at September 30, 2023, excluding amounts held by Fiduciary Funds, include petty cash of $7,545 and deposits with financial institutions with a carrying value of $35,390,341 and a bank balance of $31,931,887. Cash equivalents also includes $74,337,337 in money market funds which are recorded at amortized cost. Cash equivalents consist of amounts invested in money market mutual funds, local government investment pools and securities with a maturity of less than three months.

The FL PALM is an external investment pool that is not registered with the Securities Exchange Commission (SEC) but operates in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940. Rule 2a-7 allows funds to use amortized cost to maintain a constant net asset value of $1.00 per share. There are no restrictions or fees to withdrawal from this pool.

Cash of the Fiduciary Funds at September 30, 2023, consist of deposits with financial institutions with a carrying value and bank balance of $594,392.

All deposits with financial institutions were entirely covered by a combination of federal depository insurance and a collateral pool pledged to the State Treasurer of Florida by financial institutions which comply with the requirements of Florida Statutes and have been designated as a qualified public depository by the State Treasurer. Qualified public depositories are required to pledge collateral to the State Treasurer with a fair value equal to a percentage of the average daily balance of all government deposits in excess of any federal deposit insurance. In the event of a default by a qualified public depository, all claims for government deposits would be satisfied by the State Treasurer from the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public depositories in the collateral pool. Accordingly, all deposits with financial institutions are considered fully insured. The money market mutual fund deposits are uninsured and uncollateralized.

INVESTMENTS

Florida Statutes and the City's investment policy authorize the City to invest in obligations and agencies of the U.S. Government; fully collateralized interest bearing time deposits or savings accounts with banks or savings and loan associations; the State Board of Administration Florida PRIME Fund; local government investment pools; short-term corporate obligations; investments in any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

INVESTMENTS (CONTINUED)

1940, provided the portfolio of such investment company is limited to Government Obligations and to repurchase agreements fully collateralized by such Government Obligations; Government National Mortgage Association, Fannie Mae or Florida Home Loan Mortgage Corporation. The City's Pension Boards have full power and authority to invest and reinvest subject to the general terms, conditions, limitations and restrictions imposed by Part VII, Chapter 112, Florida Statutes, on the investments of public employee retirement systems.

The General Employees' Pension Plan is a participating member in the Florida Municipal Pension Trust Fund (FMPTF) and therefore the investments follow the policies established by the Master Trust Agreement. The agreement provides that the Master Trustees have the authority and discretion to manage and control the assets of the FMPTF. The established investment policy and portfolio guidelines are designed to assist the plan administrator in monitoring the assets and to guide investment managers with structuring portfolios that are consistent with the FMPTF desired performance results and levels of acceptable risk. A variance of more than 5% from the approved allocation percentages of any asset class requires approval by the Master Trustees. The FMPTF has adopted operating procedures consistent with the requirements for a 2a-7 like pool. The FMPTF is an external investment pool and therefore, the fair value of the City's position in the pool is the same as the value of pool shares.

Due to the various risks associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements.

FAIR VALUE HIERARCHY

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 City categorizes is 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.

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

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 City's investments. Level 1 and 2 prices are obtained from various pricing sources by the City's custodian bank:

Money market funds and commercial paper that have a remaining maturity of one year or less upon acquisition, 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. federal agencies, mortgage backed and collateralized securities, municipal bonds, and corporate obligations, including asset backed, bonds and notes.

The General Employees' Pension Plan invests in various funds in which the underlying securities have observable Level 1 quoted pricing inputs or observable Level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted. Value is based on market corroborated data. (Level 2 inputs).

The General Employees' Pension Plan invests in a Core Plus Fixed Income Fund. This fund invests in two underlying funds, which are not publicly quoted. These underlying funds invest in a variety of financial instruments, including equity investments, asset-backed securities, debt securities, swaps, forward exchange contracts, credit-linked notes, escrow accounts, litigation trusts for both U.S. and foreign companies and governments. Value is based on unobservable inputs. (Level 3 inputs).

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

The General Employees' Pension Plan also invests in a Core Real Estate Fund. This fund invests in one underlying fund, which are not publicly quoted. The underlying fund invests in core real estate in the United States, which is valued based on quarterly real estate appraisals. Value is based on unobservable inputs. (Level 3 inputs).

The Police Officer and Fire Pensions hold certain investments in alternative assets consisting of real estate funds and a collective investment trust 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.

The following are recurring fair value measurements as of September 30, 2023:

Investment Types	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Primary Government				
U.S. Government obligations	$ 27,839,909	$ --	$ 27,839,909	$ --
Mortgage backed securities	3,306,661	--	3,306,661	--
Corporate obligations	6,372,178	--	6,372,178	--
Municipal obligations	152,139	--	152,139	--
Total Investments by Fair Value Level	37,670,887	$ --	$ 37,670,887	$ --
Commercial paper (exempt)	12,658,295			
Total Primary Government Investments	$ 50,329,182			

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

	Reported Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fiduciary Funds				
Investments by fair value level:				
U.S. Government obligations	$ 11,498,923	$ 1,900,946	$ 9,597,977	$ --
U.S. Government agency obligations	4,074,279	--	4,074,279	--
Mortgage-backed securities	9,747,673	--	9,747,673	--
Collateralized mortgage obligations	529,061	--	529,061	--
Fixed income funds	19,408,684	6,272,244	12,384,934	751,506
Corporate obligations	10,704,045	--	10,704,045	--
Municipal obligations	879,673	--	879,673	--
Foreign bonds	681,637	--	681,637	--
Equity securities	6,887,719	6,887,719	--	--
Equity funds	88,023,519	80,527,888	877,783	6,617,848
International funds	684,450	90,021	594,429	--
Real estate funds	7,090,508	--	--	7,090,508
Temporary Investment Funds	2,505,152	2,505,152	--	--
Total Investments by Fair Value Level	162,715,323	$ 98,183,970	$ 50,071,491	$ 14,459,861
Investments Measured at the Net Asset Value (NAV) *				
Real estate funds	21,301,909			
Limited partnerships	4,633,707			
Pooled equity trust fund	57,452,730			
Global infrastructure	8,420,897			
Total Investments Measured at NAV	91,809,243			
Money market funds (exempt)	2,936,097			
Total Fiduciary Funds Investments	$ 257,460,663			

* As required by generally accepted accounting principles (GAAP), certain investments that are 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 AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

The following table summarizes investments for which fair value is measured using the net asset value per share practical expedient, including their related unfunded commitments and redemption restrictions.

Investments Measured at the NAV	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period (Days)
Real estate fund [1]	$ 14,325,747	$ --	Quarterly	60 days
Real estate fund [2]	6,976,162	--	Quarterly	90 days
Limited partnership [3]	4,633,707	500,000	Quarterly	90 days
Pooled equity trust fund [4]	57,452,730	--	Quarterly	60 days
Global infrastructure [5]	8,420,897	--	Quarterly	60 days
Total Investments Measured at NAV	$ 91,809,243	$ 500,000		

(1) Real estate fund: The fund is an open end, commingled private real estate portfolio. These REIT based funds are structured as limited partnerships. Their primary focus is to invest in well-based income producing properties within major U.S. markets. The values of the investments in these funds have been determined using the NAV. The investments of the fund are valued quarterly. Withdrawal requests must be made 60 days in advance and may be paid in one or more installments.

(2) Real estate fund: The fund is an open-ended real estate investment fund investing primarily in core institutional office, retail, industrial, and multi-family properties located throughout the United States. The investment is valued at NAV and its redemptions must be received by the fund 90 days prior to quarter end.

(3) Limited partnership: The Fund is a vintage mezzanine investment fund investing primarily in United States companies meeting certain financial criteria in the areas of consumer products, business services, defense, manufacturing, media and restaurant. The fund is managed by a private equity firm.

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

(4) Pooled equity trust fund: Consists of equity index collective trusts considered commingled in nature which are designed to match the return of their respective benchmark index. The objective of the funds is to match the returns of various market indices through investments in substantially all the stocks contained in those indices respectively. These fund are valued at the net asset value held at the end of the period based upon the fair value of the underlying investments, and are open for withdrawal daily and provide for redemptions with 1 day notice.

(5) Global infrastructure: The objective of the fund is to acquire and maintain a diversified portfolio of global infrastructure investments with strong market positions, predictable regulatory environments, that realize stable long term returns. Funds may be redeemed subject to prior written notice.

The value, liquidity, and related income of certain securities with contractual cash flows, such as asset backed securities collateralized by mortgage obligations, commercial mortgage backed securities, and mutual funds investing in these securities or entities, are particularly sensitive to changes in economic conditions, including real estate value, delinquencies or defaults, or both, and may be adversely affected by shifts in the market's perception of the issuers and changes in interest rates.

INTEREST RATE RISK

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk disclosures are required for debt investment pools - such as bond mutual funds and external bond investment pools—that do not meet the requirements to be reported as a 2a7-like pool. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

Cash equivalents have a weighted average maturity of ninety days or less, resulting in minimal interest rate risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy states that securities included within the short term fund will have maturities of less than one year. Investments included in the core fund will have a maximum maturity of five (5) years. Although the Fiduciary Funds' investment policies do not provide limitations as to maturities, the Funds minimize the risk of fair value losses in fixed income portfolios due to rising interest rates by structuring the investment portfolio so that securities mature to meet ongoing cash requirements, thereby avoiding the need to sell securities on the open market prior to maturity; and by investing operating funds primarily in shorter-term securities or by cash flow projections.

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

INTEREST RATE RISK (CONTINUED)

The table below summarizes the scheduled maturities of fixed income investments at September 30, 2023:

		Investment Maturities			
Investment Types	Value	Less Than One Year	One to Five Years	Six to Ten Years	More Than Ten Years
Primary Government					
U.S. Government obligations	$ 27,839,909	$ 10,499,502	$ 17,340,407	$ --	$ --
Mortgage backed securities	3,306,661	951,028	106,721	2,248,912	--
Corporate obligations	6,372,178	--	6,372,178	--	--
Municipal obligations	152,139	87,082	65,057	--	--
Commercial paper	12,658,295	12,658,295	--	--	--
Total Primary Government	$ 50,329,182	$ 24,195,907	$ 23,884,363	$ 2,248,912	$ --
Fiduciary Funds					
Money market funds (at cost)	$ 2,936,097	$ 2,936,097	$ --	$ --	$ --
U.S. Government obligations	11,498,923	1,496,061	2,395,355	4,662,803	2,944,704
U.S. Government agency obligations	4,074,279	--	1,488,943	851,675	1,733,661
Mortgage-backed securities	9,747,673	--	8,479	24,684	9,714,510
Fixed income funds	11,966,062	573,618	3,600,451	1,987,792	5,804,201
Collateralized mortgage obligations	529,061	--	--	--	529,061
Corporate obligations	10,704,045	574,078	3,326,792	3,955,779	2,847,396
Municipal obligations	879,673	165,065	39,491	100,494	574,623
Foreign bonds	681,637	--	178,519	255,818	247,300
Temporary investment funds	2,505,152	2,505,152	--	--	--
Total Fiduciary Funds	$ 55,522,602	$ 8,250,071	$ 11,038,030	$11,839,045	$24,395,456

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

CREDIT RISK

Credit risk is the risk that an issuer will not fulfill its obligations. The City's investment policy minimizes credit risk by limiting investments to the safest types of securities and diversifying the investment portfolio. The Police Pension Plan's investment policy limits corporate obligations to only those holding a rating of one of the three highest classifications by a Nationally Recognized Statistical Ratings Organization ("NRSRO"). The Fire Pension Plan's policy limits investments to securities with a rating of investment grade or a higher classification by an NRSRO. The General Employee Pension Plan's investment policy does not limit corporate obligations to those with one of the three highest classifications by an NRSRO. The NRSRO ratings for the City's and the Plan's investments at September 30, 2023, are summarized below.

Investment Type	NRSRO Rating		Value
Money market funds (at cost)	Aaa-mf	$	2,936,097
Fixed income funds	AA		1,170,378
U.S. Gov't bonds & notes	Aaa…AA+		27,839,909
U.S. Gov't bonds & notes	Aaa…AA+		7,257,180
U.S. Gov't agency securities	Aaa…AA+		3,306,661
U.S. Gov't agency securities	Aaa…A		9,747,673
U.S. Gov't agency securities	Aaa		8,316,022
Commercial paper	A-1…P-1		12,658,295
Collateralized mortgage obligations	Aaa…A		529,061
Fixed income funds	Aaa…A3		11,966,062
Corporate Obligations	Aa1…BBB+		6,372,178
Corporate Obligations	Aaa…BBB+		6,789,480
Corporate Obligations	Aaa…Baa3		3,914,565
Municipal Obligations	Aa3...A+		152,139
Municipal Obligations	Aaa…Baa2		879,673
Foreign bonds	Aa2…BBB		681,637
Temporary investment funds	Aaa		2,505,152
Fixed income funds	Unrated		6,272,244
Equity securities	Unrated		87,376,641
Equity funds	Unrated		64,948,361
International funds	Unrated		723,416
Real estate funds	Unrated		28,392,417
Global infrastructure	Unrated		8,420,897
Limited partnership	Unrated		4,633,707

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

CUSTODIAL CREDIT RISK

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The investment policy of the City minimizes this risk by prohibiting the purchase of securities subject to custodial credit risk. The City and its pension plans require that all securities be held by a third party custodian in the name of the City or the respective Plan. Securities transactions between a broker-dealer and the custodian involving the purchase or sale of securities must be made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

CONCENTRATION OF CREDIT RISK

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The City's investment policy limits the concentration of credit risk by setting limits on the maximum amount of securities held by type and by single issuer. The City's Police Pension Plan's investment policies limit investments in the stock of any one issuing company to 5% of the Plan's assets and to 5% of the outstanding capital stock of any issuing company. The City's Fire Pension Plan's investment policy limits investments in the stock of any one issuing company to 3% of the Fund's assets, and to 3% of the outstanding capital stock of any issuing company. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools and other pooled investments are excluded from this requirement.

The General Employees' Pension Plan as well as the Police and Fire Pension Plans did not hold investments in any one organization that represents 5% or more of the pension plan's fiduciary net position.

FOREIGN CURRENCY RISK

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. There was no direct exposure to foreign currency risk in the City's and the Plans' investments at September 30, 2023 as all foreign investments are denominated in U.S. dollars.

NOTE 3 –RECEIVABLES

Receivables and the related allowance for doubtful accounts at September 30, 2023, are summarized as follows:

	Gross Accounts Receivable	Allowance for Doubtful Accounts	Net Accounts Receivable
Governmental Activities			
Due from EMS	$ 2,015,872	$ (1,605,738)	$ 410,134
Special assessment	663,812	--	663,812
Franchise fees	1,603,184	--	1,603,184
Utility taxes	167,233	--	167,233
Interest	267,401	--	267,401
Lease	1,477,386	--	1,477,386
Extra police services	58,156	--	58,156
Other miscellaneous services	136,801	--	136,801
Total Governmental Activities	$ 6,389,845	$ (1,605,738)	$ 4,784,107

LEASE RECEIVABLE

Effective October 1, 2021, the City implemented GASB No. 87, *Leases*, which required the City to recognize a lease receivable and a deferred inflow of resources. The City, as lessor, has several ground leases for communication towers (cell phone towers). As of September 30, 2023, the remaining lease terms under these agreements, including options to extend, ranged from one to twelve years. An initial lease receivable was recorded in the amount of $1,863,265. As of September 30, 2023, the value of the lease receivable is $1,477,386. The value of the deferred inflow of resources as of September 30, 2023, was $1,368,405, and the City recognized lease revenue of $201,526 and interest income of $17,577 during the fiscal year. The following schedule represents the future principal and interest revenue to be received:

Fiscal Year Ending September 30	Principal	Interest	Total
2024	$ 206,408	$ 14,797	$ 221,205
2025	208,827	11,937	220,764
2026	216,201	8,992	225,193
2027	145,781	6,408	152,189
2028	156,245	4,843	161,088
2029 - 2033	496,652	8,862	505,514
Thereafter	47,272	204	47,476
Total	$ 1,477,386	$ 56,043	$ 1,533,429

NOTE 4 – PROPERTY TAXES

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector, respectively. All property is reassessed according to its fair market value on January 1 of each year and each assessment roll is submitted to the State Department of Revenue for review to determine if the assessment roll meets all of the appropriate requirements of State law. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills.

The tax levy of the City is established by the Council prior to October 1st of each year during the budget process. The Palm Beach County Property Appraiser incorporates the City's millage into the total tax levy, which includes the County, County School Board, and special district tax requirements. The millage rate assessed by the City for the year ended September 30, 2023, was 5.32 ($5.32 for each $1,000 of assessed valuation).

Taxes may be paid less a 4% discount in November, or at declining discounts each month through the month of February. All unpaid taxes become delinquent on April 1st following the year in which they are assessed. Delinquent taxes on real property bear interest at 18% per year. On or prior to June 1st following the tax year, certificates are offered for sale for all delinquent taxes on real property.

After sale, tax certificates bear interest at 18% per year or at any lower rate bid by the buyer. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County. Delinquent taxes on personal property bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the five-year statute of limitations. At September 30, 2023, unpaid delinquent taxes are not material and have not been recorded by the City.

NOTE 5 – CAPITAL ASSETS

Capital assets activity for the year ended September 30, 2023, was as follows:

	Balance October 1, 2022	Additions/ Transfers	Retirements/ Transfers	Balance September 30, 2023
Governmental Activities				
Capital assets not being depreciated:				
Land	$ 19,779,365	$ --	$ --	$ 19,779,365
Construction in progress	22,843,096	18,205,751	(27,290,514)	13,758,333
Total capital assets not being depreciated	42,622,461	18,205,751	(27,290,514)	33,537,698
Capital assets being depreciated/amortized:				
Buildings	69,128,161	8,504,761	(59,054)	77,573,868
Roadways	74,724,426	4,576,589	--	79,301,015
Drainage and structures	18,052,974	--	--	18,052,974
Machinery and equipment	40,430,676	4,569,243	(2,424,127)	42,575,792
Improvements other than buildings	43,298,887	11,306,791	(23,685)	54,581,993
Lease (right-of-use asset)	4,388,132	3,130,098	--	7,518,230
Total capital assets being depreciated/amortized	250,023,256	32,087,482	(2,506,866)	279,603,872
Less accumulated depreciation/amortization:				
Buildings	(30,799,814)	(2,926,358)	42,014	(33,684,158)
Roadways	(51,402,138)	(1,463,679)	--	(52,865,817)
Drainage and structures	(5,773,975)	(171,761)	--	(5,945,736)
Machinery and equipment	(29,376,359)	(3,985,256)	2,338,100	(31,023,515)
Improvements other than buildings	(22,107,221)	(2,165,348)	21,580	(24,250,989)
Lease (right-of-use asset)	(1,174,065)	(1,553,602)	--	(2,727,667)
Total accumulated depreciation and amortization	(140,633,572)	(12,266,004)	2,401,694	(150,497,882)
Total capital assets being depreciated, net	109,389,684	19,821,478	(105,172)	129,105,990
Governmental Activities Capital Assets, Net	$152,012,145	$38,027,229	$ (27,395,686)	$162,643,688

NOTE 5 – CAPITAL ASSETS *(CONTINUED)*

Governmental Activities	
General government	$ 1,952,818
Public safety	2,627,843
Culture and recreation	3,854,088
Physical environment	2,050,318
Transportation	1,780,937
Total Depreciation and Amortization Expense – Governmental Activities	$ 12,266,004

NOTE 6 – LONG-TERM DEBT

CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2023, was as follows:

	Balance October 1, 2022	Additions	Reductions	Balance September 30, 2023	Due Within One Year
Governmental Activities					
Debt Payable					
Pubic improvement refunding bonds	$ 345,000	$ --	$ (345,000)	$ --	$ --
Public improvement bonds from direct borrowings	29,650,403	20,100,000	(3,855,403)	45,895,000	4,095,000
Capital financing	5,507,867	5,114,471	(1,983,947)	8,638,391	1,329,488
Lease (Right-of-use assets)	2,959,195	3,130,098	(1,396,111)	4,693,182	1,230,670
Total Debt Payable	38,462,465	28,344,569	(7,580,461)	59,226,573	6,655,158
Other Liabilities					
Compensated absences	4,582,516	5,544,709	(4,842,857)	5,284,368	282,828
Claims payable	515,842	9,121,271	(9,143,681)	493,432	493,432
Total Other Liabilities	5,098,358	14,665,980	(13,986,538)	5,777,800	776,260
Total Governmental Activities	$ 43,560,823	$43,010,549	$ (21,566,999)	$65,004,373	$7,431,418

The general fund is typically used to liquidate net pension and OPEB liabilities.

NOTE 6 – LONG-TERM DEBT *(CONTINUED)*

CAPITAL FINANCING

The City has entered into various agreements to finance the acquisition of fire rescue and police vehicles. At September 30, 2023, the cost of equipment held under these agreements was approximately $10,031,000 and the accumulated amortization was approximately $7,106,000. Amortization expense related to the equipment is included in depreciation expense in the accompanying financial statements. Future payments for the City's agreements through maturity are as follows as of September 30, 2023:

Year Ending September 30,	Governmental Activities
2024	$ 1,516,538
2025	1,494,515
2026	1,364,754
2027	1,281,986
2028	974,637
2029-2032	2,428,927
Total Minimum Lease Payments	9,061,358
Less amount representing interest	(422,967)
Present Value of Minimum Lease Payments	$ 8,638,391

NOTE 6 – LONG-TERM DEBT *(CONTINUED)*

LEASES

The City adopted GASB Statement No. 87, *Leases* and recorded leases for fleet vehicles.

The principal and interest requirements to maturity for the City's GASB 87 leases are presented below:

Year Ending September 30	Principal	Interest	Total
2024	$ 1,230,670	$ 30,206	$ 1,260,876
2025	1,046,723	20,111	1,066,834
2026	1,041,448	12,747	1,054,195
2027	897,393	6,645	904,038
2028	476,948	6,645	483,593
Total	$ 4,693,182	$ 76,354	$ 4,769,536

BONDS PAYABLE

Public Improvement Bonds

On November 6, 2003, the City Council approved, through adoption of Resolution 174, 2003, the issuance of Public Improvement Bonds in one or more series for the purpose of financing the costs of acquiring, constructing and installing capital and non-capital projects and refunding prior obligations issued by the City. The bonds are payable from non-ad valorem revenues.

NOTE 6 – LONG-TERM DEBT *(CONTINUED)*

BONDS PAYABLE (CONTINUED)

	Outstanding Balance
Public Improvement Bonds	
Series 2017	
On February 9, 2017, the City approved, through adoption of Resolution 14, 2017, the issuance of the Public Improvement Bond, Series 2017, in the amount of $30,000,000 for the purpose of financing the cost of certain infrastructure projects within the City relating to the one-cent sales surtax. Interest at the rate of 2.20% is payable semiannually on April 1 and October 1. Principal is payable in annual installments of $2,725,000 to $3,300,000, with the final payment due October 1, 2026. Debt service payments will be made from the one-cent sales surtax capital improvements fund.	$ 12,785,000
Series 2021	
On January 14, 2021, the City approved, through adoption of Resolution 7, 2021, the issuance of the Public Improvement Bond, Series 2021, in the amount of $14,000,000 for the purpose of financing the cost of an 18 hole par-three golf course and related facilities. Interest at the rate of 2.15% is payable semiannually on October 1 and March 1. Principal is payable in annual installments of $405,000 to $860,000, with the final payment due October 1, 2040. Debt service payments will be made from the general fund.	13,010,000
Series 2023	
the issuance of the Public Improvement Bond, Series 2023, in the amount of $20,100,000 for the purpose of financing the cost of infrastructure road projects, pickleball courts and th Burns Road Recreation Center renovations. Interest at the rate of 3.74% is payable semiannually on October 1 and March 1. Principal is payable in annual installments of $400,000 to $1,415,000, with the final payment due October 1, 2042. Debt service payments will be made from the general fund.	20,100,000
Total Public Improvement Bonds	$ 45,895,000

NOTE 6 – LONG-TERM DEBT *(CONTINUED)*

BONDS PAYABLE (CONTINUED)

Annual debt service payments to maturity for all bonds are as follows:

Year Ending September 30	Public Improvement Bonds from Direct Borrowings	
	Principal	Interest
2024	$ 4,095,000	$ 603,296
2025	4,500,000	1,161,807
2026	4,615,000	1,050,377
2027	4,725,000	936,058
2028	1,470,000	855,916
2029-2033	8,030,000	3,571,438
2034-2038	9,350,000	2,241,244
2039-2043	9,110,000	715,901
Total	$ 45,895,000	$ 11,136,037

NOTE 7 – INTERFUND TRANSFERS

The following is a summary of transfers by fund type for the year ended September 30, 2023:

	Transfer In				
Transfer Out	General Fund	Road Impact Fund	Recreation Impact Fund	Non-major Governmental Funds	Total
General Fund	$ --	$ 2,700,000	$ 5,285,099	$ 2,000,000	$ 9,985,099
Recreation Impact Fund	871,004	--	--	--	871,004
Total Funds	$ 871,004	$ 2,700,000	$ 5,285,099	$ 2,000,000	$10,856,103

Transfers were made to move funds from the general fund to the recreation special revenue fund, recreation impact fund and Road impact fund to offset the operating loss in those funds. The Recreation impact fund transferred funds to the general fund for debt service payments.

NOTE 8 – PENSION PLANS

COST-SHARING DEFINED BENEFIT PLANS

In October 2006, the City approved, through the adoption of Resolution 84, 2006, the participation in the Florida Retirement System ("FRS") for general employees, including elected officials and senior management. Employees participating in another City retirement plan that were hired prior to October 1, 2006, had the right to elect to continue participating in the City plan or discontinue participation in the City plan and join the FRS. Employees that elected to join the FRS were eligible for past service credit, at the City's expense, for the period of the participation in the City retirement plan, up to 9.75 years. Additional past service credit could be purchased at the employee's expense.

There are two defined benefit plans as part of the Florida Retirement System. The FRS is a cost-sharing, multiple-employer defined benefit pension plan with a Deferred Retirement Option Program (DROP) for eligible employees, and the Health Insurance Subsidy Program ("HIS").

HIS is a cost-sharing, multiple-employer defined benefit pension plan. The FRS and HIS were created by the Florida Legislature and are administered by the State of Florida, Department of Management Services, Division of Retirement. FRS provides retirement, disability or death benefits for retirees or their designated beneficiaries while HIS assists retirees in paying costs related to health insurance. All retirement legislation must comply with Article X, Section 14 of the State Constitution and Part VII, Chapter 112 Florida Statutes. Both of these provisions require that any increase in retirement benefits must be funded concurrently on an actuarially sound basis.

Both plans are included as a fiduciary fund in the State of Florida's Annual Comprehensive Financial Report. The report is available via the Florida Department of Financial Services' homepage at www.myfloridacfo.com. FRS issues a publicly available financial report that includes statements of financial condition, investment objectives and policy, an actuarial report, historical and statistical information on active members, annuitants, and benefit payments, as well as a description of the retirement plans. The report is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

Benefits Provided

HIS - The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of service credited at retirement multiplied by $5. The minimum payment is $30 and the maximum payment is $150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state administered retirement systems must provide proof of eligible health insurance coverage, which may include Medicare.

FRS –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 Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan 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 at any age after 30 years of service. All members enrolled in the Plan 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. The Plan 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 Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants. DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

Benefits Provided (continued)

Benefits under the Plan 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 plan's total percentage value of the benefit received is determined by calculating the total value of all service, which is 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.

Below is the percentage value for each year of service credit earned:

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 or more 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 or more years of service 1.68%

Elected County Officers 3.00%

Senior Management Service Class 2.00%

Special Risk Regular Class 3.00%

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

Benefits Provided (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 percent 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 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Employees in the Florida Retirement System Pension Plan and Investment Plan are required to contribute 3% of their income as part of SB 2100 FRS reform measures that passed in the 2011 Florida legislative session. The total amount of employee contributions was $738,966 during the year ended September 30, 2023. Contribution percentage amounts are subject to change each year based on legislative law changes, investment experience and the actuarial experience of the trust fund. As of September 30, 2023, the City's required annual contribution is 11.91% of the covered salary for general employees, 31.57% for senior management, 57.00% for elected officials, and 38.65% for special risk. The City's contribution to FRS for the fiscal year ended September 30, 2023 was $3,752,748, equal to 100% of the required contribution for the fiscal year. Included in these rates is 1.66% relating to the HIS plan for all classes of employees.

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

At September 30, 2023, the City reported liabilities of $23,528,328 for its proportionate share of the FRS net pension liability and $10,271,239 for the HIS 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 fiscal year 2023 contributions relative to the fiscal year 2023 contributions of all participating members. At September 30, 2023, the City's proportionate share was 0.0590469167 percent for the FRS plan and 0.0646749117 percent for the HIS plan, which was an increase of 0.00512 percent and 0.00116 percent respectively, from the proportionate share measured as of June 30, 2022.

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

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

For the fiscal year ended September 30, 2023, the City recognized pension expense of $6,168,277. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	FRS	HIS	Total
Differences between expected and actual experience	$ 2,209,107	$ 150,364	$ 2,359,471
Assumption Changes	1,533,772	270,028	1,803,800
Net Difference between projected and actual earnings on pension plan investments	982,607	5,304	987,911
Changes in proportion and differences between City contributions and proportionate share of contributions	1,590,020	636,387	2,226,407
Employer contributions subsequent to the measurement date	863,303	143,591	1,006,894
Total Deferred Outflows of Resources	$ 7,178,809	$ 1,205,674	$ 8,384,483

	Deferred Inflows of Resources		
	FRS	HIS	Total
Differences between expected and actual experience	$ --	$ 24,108	$ 24,108
Assumption Changes	--	890,037	890,037
Changes in proportion and differences between City contributions and proportionate share of contributions	63,341	--	63,341
Total Deferred Inflows of Resources	$ 63,341	$ 914,145	$ 977,486

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

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

The deferred outflows of resources related to pensions, totaling $1,006,894, resulting from City contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Employer Share of Deferred Outflows / (Inflows)		
Year Ending September 30	FRS	HIS	Total
2024	$ 1,153,071	$ 116,176	$ 1,269,247
2025	233,071	97,988	331,059
2026	4,280,126	51,272	4,331,398
2027	472,566	(69,935)	402,631
2028	113,331	(46,892)	66,439
Thereafter	--	(671)	(671)
Total	$ 6,252,165	$ 147,938	$ 6,400,103

Actuarial Assumptions

Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	FRS	HIS
Mortality table	PUB-2010 base table projected generationally with Scale MP-2018	PUB-2010 base table projected generationally with Scale MP-2018
Experience study	7/1/13-6/30/18	7/1/13-6/30/18
Actuarial cost method	Individual Entry Age Normal	Individual Entry Age Normal
Investment rate of return	6.70%	3.65%
Projected salary increases	3.25%	3.25%
Inflation	2.40%	2.40%

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

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:

Asset Class	Target Allocation	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 (property)	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%			

Discount Rate

The discount rate used to measure the total pension liability was 6.70% for the FRS plan. The 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 rate of return. The HIS program uses a pay as you go funding structure, therefore, the depletion date is considered to be immediate and the single equivalent discount rate is equal to the municipal bond rate. The municipal bond rate of 3.54% was used to determine the total pension liability for the program. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Since the prior measurement date, the discount rate for FRS remained consistent. The HIS discount rate was increased from 3.54% to 3.65%.

NOTE 8 – PENSION PLANS (CONTINUED)

COST-SHARING DEFINED BENEFIT PLANS (CONTINUED)

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

The following table presents the sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the City's proportionate share of the net pension liability if the discount rate was 1.00% lower or 1.00% higher than the current discount rate at June 30, 2023.

	City's Proportionate Share of the Net Pension Liability		
Pension Plan	1% Decrease	Current Discount Rate	1% Increase
FRS	$ 40,191,174	$ 23,528,328	$ 9,587,862
HIS	11,717,880	10,271,239	9,072,070

Discount Rate: The discount rate used to measure the total pension liability was 6.70% for FRS and 3.65% for HIS.

Pension Plan Fiduciary Net Position

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

CITY SPONSORED – DEFINED BENEFIT PLANS

Plan Descriptions

The City is the sponsor of three single-employer defined benefit plans: City of Palm Beach Gardens Police Officers' Pension Fund (the "Police Pension") covering police officers, City of Palm Beach Gardens Retirement Plan for Firefighters (the "Fire Pension") covering Firefighters, and City of Palm Beach Gardens Retirement Plan for General Employees (the "General Employees' Pension"). The defined benefit plan for general employees was closed to new employees hired after May 1, 1995. All three plans are reported as pension trust funds. The City Council is authorized to establish benefit levels and to approve the actuarial assumptions used in the determination of contribution levels.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

Plan Descriptions (continued)

At the election of the Pension Boards, separate audited financial statements are produced for the Police Pension and the Fire Pension. The General Employees' Pension does not issue separate statements. The stand-alone statements for the Police Pension and the Fire Pension are available on the City's homepage at www.pbgfl.com.

Each pension plan has its own board that acts as plan administrator and trustee. Each plan's assets may only be used for the payment of benefits to the members and beneficiaries of the plan in accordance with the terms of each plan document. The costs of administering each plan are financed in the appropriate pension trust fund.

The General Employees' Pension Board has three members and is comprised of a plan member or retiree or HR administrator if one of these is unable to serve; the City's finance administrator and the City manager or designee.

The Police and Fire Pension Boards are managed by a five-member Board of Trustees comprised of two members appointed by City Council, two members that are elected by plan membership, and a fifth member who is chosen by the other four members.

Basis of Accounting

The Plans' financial statements are prepared using the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer and State of Florida 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.

Investments

Investments are reported at fair value except for money market funds and commercial paper which are at amortized cost, and are managed by third party money managers. The Plans' independent custodians and individual money managers price each instrument using various third party pricing sources. The benefits and refunds of the defined benefit pension plans are recognized when due and payable in accordance with the terms of the plan.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS

General Employees' Pension

The Plan provides normal retirement, early retirement, deferred retirement, disability retirement and death benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. A participant may retire with normal benefits after age 62 with 10 years of credited service. Reduced early retirement benefits are available once a participant reaches age 55 and accumulates 10 years of credited service. Normal retirement benefits are calculated at 2.5% of the participant's average earnings times the participant's credited service years. A participant becomes 100% vested after 10 years of credited service. Early retirement benefits are the same as normal retirement benefits, reduced by 0.55% for each of the first sixty months by which the early retirement age precedes age 62 and further reduced by 0.27% for each of the next twenty-four months by which the early retirement age precedes age 62. Average earnings for purposes of calculating benefits is the average of the three highest years of pensionable earnings out of the last five years of employment. Salary means the average monthly earnings reported to the Internal Revenue Service for income tax purposes.

Disability Benefits

A participant must become totally and permanently disabled prior to his termination of employment as determined by the pension board. The disability benefit is a monthly 10-year certain and life annuity equal to the participant's monthly accrued benefit, but offset as necessary to preclude the total of the participant's worker's compensation, 50% of the participant's social security disability benefit, and any other City-provided disability compensation from exceeding his final monthly salary excluding overtime. For this purpose, the amount of any lump sum worker's compensation payment is converted to an equivalent monthly benefit payable for 10 years certain by dividing the lump sum amount by 83.9692. A disabled participant may elect the single life annuity or a joint and contingent annuity in lieu of the 10-year certain and life form of payment. Regardless of the form of payment, benefits cease upon the participant's recovery from the disability prior to normal retirement date.

Eligibility for disability benefits begins from the participant's date of hire, if the disability is service connected, or after 10 years of service if non-service connected. Service-incurred disability benefits are 60% of the participant's average final compensation, and not less than 2.0% of the participant's average final compensation times his or her credited service years. Non-service incurred disability benefits are 2.5% of the participant's average final compensation times his or her credited service years up to a maximum of 50% of average final compensation.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

General Employees' Pension (continued)

Death Benefits

If a vested participant dies prior to retirement, the participant's beneficiary receives a 10-year certain annuity equal to the participant's monthly accrued benefit, payable beginning at the participant's early or normal retirement age. If a non-vested participant dies prior to retirement, the participant's beneficiary receives the participant's accumulated contributions.

Termination Benefits

Termination benefits for unvested participants are the return of the participant's contributions. For participants who are vested when they terminate, their vested accrued pension benefit is payable at the early or normal retirement date. Full vesting occurs at the completion of 10 years of credited service.

Police Pension

The Plan provides retirement, death and disability benefits for its members. Benefit provisions are established and may be amended by the City of Palm Beach Gardens, in conjunction with the Palm Beach County Police Benevolent Association. A member hired before September 13, 2012 may retire with normal benefits after the earlier of age 52 with 10 years of credited service, or 20 years of credited service regardless of age. A member hired on or after September 13, 2012 may retire with normal benefits upon the attainment of age 55 and 10 years of credited service. Reduced early retirement benefits are available once a member reaches age 50 and accumulates 10 years of credited service. For members retiring prior to September 13, 2012, normal retirement benefits are 3.5% of the member's average monthly earnings times his or her credited service years, up to a maximum of 100% of average monthly earnings, plus a monthly supplemental benefit of $12.50 per year of service. For members hired prior to September 13, 2012 and retiring on or after September 13, 2012, but not having attained the normal retirement date prior to September 13, 2012, normal retirement benefits are 3.5% of the member's average monthly earnings times his or her credited service years earned prior to September 13, 2012 plus 2.75% of the member's average monthly earnings times his or her credited service years earned on or after September 13, 2012 through October 1, 2019, plus 3.0% of the member's average monthly earnings times his or her credited service years earned after October 1, 2019, up to a maximum of 75% of average monthly earnings, plus a monthly supplemental benefit of $12.50 per year of service. For members hired on or after September 13, 2012, normal retirement benefits are 2.75% of the member's average monthly earnings times his or her credited service years through October 1, 2019, plus 3.0% of the member's average monthly earnings times his or her credited service years earned after

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

Police Pension (continued)

October 1, 2019, up to a maximum of 75% of average monthly earnings, plus a monthly supplemental benefit of $12.50 per year of service. Early retirement benefits are the same as normal retirement benefits, reduced by 3.0% for each year by which early retirement precedes the normal retirement date. Average monthly earnings for purposes of calculating benefits is the average of salary during the last five years of employment producing the highest average. Salary means the average monthly earnings reported to the Internal Revenue Service for income tax purposes, plus deferred compensation. Beginning with salary after December 31, 2008, the definition of salary includes amounts paid by the City as differential wages to members who are absent from employment while in qualified military service. Notwithstanding the preceding two sentences, effective September 13, 2012, salary will henceforth mean base pay, excluding all other compensation, provided that the salary of any member employed on September 13, 2012 shall include payment for unused accrued sick and annual leave up to the dollar amount of unused sick and annual leave that the member has accrued as of September 13, 2012. However, in no event will the salary of any member who is employed on September 13, 2012 be less than the member's salary on September 12, 2012 as determined in accordance with the definition of salary in effect on September 12, 2012.

Deferred Retirement Option Plan

Any member who attains 20 years of service or age 52 with 10 years of service may elect to participate in a deferred retirement option plan (DROP) while continuing his or her active employment as a police officer. The election to enter the DROP must be made prior to completing 25 years of credited service. Upon participation in the DROP, the member becomes a retiree for all Plan purposes so that he or she ceases to accrue any further benefits under the Plan. Normal retirement payments that would have been payable to the member as a result are accumulated and invested in the DROP plan to be distributed to the member upon his or her termination of employment. Participation in the DROP plan ceases for a member at the first to occur of: termination of employment, 30 years of credited service or 5 years of participation.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

Police Pension (continued)

Disability Benefits
Eligibility for disability benefits begins from the member's date of hire, if the disability is service connected, or after 10 years of service if non-service connected. Service-incurred disability benefits are 60% of the member's current compensation, and not less than the accrued pension benefit. Non-service incurred disability benefits are calculated the same as a normal retirement pension based on average monthly earnings and credited service at the time of disability, but not less than 25% of average monthly earnings or the accrued pension benefit, whichever is greater.

Death Benefits
Pre-retirement death benefits for service related deaths are paid to the member's beneficiary for life. Benefits are calculated at 50% of the member's average monthly earnings, with a minimum equal to the accrued pension benefit (with no early retirement reduction). Pre-retirement death benefits for non-service related deaths are paid to the member's beneficiary for life. For members with less than 5 years of contributing service at the date of death, the benefit is the return of the member's contributions without interest. For members with 5 years or more of contributing service at the date of death, the benefit is equal to that payable at early or normal retirement age. If the member is eligible for normal retirement, the benefit is equal to his or her accrued pension benefit, and is payable for life.

Termination Benefits
Termination benefits for unvested members are the return of the member's contributions. For members who are vested when they terminate, their vested accrued pension benefit is payable at the early or normal retirement date. Full vesting occurs at the completion of 10 years of credited service.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

Fire Pension

The Plan provides normal retirement, early retirement, deferred retirement, disability retirement and death benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. A participant may retire with normal benefits after the earlier of age 52 with 10 years of credited service, or 25 years of credited service regardless of age. Reduced early retirement benefits are available once a participant reaches age 50 and accumulates 10 years of credited service. Normal retirement benefits are 3.0% of the participant's average final compensation times the participant's credited service years up to a maximum of 99% (75% for participants retiring on or after September 13, 2012 who were not eligible for normal retirement or who did not have an accrued pension benefit in excess of 75% of average final compensation on that date) of average final compensation. Early retirement benefits are the same as normal retirement benefits, reduced by 3.0% for each year by which the commencement of benefits precedes age 52. Average final compensation for purposes of calculating benefits is one twelfth of the average annual salary for the best five years of the last ten years of credited service. Salary means the total compensation for services rendered to the City as a firefighter is reportable on the participant's W-2 form plus all tax deferred, tax-sheltered or tax exempt items of income derived from elective employee payroll deduction or salary reduction. Notwithstanding the preceding sentence, effective September 13, 2012, salary shall exclude all overtime compensation as well as payments for unused accrued sick and annual leave; provided the salary of any participant employed on September 13, 2012 shall include payment for unused accrued sick and annual leave up to the number of hours of unused sick and annual leave accrued on September 13, 2012.

Deferred Retirement Option Plan

Any participant who attains 25 years of service or age 52 with 10 years of service may elect to participate in the deferred retirement option plan (DROP) while continuing his or her active employment as a firefighter. Upon participation in the DROP, the participant becomes a retiree for all Plan purposes so that he or she ceases to accrue any further benefits under the Plan. Normal retirement payments that would have been payable to the participant as a result are accumulated and invested in the DROP plan to be distributed to the participant upon his or her termination of employment. Participation in the DROP plan ceases for a participant at the first to occur of: termination of employment or 5 years of participation.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

Fire Pension (continued)

Disability Benefits
Eligibility for disability benefits begins from the participant's date of hire, if the disability is service connected, or after 10 years of service if non-service connected. Service-incurred disability benefits are 60% of the participant's average final compensation, and not less than 2.0% of the participant's average final compensation times his or her credited service years. Non-service incurred disability benefits are 2.5% of the participant's average final compensation times his or her credited service years up to a maximum of 50% of average final compensation.

Death Benefits
The death benefit for a participant who was partially or fully vested, but had not attained at least age 50, is a payment of the participant's accrued pension benefit to the participant's beneficiary for 10 years, beginning on the date that the participant would have attained age 52 for a normal retirement benefit or age 50 for an early retirement benefit, at the option of the beneficiary. The death benefit for a participant who was not vested is a return of the participant's contributions to the participant's beneficiary.

On July 1, 2019, in accordance with Chapter 2019-21, Laws of Florida, certain disability benefits were granted to firefighters participating in an employer-sponsored retirement plan. The retirement plan must consider the firefighter totally and permanently disabled in the line of duty if he or she meets the retirement plan's definition of totally and permanently disabled due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer. Cancer is defined in Section 112.1816(1), Florida Statutes.

Termination Benefits
Termination benefits for unvested participants are the return of the participant's contributions. For participants who are vested when they terminate, their vested accrued pension benefit is payable at the early or normal retirement date. Full vesting occurs at the completion of 10 years of credited service.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

Fire Pension (continued)

Cost of Living Adjustments

Beginning January 1, 2004, and each January 1 thereafter, all participants receiving benefits, excluding disability retirees, shall receive an age based cost of living adjustment. The amount will be 1.0% for participants who are age 53, 2.0% for participants who are age 54, and 3.0% for participants who are age 55 or greater. Effective January 1, 2013, the applicable percentage for participants who are age 55 or greater, and who were not employed and eligible for normal retirement on September 13, 2012, shall be 1.5%.

All Plans

The plan membership as of October 1, 2023 for the General Employees' and October 1, 2022 for the Police and Fire, the date of the latest actuarial valuation are listed below:

	General Employees'	Police	Fire
Active Employees	2	118	99
Benefits	7	84	75
Inactive Employees Entitled to but not yet Receiving Benefits	2	4	15
Total	11	206	189

Contributions

The Florida Constitution requires local governments to make the actuarially determined contribution. The Florida Division of Retirement reviews and approves each local government's actuarial report for funding purposes. Additionally, the State collects two locally authorized insurance premium surcharges (one for the Police Pension Plan on casualty insurance policies and one for the Fire Pension Plan on certain real and personal property insurance policies within the corporate limits) which can only be distributed after the State has ascertained that the local government has met their actuarial funding requirement for the then most recently completed fiscal year.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

BENEFIT TERMS (CONTINUED)

All Plans (continued)

The following schedule summarizes the contribution rates for the City and its plan members:

	General Employees'	Police	Fire
Contribution Rates:			
City	0.00%	45.94%	52.96%
State	N/A	5.95%	7.91%
Plan members	6.00%	8.60%	6.00%

The Police Officers' and Firefighters' Pension Plans are partially funded by contributions from the State of Florida under Chapters 185 and 175, respectively, of the Florida Statutes. This contribution consists of excise taxes collected by the State on property and casualty insurance premiums on policies written within the City and totaled $1,875,607 for the year ended September 30, 2023: $882,154 for property insurance contracts for firefighters and $993,453 for casualty insurance contracts for police officers. These amounts are recognized as insurance premium tax revenues and public safety expenditures in the General Fund.

NET PENSION LIABILITY

The City's net pension liability was measured as of September 30, 2022 for the Police Pension and Fire Pension and the General Employees' Pension was measured as of September 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial accounting valuation as of these dates.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2021, updated to September 30, 2022 for the Police Pension and Fire Pension and the General Employees' Pension used an actuarial valuation as of October 1, 2022 updated to September 30, 2023. The following actuarial assumptions, applied to all measurement periods:

	General Employees'	Police	Fire
Mortality Table	PUB-2010 Mortality Tables with generational improvements in mortality using Scale MP-2018.	PUB-2010 Mortality Tables with generational improvements in mortality using Scale MP-2018.	PUB-2010 Mortality Tables with generational improvements in mortality using Scale MP-2018.
Investment rate of return	7.00%	6.00%	6.85%
Projected salary increases	5.00%	5.5% - 6.75%	4% - 5.5%
Inflation	0.00%	2.25%	2.50%
Cost of living adjustments	0.00%	N/A	1%-2%

The actuarial assumptions used in the September 30, 2022 accounting valuation for the Police Pension and Fire Pension were based on the results of an actuarial experience study for the period of October 1, 2013 – September 30, 2016. The assumptions used in the September 30, 2022 accounting valuation for the General Employees' Pension were based on the results of an actuarial experience study for the period of October 1, 2014 – September 30, 2017.

Long-term Expected Rate of Return

The long-term expected rate of return for the General Employees' Pension, Police Pension and the Fire Pension investments were 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 weighting 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 General Employee's Pension, Police Pension and Fire Pension plan's target asset allocation as of September 30, 2023 are summarized and included in the following table.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

Plan	Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
General Employees	Core bonds	15.00%	1.60%
	Coreplus	15.00%	2.10%
	U.S. large cap equity	25.00%	4.60%
	U.S. small cap equity	14.00%	5.50%
	Non-U.S. equity	21.00%	6.70%
	Real estate	10.00%	5.00%
Fire	Domestic equity	50.00%	7.50%
	Foreign equity	10.00%	8.50%
	Domestic fixed income	20.00%	2.50%
	Global fixed income	5.00%	3.50%
	Real estate	10.00%	4.50%
	Alternative	5.00%	6.03%
Police	Domestic equity	50.00%	7.50%
	International equity	10.00%	8.50%
	Domestic bonds	27.50%	2.50%
	Real estate	12.50%	4.50%
	Alternative Assets	7.50%	5.99%

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for the General Employees' Pension, 6.00% for the Police Pension, and 6.85% for the Fire Pension. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made as legally required. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Since the prior measurement date, the discount rate of the Police Pension discount rate has been lowered each year for the past ten years until the rate reached 6.00%.

Changes in the Net Pension Liability

The changes in the net pension liability at the measurement date, were as follows:

	General Employees'	Police	Fire
Total Pension Liability			
Service Cost	$ 22,278	$ 3,459,247	$ 2,356,584
Interest	203,143	7,953,674	10,586,382
Share Plan Allocation	--	190,649	22,569
Differences Between Expected and Actual Experience	104,900	(486,206)	3,323,775
Changes of Assumptions	--	2,419,917	1,849,773
Benefit Payments Including Refunds of Employee Contributions	(116,562)	(7,073,896)	(6,084,396)
Net Change in Total Pension Liability	213,759	6,463,385	12,054,687
Total Pension Liability - Beginning	2,992,897	129,310,410	153,007,658
Total Pension Liability - Ending (a)	$ 3,206,656	$ 135,773,795	$ 165,062,345

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

Changes in the Net Pension Liability (continued)

	General Employees'		Police	Fire
Plan Fiduciary Net Position				
Contributions - Employer	$ --		$ 4,416,118	$ 5,286,754
Contributions - State	--		856,513	795,211
Contributions - Employee	12,217		854,303	583,630
Net Investment Income (Loss)	253,149		(14,576,176)	(20,557,642)
Benefit Payments Including Refunds of Employee Contributions	(116,562)		(7,073,896)	(6,084,396)
Administrative Expense	(12,138)		(159,383)	(125,172)
Net Change in Plan Fiduciary Net Position	136,666		(15,682,521)	(20,101,615)
Plan Fiduciary Net Position - Beginning	2,943,276	*	127,508,035	140,905,086
Plan Fiduciary Net Position - Ending (b)	$ 3,079,942		$ 111,825,514	$ 120,803,471
Net Pension Liability - Ending (a) - (b)	$ 126,714		$ 23,948,281	$ 44,258,874
Plan Fiduciary Net Position as a % of the Total Pension Liability	96.05%		82.36%	73.19%
Covered Payroll	$ 132,586		$ 9,933,756	$ 9,684,103
Net Pension Liability as a % of Covered Payroll	95.57%		241.08%	457.03%

* The amount does not agree to the General Employees' Pension Trust Fund by $1,318 due to differences related to the timing of an adjusting journal entry.

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

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

The following presents the City's net pension liability calculated using the current discount rates and the liability using discount rates that are one percentage point lower and one percentage point higher than the current rates:

	Net Pension Liability		
Pension Plan	1% Decrease	Current Discount Rate	1% Increase
General Employees'	$ 455,078	$ 126,714	$ (156,396)
Police	37,892,168	23,948,281	12,319,778
Fire	64,921,135	44,258,874	27,551,507

Discount Rate: The discount rate used to measure the total pension liability was 7.00% for General Employees, 6.00% for Police and 6.85% for the Fire Plan.

Pension plan fiduciary net position. Detailed information about the Police Pension and Fire Pension fiduciary net position is available in the separately issued financial reports. The General Employees' fiduciary net position information is shown below:

General Employees Pension Trust Fund
Statement of Fiduciary Net Position
September 30, 2023

Assets	
Cash and cash equivalents	$ 43,119
Investments	3,036,823
Receivables	222
Total Assets	3,080,164
Liabilities	
Accounts payable	1,540
Net Position Restricted for Pension Benefits	$ 3,078,624

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

NET PENSION LIABILITY (CONTINUED)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate (continued)

General Employees Pension Trust Fund
Statement of Changes in Fiduciary Net Position
Year Ended September 30, 2023

Additions	
Contributions:	
Employer	$ --
Employees	12,238
Total Contributions	12,238
Investment earnings:	
Net increase in the fair value of investments	253,150
Less investment expenses	(10,662)
Net investment gain	242,488
Total Additions	254,726
Deductions	
Pension benefits	116,562
Administrative expenses	1,540
Total Deductions	118,102
Change in Net Position	136,624
Net Position Restricted for Pension Benefits:	
Beginning	2,942,000
Ending	$ 3,078,624

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

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

For the year ended September 30, 2023, The City recognized pension expense of $1,589,111. Deferred outflows and inflows of resources related to pensions are as follows:

	Deferred Outflows of Resources			
	General Employees'	Police	Fire	Total
Differences between expected and actual experience	$ 18,365	$ 637,301	$ 4,363,007	$ 5,018,673
Assumption Changes	42,759	4,109,442	4,048,506	8,200,707
Net Difference between projected and actual earnings on pension plan investments	230,454	8,397,058	16,244,373	24,871,885
Employer and State contributions subsequent to the measurement date	--	5,712,602	7,001,070	12,713,672
Total Deferred Outflows of Resources	$ 291,578	$ 18,856,403	$ 31,656,956	$ 50,804,937

	Deferred Inflows of Resources			
	General Employees'	Police	Fire	Total
Differences between expected and actual experience	$ 25,356	$ 396,168	$ --	$ 421,524
Total Deferred Inflows of Resources	$ 25,356	$ 396,168	$ --	$ 421,524

NOTE 8 – PENSION PLANS (CONTINUED)

CITY SPONSORED – DEFINED BENEFIT PLANS (CONTINUED)

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

Deferred outflows of resources related to City contributions made subsequent to the measurement date of $12,713,672 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending September 30	General Employees'	Police	Fire	Total
2024	$ 84,811	$ 3,341,558	$ 6,451,887	$ 9,878,256
2025	62,625	2,258,198	5,399,044	7,719,867
2026	129,010	2,007,814	5,007,159	7,143,983
2027	(10,224)	4,996,827	6,935,537	11,922,140
2028	--	143,236	862,259	1,005,495
Total	$ 266,222	$ 12,747,633	$ 24,655,886	$ 37,669,741

The following summarizes the pension related amounts for the City as of the indicated measurement date:

	Measurement Date	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
FRS	6/30/2023	$ 23,528,328	$ 7,178,809	$ 63,341	$ 2,508,385
HIS	6/30/2023	10,271,239	1,205,674	914,145	3,659,892
General Employees'	9/30/2023	126,714	291,579	25,356	55,617
Police	9/30/2022	23,948,281	18,856,403	396,168	36,209
Fire	9/30/2022	44,258,874	31,656,956	--	8,570,773
Total		$ 102,133,436	$ 59,189,421	$ 1,399,010	$ 14,830,876

NOTE 8 – PENSION PLANS (CONTINUED)

DEFINED CONTRIBUTION PLANS

Investment Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Annual Comprehensive Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices.

Cost of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of plan members. Allocations to the investment member's accounts during the 2022-23 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class 9.00%, Special Risk Administrative Support class 11.35%, Special Risk class 20.00%, Senior Management Service class 10.95% and County and Local Elected Officers class 16.20%.

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2023, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the City.

NOTE 8 – PENSION PLANS (CONTINUED)

DEFINED CONTRIBUTION PLANS (CONTINUED)

Investment Plan (continued)

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The City's Investment Plan pension expense totaled $776,002 for the fiscal year ended September 30, 2023.

Defined Contribution Plan

The City of Palm Beach Gardens Money Purchase Plan (the "General Plan") and the City of Palm Beach Gardens Executive Plan (the "Executive Plan") are defined contribution pension plans established by the City and administered by ICMA Retirement Corporation to provide benefits at retirement to the employees of the City. The General Plan was closed to new employees hired on or after October 1, 2006.

Employees of the City that were hired prior to October 1, 2006, and elected not to join the FRS are eligible to participate in the General Plan. There were nine plan members during the fiscal year. The City contributes to the General Plan an amount equal to the FRS contribution rate at the time of election (9.85% general employee and 13.12% senior management) of the employee's base salary each month. Employees also contribute an amount equal to 4% of their base salary in the General Plan. The City's contributions for each employee (and interest allocated to the employees' accounts) are fully vested after one year of continuous service. Plan revisions and contribution requirements are established and may be amended by the City Council.

The City Manager is the only employee eligible to participate in the Executive Plan. The City contributes 15% to the Executive Plan. As part of the employment agreement with the City Manager, the City contributes 3% of the base salary to the Executive Plan, in addition to the 15%.

The City's contributions were calculated using the base salary amount of $1,018,634 for the General Plan and $339,163 for the Executive Plan. The City made its required contributions of $117,032 for the General Plan and $61,049 for the Executive Plan and employees made their required contributions of $40,745 to the General Plan.

NOTE 8 – PENSION PLANS (CONTINUED)

DEFINED CONTRIBUTION PLANS (CONTINUED)

Deferred Compensation Plan (continued)

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. This plan, available to all City employees, permits them to defer the payment of a portion of their salary until future years. Participation in this plan is voluntary and the City makes no contributions to this plan on behalf of the employee. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen emergency. All amounts of compensation deferred, including the investments and earnings thereon, vest with the employee and are not subject to the claims of the City's general creditors.

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS

The City follows the guidance contained in Government Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* for certain post-employment health care benefits provided by the City for the fiscal year ended September 30, 2023.

PLAN DESCRIPTION

The City provides certain healthcare benefits to active and retired employees and their dependents. The health plan is a single employer plan administered by the City. The benefits, levels of benefit, employee contributions, and employer contributions are governed by the City and can be amended by the City through management recommendations to, and approval by, City Council as part of the annual budget adoption process. The plan is not reported as a trust fund nor has an irrevocable trust or equivalent arrangement been established to account for the plan. As a result, the plan does not issue a separate financial report. The activity of the plan is reported in the City's Self-Insurance fund, an internal service fund.

BENEFITS PROVIDED

Retired City employees can continue the same medical coverage they had as active employees. The City provides postemployment health care benefits to its retired employees and their dependents. To be eligible for benefits, an employee must reach retirement eligibility in their respective pension plan.

All health care benefits are provided through the City's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, and substance abuse care; dental care; and prescriptions. Upon a retired employee reaching 65 years of age, Medicare becomes the primary insurer and the City's plan will not pay benefits already paid by Medicare.

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

BENEFITS PROVIDED (CONTINUED)

All health care benefits are provided through the City's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, and substance abuse care; dental care; and prescriptions. Upon a retired employee reaching 65 years of age, Medicare becomes the primary insurer and the City's plan will not pay benefits already paid by Medicare.

MEMBERSHIP

As of September 30, 2023, membership consisted of:

	Membership September 30, 2023
Active Employees	501
Inactive Employees or Beneficiaries Currently Receiving Benefits	105
Total	606

FUNDING POLICY

The City establishes the individual premium to be paid by the retired employees. The State of Florida prohibits the City from separately rating retired employees and active employees. As a result, the City's premium charges to retired employees can be no more than the premium cost applicable to active employees. Generally accepted accounting principles, however, require that the actuarial information presented below be calculated using age adjusted premiums approximating claim costs for retirees separate from the active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. For the year ended September 30, 2023, retired employees contributed $1,110,717 to the plan. For those employees, through its Self-Insurance Fund, the City paid $1,774,371 in claims and administrative costs resulting in a net cost of $663,654. Active employees do not contribute 100% of the premium cost to the plan until retirement.

TOTAL OPEB LIABILITY

The City's total OPEB liability was measured as of September 30, 2022. The total OPEB liability was determined by an actuarial accounting valuation as of October 1, 2022.

Actuarial Assumptions

The total OPEB liability in the October 1, 2022 actuarial valuation was determined using actuarial assumptions and other inputs, applied to all periods included in the measurement.

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions (continued)

The actuarial assumptions included a 4.40% investment discount rate, inflation rate of 2.5%, an annual healthcare cost trend rate of 7.5% decreasing until it reaches 3.94%, and payroll growth of 3.5%. Life expectancies were based upon data found in the RP-2000 healthy and disability tables. The actuarial value of assets was not determined as the City has not advance funded its obligation. The actuarial assumptions used in the valuation were based on October 1, 2022 census data, which included data and medical claims from October 2018-October 2022.

Changes in the Total OPEB Liability

The changes in the total OPEB liability at the measurement date, were as follows:

Total OPEB Liability	
Service cost	$ 623,385
Interest cost	221,348
Changes of benefit terms	--
Differences between expected and actual experience	3,494,604
Changes of assumptions	(2,008,259)
Benefit payments	(1,245,663)
Net Change in Total OPEB Liability	1,085,415
Total OPEB Liability - Beginning	10,325,693
Total OPEB Liability - Ending	$ 11,411,108
Covered Employee Payroll	$ 42,647,080
Total OPEB Liability as a Percentage of Payroll	26.76%

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

The following presents the City's total pension liability calculated using the current discount rates and the liability using discount rates that are one percentage point lower and one percentage point higher than the current rates:

	1% Decrease 3.40%	Current Discount Rate 4.40%	1% Increase 5.40%
Total OPEB Liability	$ 12,349,647	$11,411,108	$ 10,571,570

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

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

The following presents the City's total OPEB liability calculated using the current healthcare cost trend rates and the liability using healthcare cost trend rates that are one percentage point lower and one percentage point higher than the current rates:

	1% Decrease 2.94%	Healthcare Cost Trend Rate 3.94%	1% Increase 4.94%
Total OPEB Liability	$ 10,421,645	$11,411,108	$ 12,559,460

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

For the year ended September 30, 2023, The City recognized OPEB expense of $931,651. Deferred outflows and inflows of resources related to OPEB are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$3,140,368	$ 594,526
Assumption Changes	488,222	1,883,332
Total	$3,628,590	$2,477,858

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

Year Ending September 30	Amount
2024	$ 168,271
2025	168,269
2026	231,754
2027	334,713
2028	247,725
Total	$ 1,150,732

NOTE 10 – CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustments by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is a defendant in various claims and legal actions occurring in the course of operations. While the ultimate outcome of the litigation cannot be determined at this time, management believes that any amounts not covered by insurance, if any, resulting from these lawsuits would not materially affect the financial position of the City.

NOTE 11 – COMMITMENTS

Commitments on major construction contracts consist of the following:

Project	Total Project Authorization	Expended at September 30, 2023	Balance to Complete
Burns Road Community Center	$ 21,279,202	$ 1,932,796	$ 19,346,406
Golf Course Expansion (west)	17,948,792	16,178,643	1,770,149
Fire Station 6	6,000,000	357,385	5,642,615
Sandhill Crane Drive Extension	5,288,059	4,588,901	699,158
Aquatic Facilities	4,236,987	4,117,456	119,531
Aquatic Complex Renovation	3,438,000	3,188,322	249,678
	$ 58,191,040	$ 30,363,503	$ 27,827,537

SOLID WASTE, RECYCLING, AND VEGETATIVE WASTE COLLECTION SERVICES

On January 4, 2018, the City entered into an agreement to retain the services of Waste Management, Inc. of Florida and granting an exclusive solid waste, recycling and vegetative waste collection services franchise. The agreement is for a period of ten years commencing April 1, 2018 through March 31, 2028, with no options to renew. The cost of the contract totaled $3,156,360 for the year ended September 30, 2023.

NOTE 11 – COMMITMENTS (CONTINUED)

ENCUMBRANCES

Encumbrance accounting, in which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is utilized by the City during the year. Because appropriations expire at year end, even if encumbered, it is the City's policy to re-appropriate such amounts at the beginning of the next fiscal year. Encumbrances outstanding at year end are reported as part of restricted and assigned fund balances. Below is a listing of outstanding encumbrances by fund at September 30, 2023:

Fund	Encumbrances Outstanding
General fund	$ 4,973,707
Recreation Impact	60,406
Road impact fund	663,428
Non-major governmental funds	22,278,113
Total	$ 27,975,654

NOTE 12 – JOINTLY GOVERNED ORGANIZATION

The City, through an interlocal agreement with certain other municipalities and Palm Beach County, created the Seacoast Utility Authority ("Seacoast") which provides water and sewer service to the citizens of each of the participating municipalities and a portion of Palm Beach County. Seacoast's governing board is comprised of one member from each participating entity. Seacoast is an independent authority organized under the laws of the State of Florida and the City has no participating equity ownership in Seacoast. The City paid $422,698 to Seacoast during the fiscal year for water and sewer service and connection fees relating to capital projects.

NOTE 13 – RISK MANAGEMENT AND HEALTH INSURANCE

The City is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omission; and natural disasters for which the City carries commercial insurance. Specifically, the City purchases commercial insurance for property, liability, and workers' compensation. The City is also covered by Florida Statutes under the Doctrine of Sovereign Immunity which effectively limits the amount of liability of municipalities to individual claims of $200,000/$300,000 for all claims relating to the same accident. There have been no significant reductions in insurance coverage from the prior year. In addition, there have been no settlements in excess of insurance coverage for the past three fiscal years.

NOTE 13 – RISK MANAGEMENT AND HEALTH INSURANCE (CONTINUED)

SELF-INSURANCE FUND

During fiscal year 2009, the City established the Self-Insurance Fund (internal service fund) to account for medical insurance claims of City employees and their covered dependents. Under this program, the fund provides the employee with an unlimited lifetime maximum benefit. A maximum deductible of $350,000 for specific claims has been set. Commercial insurance for specific loss claims in excess of the coverage provided by the fund is supplied by Symetra Life Insurance Company. The City has contracted with Blue Cross/Blue Shield to perform certain administrative functions, such as monitoring, reviewing and paying claims. Settled claims have not exceeded the excess insurance limits during the fiscal year.

All City departments participate in the program and make payments to the Self-Insurance Fund based upon actuarial estimates of the amounts needed to pay prior and current year claims, claims reserves, and administrative costs.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs).

The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors.

The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether the expenses are allocated to specific claims. Changes in claims liabilities were as follows:

Fiscal Year Ended	Claims Payable Beginning of Year	Claims and Changes in Estimates	Claim Payments	Claims Payable End of Year
9/30/2022	443,365	9,682,779	(9,610,302)	515,842
9/30/2023	515,842	9,121,271	(9,143,681)	493,432

NOTE 14 – INVESTMENT IN JOINT VENTURE

The City entered into an interlocal agreement with two other municipalities in Palm Beach County to purchase and operate a county-wide public safety communications system. The interlocal agreement established the Municipal Public Safety Communications Consortium of Palm Beach County ("MPSCC") whose purpose is to provide its members with expanded radio communication services (via the 800MHz trunked radio system) to aid in public safety over a larger geographical region. The MPSCC is a cost sharing organization. Its annual budget is prepared by the Executive Director and approved by the Board of Directors of MPSCC. The member municipalities of the MPSCC are obligated for the debt incurred by the consortium and each municipality is responsible for their respective portion of costs incurred by the MPSCC. The City's initial investment in this joint venture was $676,200, which represented 13.8% of the total consortium investment. During the current fiscal year, the City had expenditures of $128,562 relating to the consortium. The City's investment in the joint venture is $2,543,154 as of September 30, 2023. Separate financial statements for the MPSCC may be obtained from, the City of Palm Beach Gardens Finance Department, Attention: Arienne Panczak, Finance Administrator, 10500 N. Military Trail, Palm Beach Gardens, Florida 33410.

NOTE 15 – INTERLOCAL AGREEMENT

On September 30, 2010, the City adopted Resolution 74, 2010, entering into an agreement with three other municipalities (the Town of Jupiter, Town of Juno Beach, and Jupiter Inlet Colony) to provide consolidated police dispatch operations in Palm Beach County. On September 17, 2014, the Village of North Palm Beach entered the interlocal agreement, and on March 2, 2020, the Village of Tequesta entered the interlocal agreement. The Northern Municipal Regional Communications Center's (NMRCC) budget for the fiscal year was $4,974,890 which was offset by $57,850 in Palm Beach County 911 reimbursements. In addition, each participating municipality was responsible for its pro-rata share of administrative service fees totaling $562,286.

The allocation of expenditures to the four municipalities is based on population with the City's share at 39.8%, the Town of Jupiter at 44.4%, the Village of North Palm Beach at 9.0%, the Village of Tequesta at 4.1%, the Town of Juno Beach at 2.4% and the Jupiter Inlet Colony at 0.3%. The City received payments from the Town of Jupiter, Town of Juno Beach, Village of North Palm Beach and Jupiter Inlet Colony for dispatch services totaling $3,241,932, which included an administrative services fee of $329,700. The City was responsible for $2,226,491. Actual expenditures were less than the dispatch operations budget during the fiscal year by $74,072. The accumulated portion of payments from municipalities that exceed actual expenditures is shown as restricted for law enforcement on the governmental funds balance sheet.

NOTE 16 – CONDUIT DEBT OBLIGATIONS

On December 7, 2017, the City adopted Resolution 83, 2017, authorizing the issuance of a debt obligation of the City in the amount of $10,257,000 with the proceeds loaned to St. Mark's Church, Inc. and used for the purpose of refinancing certain outstanding debt of the borrower in connection with the acquisition, construction, and equipping of facilities for a pre-kindergarten to grade eight school. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2023, the outstanding balance of the debt was $8,552,162.

NOTE 17 – TAX ABATEMENT

On July 11, 2019, the City adopted Ordinance 13, 2019, approving an economic development ad valorem tax exemption with Carrier Corporation. The tax exemption will be for a period of ten years commencing on January 1, 2020 and expiring on December 31, 2029. The economic development incentive approves a 100% exemption for the first five years and a 50% exemption for the next five years. The impact of the tax abatement on the current fiscal year's ad valorem tax revenues was a reduction of $358,523.


PALM BEACH
Gardens

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Adopted Budget	Legally Adopted Budget Amendments	Final Revised Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues					
Taxes:					
Ad valorem taxes	$ 79,546,451	$ --	$ 79,546,451	$ 79,555,916	$ 9,465
Local business taxes	1,565,000	--	1,565,000	1,583,926	18,926
Utility taxes	1,980,000	--	1,980,000	2,026,243	46,243
Special assessment	115,000	--	115,000	131,359	16,359
Franchise fees	6,020,000	--	6,020,000	7,721,199	1,701,199
Licenses and permits	7,355,930	--	7,355,930	11,488,408	4,132,478
Intergovernmental	7,943,000	--	7,943,000	10,934,601	2,991,601
Charges for services	7,605,723	--	7,605,723	9,648,684	2,042,961
Fines and forfeitures	267,000	--	267,000	318,257	51,257
Investment income	606,000	--	606,000	5,160,098	4,554,098
Miscellaneous	1,362,250	--	1,362,250	2,169,539	807,289
Total Revenues	114,366,354	--	114,366,354	130,738,230	16,371,876
Expenditures					
General Government:					
City Council	610,313	--	610,313	497,190	113,123
Administration	1,055,830	--	1,055,830	1,361,688	(305,858)
Purchasing and Contract Management	222,474	--	222,474	223,134	(660)
Information Technology	4,114,675	(69,126)	4,045,549	3,852,179	193,370
City Clerk	1,000,349	39,124	1,039,473	805,634	233,839
Legal Services	807,239	(1)	807,238	683,014	124,224
Public Communications	581,964	--	581,964	523,329	58,635
Engineering Services	1,046,223	--	1,046,223	935,807	110,416
Human Resources	1,046,199	--	1,046,199	963,591	82,608
Finance	1,377,776	--	1,377,776	1,358,236	19,540
General Services	59,367,545	(50,896,032)	8,471,513	9,072,560	(601,047)
Planning and Zoning:					
Administration	847,311	985,198	1,832,509	735,760	1,096,749
Development Compliance	724,637	--	724,637	715,242	9,395
Planning	1,239,462	--	1,239,462	1,200,489	38,973
GIS	398,343	--	398,343	412,545	(14,202)
Construction Services - Building	2,284,465	--	2,284,465	2,169,882	114,583
Code Enforcement	1,154,497	--	1,154,497	1,073,376	81,121
Total general government	77,879,302	(49,940,837)	27,938,465	26,583,656	1,354,809
Public safety:					
Police	33,559,049	497,431	34,056,480	33,554,898	501,582
Fire and Emergency Services	33,885,591	(2,509,419)	31,376,172	31,582,530	(206,358)
Total public safety	67,444,640	(2,011,988)	65,432,652	65,137,428	295,224

(Continued)

See notes to required supplementary information.

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)

YEAR ENDED SEPTEMBER 30, 2023

	Original Adopted Budget	Legally Adopted Budget Amendments	Final Revised Budget	Actual	Variance With Final Budget Positive (Negative)
Culture and Recreation:					
Administrative Services	$ 541,408	$ (81,000)	$ 460,408	$ 468,187	$ (7,779)
Seniors and Wellness	73,680	--	73,680	43,002	30,678
Aquatics	1,573,726	(1,145,000)	428,726	427,639	1,087
Tennis	574,245	(200,001)	374,244	324,820	49,424
Programs	260,292	--	260,292	246,005	14,287
Total cultural and recreation	3,023,351	(1,426,001)	1,597,350	1,509,653	87,697
Physical Environment:					
Administrative Services	1,540,169	(36,105)	1,504,064	1,505,022	(958)
Facilities Maintenance	5,067,824	(137,981)	4,929,843	4,547,763	382,080
Stormwater and Street Maintenance	3,897,664	363,186	4,260,850	3,616,121	644,729
Parks and Grounds	6,206,753	(892,804)	5,313,949	5,051,525	262,424
Total physical environment	16,712,410	(703,704)	16,008,706	14,720,431	1,288,275
Capital outlay	3,674,210	29,059,659	32,733,869	12,066,177	20,667,692
Debt Service:					
Principal	3,076,520	--	3,076,520	3,076,520	--
Interest	459,117	--	459,117	459,130	(13)
Bond issuance cost	--	64,750	64,750	64,750	--
Total debt service	3,535,637	64,750	3,600,387	3,600,400	(13)
Total Expenditures	172,269,550	(24,958,121)	147,311,429	123,617,745	23,693,684
Excess (Deficiency) of Revenues Over (Under) Expenditures	(57,903,196)	24,958,121	(32,945,075)	7,120,485	40,065,560
Other Financing Sources/(Uses)					
Transfers in	871,004	--	871,004	871,004	--
Transfers out	--	(9,985,099)	(9,985,099)	(9,985,099)	--
Capital lease financing	--	1,384,037	1,384,037	4,353,208	2,969,171
Bond proceeds	--	10,100,000	10,100,000	10,100,000	--
Total Other Financing Sources/(Uses)	871,004	1,498,938	2,369,942	5,339,113	2,969,171
Net Change in Fund Balances	(57,032,192)	26,457,059	(30,575,133)	12,459,598	43,034,731
Fund Balance, Beginning	32,621,699	7,742,978	40,364,677	77,005,235	--
Fund Balance, Ending	$ (24,410,493)	$ 34,200,037	$ 9,789,544	$ 89,464,833	$ 43,034,731

See notes to required supplementary information.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

NOTES TO BUDGETARY COMPARISON SCHEDULE

YEAR ENDED SEPTEMBER 30, 2023

NOTE 1 – BUDGETARY INFORMATION

State of Florida statutes require that all municipal governments establish budgetary systems and approve annual operating budgets. The Council annually adopts an operating budget and appropriates funds for the general fund, special revenue funds (except the extra duty police fund), capital projects funds and the proprietary fund. The procedures for establishing budgetary data are as follows:

Prior to the first Council meeting in August of each year, the City Manager submits a proposed operating budget to the Council for the next fiscal year commencing the following October 1. The proposed budget includes expenditures and the means of financing them.

The Council holds public meetings to obtain taxpayer comments.

Upon completion of the public hearings, a final operating budget is legally enacted through the passage of an ordinance before September 30th. Estimated fund balances are considered in the budgetary process.

A City ordinance establishes the legal level of budgetary control at the fund level. Any increase in the total amount appropriated for all funds must be approved by ordinance of the Council. Any transfer between funds must be approved by the City Manager and by ordinance of the City Council. Transfers from the Council contingency account must be approved by the City Council. Any other budget transfer within the same fund must be approved by the City Manager.

The adopted budgets are prepared in accordance with generally accepted accounting principles. The Council also adopts non-appropriated operating budgets for the proprietary funds substantially on a basis consistent with generally accepted accounting principles, except that depreciation is not budgeted and capital outlay purchases are presented as expenditures. The reported budgetary data represents the final appropriated budgets after amendments adopted by the Council.

NOTE 2 – BUDGET AND ACTUAL COMPARISONS

The Budgetary Comparison Schedule for the General Fund is required to be prepared under the basis of accounting used in preparing the budget. As indicated in Note 1, the modified accrual basis of accounting is used for budgetary purposes. On-behalf payments from the State of Florida for Police and Fire-Rescue pensions are not included in the budget. As a result, General Fund revenue and expenditures reported in the budget and actual statement differ from the corresponding amounts reported on the basis of U.S. generally accepted accounting principles. These differences can be reconciled as follows:

	Revenue	Expenditures
Budgetary basis	$ 130,738,230	$ 123,617,745
State on-behalf payments for Police and Fire-Rescue pension contributions not included in budgetary basis	1,875,607	1,875,607
GAAP Basis	$ 132,613,837	$ 125,493,352

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS

Measurement Date, September 30,	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service cost	$ 390,934	$ 377,769	$ 374,846	$ 466,435	$ 576,290	$ 623,385
Interest cost	264,888	300,906	323,509	262,168	229,610	221,348
Changes of benefit terms	--	--	--	975,411	--	--
Differences between expected and actual experience	(194,561)	15,392	31,877	(1,189,051)	315,210	3,494,604
Changes of assumptions	(293,572)	(459,782)	817,600	(156,833)	206,734	(2,008,259)
Benefit payments	(115,134)	(325,087)	(461,170)	(364,446)	(743,859)	(1,245,663)
Net Change in Total OPEB Liability	52,555	(90,802)	1,086,662	(6,316)	583,985	1,085,415
Total OPEB Liability - Beginning	8,699,609	8,752,164	8,661,362	9,748,024	9,741,708	10,325,693
Total OPEB Liability - Ending	$ 8,752,164	$ 8,661,362	$ 9,748,024	$ 9,741,708	$ 10,325,693	$ 11,411,108
Covered Employee Payroll	$ 34,490,167	$ 36,593,959	$ 38,275,907	$ 40,334,635	$ 42,647,080	$ 42,647,080
Total OPEB Liability as a Percentage of Payroll	25.38%	23.67%	25.47%	24.15%	24.21%	26.76%

Note to Schedule:
This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

There are no assets held in trust to pay related benefits for the OPEB

Changes of assumptions:
The discount rate was changed as follows:

Discount Rate	
9/30/2018	3.50%
9/30/2019	3.83%
9/30/2020	2.75%
9/30/2021	2.41%
9/30/2022	2.19%
9/30/2023	4.40%

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' PENSION PLAN

Measurement Date, September 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service cost	$ 22,444	$ 26,882	$ 28,547	$ 29,083	$ 28,765	$ 17,504	$ 17,744	$ 17,759	$ 18,601	$ 22,278
Expected interest growth	247,973	216,936	225,546	229,409	245,929	245,555	247,256	250,695	243,181	203,143
Unexpected investment income	--	--	--	--	--	--	--	--	--	--
Changes of benefit terms	--	--	--	--	--	--	--	--	--	--
Differences between expected and actual experience	--	(177,492)	45,110	92,626	(9,661)	(5,122)	11,593	(247,830)	(708,895)	104,900
Changes of assumptions	--	299,295	--	122,668	--	--	--	(30,187)	--	--
Benefit payments, including refunds of member contributions	(255,756)	(244,528)	(240,519)	(237,655)	(233,373)	(231,946)	(229,887)	(137,514)	(123,571)	(116,562)
Net Change in Total Pension Liability	14,661	121,093	58,684	236,131	31,660	25,991	46,706	(147,077)	(570,684)	213,759
Total Pension Liability - Beginning	3,175,732	3,190,393	3,311,486	3,370,170	3,606,301	3,637,961	3,663,952	3,710,658	3,563,581	2,992,897
Total pension liability - Ending	$ 3,190,393	$ 3,311,486	$ 3,370,170	$ 3,606,301	$ 3,637,961	$ 3,663,952	$ 3,710,658	$ 3,563,581	$ 2,992,897	$ 3,206,656
Plan Fiduciary Net Position										
Contributions - employer	$ 120,572	$ 172,758	$ 146,187	$ 253,534	$ 104,336	$ 262,022	$ 57,497	$ 116,012	$ 95,682	$ --
Contributions - member	9,540	10,080	9,976	10,111	10,927	11,296	11,280	11,831	14,113	12,217
Expected interest growth	173,559	156,819	151,081	160,489	194,699	154,504	180,820	200,517	238,978	202,021
Unexpected investment income (loss)	12,965	(155,031)	24,668	154,538	--	--	--	372,829	(696,176)	51,128
Benefit payments, including refunds of member contributions	(244,528)	(244,528)	(240,519)	(237,655)	(233,373)	(231,946)	(229,887)	(137,514)	(123,571)	(116,562)
Administrative expense	(5,486)	(11,175)	(10,675)	(11,796)	(10,513)	(10,661)	(10,925)	(11,690)	(12,757)	(12,138)
Net Change in Plan Fiduciary Net Position	66,622	(71,077)	80,718	329,221	66,076	185,215	8,785	551,985	(483,731)	136,666
Plan Fiduciary Net Position - Beginning	2,209,462	2,276,084	2,205,007	2,285,725	2,614,946	2,681,022	2,866,237	2,875,022	3,427,007	2,943,276
Plan Fiduciary Net Position - Ending	2,276,084	2,205,007	2,285,725	2,614,946	2,681,022	2,866,237	2,875,022	3,427,007	2,943,276	3,079,942
City's Net Pension Liability - Ending	$ 914,309	$ 1,106,479	$ 1,084,445	$ 991,355	$ 956,939	$ 797,715	$ 835,636	$ 136,574	$ 49,621	$ 126,714
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.34%	66.59%	67.82%	72.51%	73.70%	78.23%	77.48%	96.17%	98.34%	96.05%
Covered Payroll	$ 101,085	$ 166,945	$ 176,405	$ 174,581	$ 176,946	$ 106,824	$ 109,969	$ 112,007	$ 117,535	$ 132,586
City's Net Pension Liability as a Percentage of Covered Payroll	904.50%	662.78%	614.75%	567.85%	540.81%	746.76%	759.88%	121.93%	42.22%	95.57%

Note to Schedule:

The Plan Fiduciary Net Position ending balance does not agree to the General Employees' Pension Trust Fund for the below fiscal years due to differences related to the timing of employer contributions and adjusting journal entries.

Fiscal Year	Variance
2016	$ 857
2017	92,024
2018	939
2019	58,515
2020	946
2021	1,063
2022	1,276
2023	1,318

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
GENERAL EMPLOYEES' PLAN

Year Ended September 30,	Actuarially Determined Contribution	Contributions Recognized By the Plan	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2014	$ 120,572	$ 120,572	$ --	$ 101,085	119.28%
2015	142,615	172,758	(30,143)	166,945	103.48%
2016	149,812	146,187	3,625	176,405	82.87%
2017	182,198	253,534	(71,336)	174,581	145.22%
2018	182,198	104,336	77,862	176,946	58.96%
2019	204,525	262,022	(57,497)	106,824	245.28%
2020	114,994	57,497	57,497	109,969	52.28%
2021	116,012	116,012	--	112,007	103.58%
2022	95,682	95,682	--	117,535	81.41%
2023	--	--	--	132,586	0.00%

Note: Information is only included for pension plans that do not issue stand-alone financial statements.

Notes to Schedule:

Valuation Date	October 1, 2022
Asset Valuation Method	4-year smoothed
Actuarial Cost Method	Aggregate Cost
Amortization Method	Level percent of pay, open
Amortization Period	30 years
Actuarial Assumptions:	
Investment return	7.00%
Projected salary increases	5.00%
Inflation	(1)
Cost of living adjustments	(1)

(1) Included in projected salary increases

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
DEFINED BENEFIT PENSION PLANS

	Annual Money-Weighted Rate of Return, Net of Investment Expense		
Year Ended September 30,	General Employees'	Police	Fire
2014	8.68%	10.73%	11.65%
2015	0.08%	1.29%	0.92%
2016	8.15%	10.96%	8.21%
2017	13.74%	13.60%	14.37%
2018	7.63%	11.27%	8.75%
2019	5.73%	1.34%	5.35%
2020	6.50%	7.73%	5.36%
2021	20.02%	23.01%	19.87%
2022	(13.27)%	(11.41)%	(14.31)%
2023	8.53%	9.63%	9.95%

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION PLAN

Measurement Date, September 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability									
Service Cost	$ 1,229,681	$ 1,232,020	$ 1,321,153	$ 1,496,123	$ 1,708,681	$ 2,042,596	$ 2,646,201	$ 2,941,199	$ 3,459,247
Interest	6,083,570	6,501,215	6,705,476	6,883,615	7,040,412	7,225,485	7,583,691	7,701,514	7,953,674
Change in Excess State Money	--	--	--	--	--	--	--	--	--
Share Plan Allocation	134,105	(426,717)	(70,233)	74,487	94,711	219,362	133,929	135,474	190,649
Changes of Benefit Terms	885,269	--	--	--	--	1,667,089	--	--	--
Differences Between Expected and Actual Experience	264,087	911,791	53,192	533,315	370,717	587,484	705,317	127,364	(486,206)
Changes of Assumptions	876,591	750,916	1,038,564	989,323	1,030,495	1,084,094	387,537	2,323,788	2,419,917
Benefit Payments Including Refunds of Employee Contributions	(2,284,524)	(3,297,505)	(3,946,901)	(6,546,403)	(6,150,399)	(6,339,560)	(6,044,195)	(6,312,509)	(7,073,896)
Net Change in Total Pension Liability	7,188,779	5,671,720	5,101,251	3,430,460	4,094,617	6,486,550	5,412,480	6,916,830	6,463,385
Total Pension Liability - Beginning	85,007,723	92,196,502	97,868,222	102,969,473	106,399,933	110,494,550	116,981,100	122,393,580	129,310,410
Total Pension Liability - Ending (a)	$ 92,196,502	$ 97,868,222	$ 102,969,473	$ 106,399,933	$ 110,494,550	$ 116,981,100	$ 122,393,580	$ 129,310,410	$ 135,773,795
Plan Fiduciary Net Position									
Contributions - Employer	$ 2,712,635	$ 3,007,780	$ 2,897,754	$ 2,843,423	$ 2,834,931	$ 3,566,126	$ 3,685,878	$ 4,119,614	$ 4,416,118
Contributions - State	546,749	524,479	643,259	624,188	664,636	913,938	743,073	746,163	856,513
Contributions - Employee	391,188	422,145	452,421	515,513	599,553	694,166	755,910	882,102	854,303
Net Investment Income (Loss)	6,798,928	925,754	8,107,238	10,747,480	9,658,544	2,046,222	7,131,158	23,717,145	(14,576,176)
Benefit Payments Including Refunds of Employee Contributions	(2,284,524)	(3,297,505)	(3,946,901)	(6,546,403)	(6,150,399)	(6,339,560)	(6,044,195)	(6,312,509)	(7,073,896)
Administrative Expense	(114,098)	(116,088)	(132,973)	(121,211)	(134,667)	(144,764)	(147,675)	(154,039)	(159,383)
Other	--	--	--	--	--	--	--	--	--
Net Change in Plan Fiduciary Net Position	8,050,878	1,466,565	8,020,798	8,062,990	7,472,598	736,128	6,124,149	22,998,476	(15,682,521)
Plan Fiduciary Net Position - Beginning	64,575,453	72,626,331	74,092,896	82,113,694	90,176,684	97,649,282	98,385,410	104,509,559	127,508,035
Plan Fiduciary Net Position - Ending (b)	72,626,331	74,092,896	82,113,694	90,176,684	97,649,282	98,385,410	104,509,559	127,508,035	111,825,514
Net Pension Liability - Ending (a) - (b)	$ 19,570,171	$ 23,775,326	$ 20,855,779	$ 16,223,249	$ 12,845,268	$ 18,595,690	$ 17,884,021	$ 1,802,375	$ 23,948,281
Plan Fiduciary Net Position as a % of the Total Pension Liability	78.77%	75.71%	79.75%	84.75%	88.37%	84.10%	85.39%	98.61%	82.36%
Covered Payroll	$ 4,548,698	$ 4,908,663	$ 5,260,709	$ 5,994,337	$ 6,971,547	$ 8,071,698	$ 8,789,651	$ 9,501,186	$ 9,933,756
Net Pension Liability as a % of Covered Payroll	430.24%	484.35%	396.44%	270.64%	184.25%	230.38%	203.47%	18.97%	241.08%

Note to Schedule:

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION PLAN

Year Ended September 30,	Actuarially Determined Contribution	Contributions Recognized By the Plan	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2014	$ 3,125,279	$ 3,125,279	$ --	$ 4,548,698	68.71%
2015	3,357,659	3,420,424	(62,765)	4,908,663	69.68%
2016	3,316,250	3,456,991	(140,741)	5,260,709	65.71%
2017	3,256,067	3,393,124	(137,057)	5,994,337	56.61%
2018	3,394,168	3,404,856	(10,688)	6,971,547	48.84%
2019	3,754,169	4,260,702	(506,533)	8,071,698	52.79%
2020	4,295,022	4,295,022	--	8,789,651	48.86%
2021	4,730,303	4,730,303	--	9,501,186	49.79%
2022	5,025,262	5,081,982	(56,720)	9,933,756	51.16%
2023	5,329,838	5,453,483	(123,645)	10,321,314	52.84%

Note: Data not available prior to 2014.

Notes to Schedule:

Valuation Date	October 1, 2021
Asset Valuation Method	The Actuarial Value of Assets is calculated by recognizing 20% of the difference between the fair value of assets and expected actuarial asset value.
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percent, closed
Amortization Period	12 years
Actuarial Assumptions:	
Investment return	6.0%
Projected salary increases:	5.5%-6.75%
Inflation	2.25%
Cost of living adjustments	N/A

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS
FIRE PENSION PLAN

Measurement Date, September 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability									
Service Cost	$ 1,741,473	$ 1,760,152	$ 1,637,466	$ 1,799,419	$ 1,899,698	$ 2,064,570	$ 2,064,067	$ 2,172,566	$ 2,356,584
Interest	6,280,207	6,786,918	7,174,074	7,817,426	8,615,415	9,012,325	9,558,047	10,030,601	10,586,382
Change in Excess State Money	--	--	--	--	--	--	--	--	--
Share Plan Allocation	304,698	222,133	51,623	483,485	188,808	141,612	--	--	22,569
Changes of Benefit Terms	--	--	--	--	--	(9,669)	--	--	--
Differences Between Expected and Actual Experience	--	(1,460,746)	(1,684,439)	3,648,972	(1,326,161)	1,733,462	290,458	1,835,449	3,323,775
Changes of Assumptions	1,772,793	2,004,899	5,890,763	3,032,216	--	1,520,614	2,308,619	1,747,657	1,849,773
Benefit Payments Including Refunds of Employee Contributions	(1,844,859)	(1,935,428)	(1,803,517)	(2,353,058)	(3,607,721)	(4,508,950)	(5,693,121)	(5,768,156)	(6,084,396)
Net Change in Total Pension Liability	8,254,312	7,377,928	11,265,970	14,428,460	5,770,039	9,953,964	8,528,070	10,018,117	12,054,687
Total Pension Liability - Beginning	77,410,798	85,665,110	93,043,038	104,309,008	118,737,468	124,507,507	134,461,471	142,989,541	153,007,658
Total Pension Liability - Ending (a)	$ 85,665,110	$ 93,043,038	$ 104,309,008	$ 118,737,468	$ 124,507,507	$ 134,461,471	$ 142,989,541	$ 153,007,658	$ 165,062,345
Plan Fiduciary Net Position									
Contributions - Employer	$ 2,866,126	$ 3,746,995	$ 3,088,524	$ 3,048,414	$ 4,082,027	$ 6,899,640	$ 2,471,144	$ 4,352,840	$ 5,286,754
Contributions - State	843,533	726,993	568,403	483,485	723,847	699,764	723,647	696,406	795,211
Contributions - Employee	475,442	445,465	455,983	449,828	472,093	492,488	496,843	553,635	583,630
Net Investment Income	6,977,925	835,212	6,152,911	11,585,691	8,475,048	5,689,306	6,086,224	23,666,785	(20,557,642)
Benefit Payments Including Refunds of Employee Contributions	(1,844,859)	(1,935,428)	(1,803,517)	(2,353,058)	(3,607,721)	(4,508,950)	(5,693,121)	(5,768,156)	(6,084,396)
Administrative Expense	(88,142)	(84,807)	(91,145)	(101,089)	(101,721)	(158,798)	(146,597)	(135,198)	(125,172)
Other	--	--	--	--	--	--	--	--	--
Net Change in Plan Fiduciary Net Position	9,230,025	3,734,430	8,371,159	13,113,271	10,043,573	9,113,450	3,938,140	23,366,312	(20,101,615)
Plan Fiduciary Net Position - Beginning	59,994,726	69,224,751	72,959,181	81,330,340	94,443,611	104,487,184	113,600,634	117,538,774	140,905,086
Plan Fiduciary Net Position - Ending (b)	$ 69,224,751	$ 72,959,181	$ 81,330,340	$ 94,443,611	$ 104,487,184	$ 113,600,634	$ 117,538,774	$ 140,905,086	$ 120,803,471
Net Pension Liability - Ending (a) - (b)	$ 16,440,359	$ 20,083,857	$ 22,978,668	$ 24,293,857	$ 20,020,323	$ 20,860,837	$ 25,450,767	$ 12,102,572	$ 44,258,874
Plan Fiduciary Net Position as a % of the Total Pension Liability	80.81%	78.41%	77.97%	79.54%	83.92%	84.49%	82.20%	92.09%	73.19%
Covered Payroll	$ 7,924,041	$ 9,695,082	$ 7,599,715	$ 7,497,133	$ 7,868,225	$ 8,208,129	$ 8,280,709	$ 8,994,500	$ 9,684,103
Net Pension Liability as a % of Covered Payroll	207.47%	207.16%	302.36%	324.04%	254.45%	254.15%	307.35%	134.56%	457.03%

Note to Schedule:

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIRE PENSION PLAN

Year Ended September 30,	Actuarially Determined Contribution	Contributions Recognized By the Plan	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2014	$ 3,404,960	$ 3,404,960	$ --	$ 7,924,041	42.97%
2015	3,460,519	4,251,855	(791,336)	9,695,082	43.86%
2016	3,605,305	3,605,305	--	7,599,715	47.44%
2017	3,531,899	3,531,899	--	7,497,133	47.11%
2018	4,807,157	4,807,157	--	7,868,225	61.10%
2019	5,228,578	7,599,404	(2,370,826)	8,208,129	92.58%
2020	5,054,544	3,194,793	1,859,751	8,280,709	38.58%
2021	5,374,214	5,049,245	324,969	8,994,500	56.14%
2022	6,103,890	6,059,396	44,494	9,684,103	62.57%
2023	5,944,943	6,695,144	(750,201)	9,766,622	68.55%

Notes to Schedule:

Valuation Date	October 1, 2021
Asset Valuation Method	The Actuarial Value of Assets utilizes a four-year smoothing methodology. The annual difference between expected and actual investment earnings (Market Value, net of investment-related expenses), is phased-in over a four-year period.
Actuarial Cost Method	Entry age normal
Amortization Method	Level percent of pay, closed
Amortization Period	15 years
Actuarial Assumptions:	
Investment return	6.95%
Projected salary increases:	Service <5: 5.5%; Service 5+: 4.0%
Inflation	2.50%
Cost of living adjustments	[1]

[1] 1.0% increase for members who are Age 53, 2.0% increase for members who are age 54, and 3.0% increase for members who are Age 55 or greater.

Note to Schedule:
This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

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

June 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion of the net pension liability	0.059046917%	0.058534826%	0.055407078%	0.049358246%	0.049933421%	0.050299922%	0.047587909%	0.038860308%	0.039859281%
City's proportionate share of the net pension liability	$ 23,528,328	$ 21,779,659	$ 4,185,375	$ 21,392,591	$ 17,196,375	$ 15,150,597	$ 14,081,016	$ 9,812,258	$ 5,148,361
City's covered payroll	$ 25,755,548	$ 23,205,717	$ 21,413,044	$ 19,828,390	$ 19,073,189	$ 18,215,273	$ 16,481,558	$ 14,725,436	$ 13,927,291
City's proportionate share of the net pension liability as a percentage of its covered payroll	91.35%	93.85%	19.55%	107.89%	90.16%	83.18%	85.43%	66.63%	36.97%
Plan fiduciary net position as a percentage of the total pension liability	94.97%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. The schedule is presented to illustrate the requirements of GASB Statement No. 68

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM

September 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	$ 2,840,536	$ 2,497,788	$ 2,110,770	$ 1,639,956	$ 1,548,296	$ 1,433,507	$ 1,238,830	$ 947,671	$ 971,803
Contributions in relation to the contractually required contribution	(2,840,536)	(2,497,788)	(2,110,770)	(1,639,956)	(1,548,296)	(1,433,507)	(1,238,830)	(947,671)	(971,803)
Contribution deficiency (excess)	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
City's covered payroll	$ 25,629,719	$ 24,563,467	$ 21,049,403	$ 20,799,178	$ 19,225,025	$ 18,272,280	$ 17,317,803	$ 14,920,339	$ 14,032,498
Contributions as a percentage of covered payroll	11.08%	10.17%	10.03%	7.88%	8.05%	7.85%	7.15%	6.35%	6.93%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. The schedule is presented to illustrate the requirements of GASB Statement No. 68

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM HEALTH INSURANCE SUBSIDY PROGRAM

June 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion of the net pension liability	0.064674912%	0.063510946%	0.060474077%	0.057120688%	0.056895930%	0.056601158%	0.053413415%	0.047598032%	0.045751278%
City's proportionate share of the net pension liability	$ 10,271,239	$ 7,418,055	$ 7,418,015	$ 6,974,343	$ 6,366,085	$ 5,990,730	$ 5,711,200	$ 5,547,353	$ 4,665,911
City's covered payroll	$ 25,755,548	$ 23,205,717	$ 21,413,044	$ 19,828,390	$ 19,073,189	$ 18,215,273	$ 16,481,558	$ 14,725,436	$ 13,927,291
City's proportionate share of the net pension liability as a percentage of its covered payroll	39.88%	31.97%	34.64%	35.17%	33.38%	32.89%	34.65%	37.67%	33.50%
Plan fiduciary net position as a percentage of the total pension liability	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. The schedule is presented to illustrate the requirements of GASB Statement No. 68

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.

CITY OF PALM BEACH GARDENS, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM HEALTH INSURANCE SUBSIDY PROGRAM

September 30,	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	$ 425,443	$ 417,786	$ 355,467	$ 329,160	$ 315,938	$ 306,950	$ 282,679	$ 243,970	$ 174,890
Contributions in relation to the contractually required contribution	(425,443)	(417,786)	(355,467)	(329,160)	(315,938)	(306,950)	(282,679)	(243,970)	(174,890)
Contribution deficiency (excess)	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
City's covered payroll	$ 25,629,719	$ 24,563,467	$ 21,049,403	$ 20,799,178	$ 19,225,025	$ 18,272,280	$ 17,317,803	$ 14,920,339	$ 14,032,498
Contributions as a percentage of covered payroll	1.66%	1.70%	1.69%	1.58%	1.64%	1.68%	1.63%	1.64%	1.25%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. The schedule is presented to illustrate the requirements of GASB Statement No. 68

This schedule is intended to have 10 years of data. Additional data to be compiled as information becomes available.


PALM BEACH
Gardens

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

OTHER GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes, other than debt service or capital projects. The nonmajor special revenue funds of the City are as follows:

Police Training Fund – This fund is established to account for fees collected from traffic citations to be used for the training and education of the City's police.

Extra Duty Police Fund – This fund is used to account for revenues to be used to fund extra police duty.

Local Option Gas Tax Fund – This fund is established to account for the receipt of local option gas taxes. The use of these funds is restricted for transportation related capital improvements or maintenance costs.

Recreation Programs Fund – This fund is used to account for revenues and costs related to special programs such as special events and athletic programs.

Golf Course Fund – This fund is used to account for revenues and costs related to the operations of the City's Golf Course.

Housing Fund – This fund is used to account for revenues to be used to fund affordable housing initiatives.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are established to account for financial resources to be used for the acquisition and construction of major capital facilities, other than those financed by proprietary funds. The nonmajor capital projects funds of the City are as follows:

Police Impact Capital Projects Fund – This fund is established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of enhancing the level of law enforcement services in the City.

Fire Impact Capital Projects Fund – This fund is established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of enhancing the level of fire/rescue services in the City.

Art Impact Capital Projects Fund – This fund is established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of providing art and cultural activities.

Capital Improvement & Replacement Fund – This fund is established to account for the receipt and disbursement of debt proceeds and special assessments related to infrastructure and capital improvement and replacement projects.

One-Cent Sales Surtax Capital Projects Fund – This fund is established to account for the receipt and disbursement of a voter approved one-cent sales infrastructure surtax restricted for the purpose of constructing infrastructure projects within the City.

Public Facilities Impact Capital Projects Fund – This fund is established to account for the receipt and disbursement of developer paid impact fees restricted for the purpose of improving public facilities within the City.

Mobility Fund – This fund is established to account for the receipt and disbursement of developer paid mobility fees restricted for the purpose of improving multimodal transportation systems within the City.

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

	Special Revenue Funds						
	Police Training	Extra Duty Police	Local Option Gas Tax	Recreation Programs	Golf Course	Housing	Total
Assets							
Cash and cash equivalents	$ 47,117	$ 279,079	$ 1,366,400	$ 1,216,144	$ 1,494,152	$ 5,551,807	$ 9,954,699
Receivables	--	58,156	--	--	36,055	--	94,211
Lease receivables	--	--	--	--	220,909	--	220,909
Due from other governments	664	--	71,331	--	--	--	71,995
Inventory	--	--	--	108,041	201,265	--	309,306
Prepaid items	--	--	--	10,325	--	--	10,325
Total Assets	$ 47,781	$ 337,235	$ 1,437,731	$ 1,334,510	$ 1,952,381	$ 5,551,807	$ 10,661,445
Liabilities							
Accounts payable	$ --	$ 4,563	$ 367,197	$ 108,133	$ 196,446	$ --	$ 676,339
Contracts and retainage payable	--	--	--	--	--	--	--
Accrued liabilities	--	--	--	--	43,937	--	43,937
Unearned revenue	--	--	--	167,959	1,740	--	169,699
Total Liabilities	--	4,563	367,197	276,092	242,123	--	889,975
Deferred Inflows of Resources							
Leases	--	--	--	--	173,168	--	173,168
Fund Balances							
Nonspendable:							
Prepaid items	--	--	--	10,325	--	--	10,325
Inventory	--	--	--	108,041	201,265	--	309,306
Restricted for:							
Capital improvements	--	--	--	--	--	--	--
Transit improvements	--	--	1,070,534	--	--	--	1,070,534
Law enforcement	47,781	332,672	--	--	--	--	380,453
Art improvements	--	--	--	--	--	--	--
Assigned	--	--	--	940,052	1,335,825	5,551,807	7,827,684
Total Fund Balances	47,781	332,672	1,070,534	1,058,418	1,537,090	5,551,807	9,598,302
Total Liabilities, Deferred Inflows and Fund Balances	$ 47,781	$ 337,235	$ 1,437,731	$ 1,334,510	$ 1,952,381	$ 5,551,807	$ 10,661,445

(Continued)

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS (CONTINUED)

SEPTEMBER 30, 2023

	Police Impact	Fire Impact	Art Impact	Capital Improvement & Replacement	One-Cent Sales Surtax Capital Improvements	Public Facilities Impact	Mobility Fee	Total	Total Other Governmental Funds
Assets									
Cash and cash equivalents	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 6,755,353	$ 296,752	$ 3,800,418	$ 16,550,717	$ 26,505,416
Receivables	--	--	--	--	--	--	--	--	94,211
Lease receivables	--	--	--	--	--	--	--	--	220,909
Due from other governments	--	--	--	--	372,800	--	--	372,800	444,795
Inventory	--	--	--	--	--	--	--	--	309,306
Prepaid items	--	--	--	--	--	--	--	--	10,325
Total Assets	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 7,128,153	$ 296,752	$ 3,800,418	$ 16,923,517	$ 27,584,962
Liabilities									
Accounts payable	$ --	$ --	$ --	$ --	$ 207,945	$ --	$ --	$ 207,945	$ 884,284
Contracts and retainage payable	5,855	--	--	--	10,879	--	2,820	19,554	19,554
Accrued liabilities	--	--	--	--	--	--	--	--	43,937
Unearned revenue	--	--	757,720	--	--	--	274,922	1,032,642	1,202,341
Total Liabilities	5,855	--	757,720	--	218,824	--	277,742	1,260,141	2,150,116
Deferred Inflows of Resources									
Leases	--	--	--	--	--	--	--	--	173,168
Fund Balances									
Nonspendable:									
Prepaid items	--	--	--	--	--	--	--	--	10,325
Inventory	--	--	--	--	--	--	--	--	309,306
Restricted for:									
Capital improvements	1,733,360	1,974,665	--	156,436	6,909,329	296,752	--	11,070,542	11,070,542
Transit improvements	--	--	--	--	--	--	3,522,676	3,522,676	4,593,210
Law enforcement	--	--	--	--	--	--	--	--	380,453
Art improvements	--	--	1,070,158	--	--	--	--	1,070,158	1,070,158
Assigned	--	--	--	--	--	--	--	--	7,827,684
Total Fund Balances	1,733,360	1,974,665	1,070,158	156,436	6,909,329	296,752	3,522,676	15,663,376	25,261,678
Total Liabilities and Fund Balances	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 7,128,153	$ 296,752	$ 3,800,418	$ 16,923,517	$ 27,584,962

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds						
	Police Training	Extra Duty Police	Local Option Gas Tax	Recreation Programs	Golf Course	Housing	Total
Revenues							
Intergovernmental	$ --	$ --	$ 858,223	$ --	$ --	$ --	$ 858,223
Impact fees	--	--	--	--	--	--	--
Charges for services	--	--	--	5,384,946	3,938,722	--	9,323,668
Fines and forfeitures	10,644	--	--	--	--	--	10,644
Investment income	--	4,826	1,456	49,690	14,410	922	71,304
Miscellaneous	--	600,253	146,452	95,391	137,336	--	979,432
Total Revenues	10,644	605,079	1,006,131	5,530,027	4,090,468	922	11,243,271
Expenditures							
Current:							
Public safety	3,612	541,984	--	--	--	--	545,596
Culture and recreation	--	--	--	7,289,198	4,006,499	--	11,295,697
Transportation	--	--	976,575	--	--	--	976,575
Capital outlay	--	--	371,198	155,092	830,138	--	1,356,428
Debt service:							
Principal	--	--	24,477	--	137,283	--	161,760
Interest	--	--	2,130	--	8,800	--	10,930
Total Expenditures	3,612	541,984	1,374,380	7,444,290	4,982,720	--	14,346,986
Excess (deficiency) of revenues over (under) expenditures	7,032	63,095	(368,249)	(1,914,263)	(892,252)	922	(3,103,715)
Other Financing Sources							
Transfers in	--	--	--	2,000,000	--	--	2,000,000
Loan proceeds	--	--	--	--	427,146	--	427,146
Total Other Financing Sources	--	--	--	2,000,000	427,146	--	2,427,146
Net Change in Fund Balances	7,032	63,095	(368,249)	85,737	(465,106)	922	(676,569)
Fund Balances - Beginning	40,749	269,577	1,438,783	972,681	2,002,196	5,550,885	10,274,871
Fund Balances - Ending	$ 47,781	$ 332,672	$ 1,070,534	$ 1,058,418	$ 1,537,090	$ 5,551,807	$ 9,598,302

(Continued)

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS (CONTINUED)

YEAR ENDED SEPTEMBER 30, 2023

	Police Impact	Fire Impact	Art Impact	Capital Improvement & Replacemen	One-Cent Sales Surtax Capital Improvements	Public Facilities Impact	Mobility Fee	Total	Total Other Governmental Funds
Revenues									
Intergovernmental	$ --	$ --	$ --	$ --	$ 5,854,747	$ --	$ --	$ 5,854,747	$ 6,712,970
Impact fees	188,457	282,632	153,169	--	--	125,572	1,272,849	2,022,679	2,022,679
Charges for services	--	--	--	--	--	--	--	--	9,323,668
Fines and forfeitures	--	--	--	--	--	--	--	--	10,644
Investment income	6,325	299	279	--	68,927	53	547	76,430	147,734
Miscellaneous	--	--	--	--	--	--	--	--	979,432
Total Revenues	194,782	282,931	153,448	--	5,923,674	125,625	1,273,396	7,953,856	19,197,127
Expenditures									
Current:									
Public safety	--	--	--	--	--	--	--	--	545,596
Culture and recreation	--	--	--	--	--	--	--	--	11,295,697
Transportation	--	--	--	--	--	--	--	--	976,575
Capital outlay	261,512	--	66,585	6,492	2,380,282	188,433	246,461	3,149,765	4,506,193
Debt service:									
Principal	--	--	--	--	3,025,000	--	--	3,025,000	3,186,760
Interest	--	--	--	--	314,545	--	--	314,545	325,475
Total Expenditures	261,512	--	66,585	6,492	5,719,827	188,433	246,461	6,489,310	20,836,296
Excess (deficiency) of revenues over (under) expenditures	(66,730)	282,931	86,863	(6,492)	203,847	(62,808)	1,026,935	1,464,546	(1,639,169)
Other Financing Sources									
Transfers in	--	--	--	--	--	--	--	--	2,000,000
Loan proceeds	--	--	--	--	--	--	--	--	427,146
Total Other Financing Sources (Uses)	--	--	--	--	--	--	--	--	2,427,146
Net Change in Fund Balances	(66,730)	282,931	86,863	(6,492)	203,847	(62,808)	1,026,935	1,464,546	787,977
Fund Balances - Beginning	1,800,090	1,691,734	983,295	162,928	6,705,482	359,560	2,495,741	14,198,830	24,473,701
Fund Balances - Ending	$ 1,733,360	$ 1,974,665	$ 1,070,158	$ 156,436	$ 6,909,329	$ 296,752	$ 3,522,676	$ 15,663,376	$ 25,261,678

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE TRAINING - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Fines and forfeitures	$ 9,000	$ 9,000	$ 10,644	$ 1,644
Total Revenues	9,000	9,000	10,644	1,644
Expenditures				
Current:				
Public Safety	6,000	6,000	3,612	2,388
Total Expenditures	6,000	6,000	3,612	2,388
Net Change in Fund Balance	3,000	3,000	7,032	4,032
Fund Balance - Beginning	23,909	33,334	40,749	7,415
Fund Balance - Ending	$ 26,909	$ 36,334	$ 47,781	$ 11,447

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOCAL OPTION GAS TAX - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental	$ 815,850	815,850	$ 858,223	$ 42,373
Investment income	2,700	2,700	1,456	(1,244)
Miscellaneous	136,000	136,000	146,452	10,452
Total Revenues	954,550	954,550	1,006,131	51,581
Expenditures				
Current:				
Transportation	1,170,599	1,170,599	976,575	194,024
Capital outlay	20,000	695,336	371,198	324,138
Debt Service:				
Principal	24,477	24,477	24,477	--
Interest	2,130	2,130	2,130	--
Total debt service	26,607	26,607	26,607	--
Total Expenditures	1,217,206	1,892,542	1,374,380	518,162
Net Change in Fund Balance	(262,656)	(937,992)	(368,249)	569,743
Fund Balance - Beginning	1,004,657	1,438,783	1,438,783	--
Fund Balance - Ending	$ 742,001	$ 500,791	$ 1,070,534	$ 569,743

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION PROGRAMS - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services	$ 5,562,957	$ 5,562,957	$ 5,384,946	$ (178,011)
Investment income	750	750	49,690	48,940
Miscellaneous	--	--	95,391	95,391
Total Revenues	5,563,707	5,563,707	5,530,027	(33,680)
Expenditures				
Current:				
Culture and recreation	7,645,042	7,608,511	7,289,198	319,313
Total Expenditures	7,645,042	7,616,006	7,444,290	171,716
Deficiency of Revenues Under Expenditures	(2,081,335)	(2,052,299)	(1,914,263)	138,036
Other Financing Sources				
Transfers in	--	2,000,000	2,000,000	--
Net Change in Fund Balance	(2,081,335)	(52,299)	85,737	138,036
Fund Balance - Beginning	(844,427)	1,186,566	972,681	(213,885)
Fund Balance - Ending	$ (2,925,762)	$ 1,134,267	$ 1,058,418	$ (75,849)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GOLF COURSE - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services	$ 5,684,000	5,612,000	$ 3,938,722	$ (1,673,278)
Investment income	450	450	14,410	13,960
Miscellaneous	169,300	169,300	137,336	(31,964)
Total Revenues	5,853,750	5,781,750	4,090,468	(1,691,282)
Expenditures				
Current:				
Culture and recreation	7,347,592	7,095,013	4,006,499	3,088,514
Capital outlay	374,000	694,631	830,138	(135,507)
Debt Service:				
Principal	--	--	137,283	(137,283)
Interest	--	--	8,800	(8,800)
Total Expenditures	7,721,592	7,789,644	4,982,720	2,806,924
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,867,842)	(2,007,894)	(892,252)	1,115,642
Other Financing Sources				
Loan proceeds	--	--	427,146	(427,146)
Total Other Financing Sources	--	--	427,146	(427,146)
Net Change in Fund Balance	(1,867,842)	(2,007,894)	(465,106)	688,496
Fund Balance - Beginning	143,705	294,944	2,002,196	1,707,252
Fund Balance - Ending	$ (1,724,137)	$ (1,712,950)	$ 1,537,090	$ 2,395,748

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOUSING - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Investment income	$ 237	$ 922	$ 922	$ --
Total Revenues	237	922	922	--
Net Change in Fund Balance	237	922	922	--
Fund Balance - Beginning	5,500,000	5,550,885	5,550,885	--
Fund Balance - Ending	$ 5,500,237	$ 5,551,807	$ 5,551,807	$ --

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 1,053,104	$ 1,053,104	$ 386,649	$ (666,455)
Investment income	3,645	3,645	22,616	18,971
Miscellaneous	5,000,000	5,000,000	5,000,000	--
Total Revenues	6,056,749	6,056,749	5,409,265	(647,484)
Expenditures				
Capital outlay	--	20,746,933	2,248,941	18,497,992
Total Expenditures	--	20,746,933	2,248,941	18,497,992
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	6,056,749	(14,690,184)	3,160,324	17,850,508
Other Financing Sources/(Uses)				
Transfers in	--	5,285,099	5,285,099	--
Transfers out	(871,004)	(871,004)	(871,004)	--
Bond Proceeds	(871,004)	10,000,000	10,000,000	--
Total Other Financing Sources/(Uses)	(1,742,008)	14,414,095	14,414,095	--
Net Change in Fund Balance	4,314,741	(276,089)	17,574,419	17,850,508
Fund Balance - Beginning	(1,040,792)	1,402,934	5,521,918	4,118,984
Fund Balance - Ending	$ 3,273,949	$ 1,126,845	$ 23,096,337	$ 21,969,492

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 379,035	$ 379,035	$ 188,457	$ (190,578)
Investment income	6,601	6,601	6,325	(276)
Total Revenues	385,636	385,636	194,782	(190,854)
Expenditures				
Capital outlay	--	425,000	261,512	163,488
Total Expenditures	--	425,000	261,512	163,488
Net Change in Fund Balance	385,636	(39,364)	(66,730)	(354,342)
Fund Balance - Beginning	1,419,916	1,488,849	1,800,090	(739,874)
Fund Balance - Ending	$ 1,805,552	$ 1,449,485	$ 1,733,360	$ (1,094,216)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 540,559	$ 540,559	$ 282,632	$ (257,927)
Investment income	2,040	2,040	299	(1,741)
Total Revenues	542,599	542,599	282,931	(259,668)
Expenditures				
Capital outlay	--	275,000	--	275,000
Total Expenditures	--	275,000	--	275,000
Net Change in Fund Balance	542,599	267,599	282,931	15,332
Fund Balance - Beginning	1,924,222	638,768	1,691,734	1,052,966
Fund Balance - Ending	$ 2,466,821	$ 906,367	$ 1,974,665	$ 1,068,298

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ART IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ --	$ --	$ 153,169	$ 153,169
Investment income	4,636	4,636	279	(4,357)
Total Revenues	4,636	4,636	153,448	148,812
Expenditures				
Capital outlay	--	93,127	66,585	26,542
Total Expenditures	--	93,127	66,585	26,542
Net Change in Fund Balance	4,636	(88,491)	86,863	175,354
Fund Balance - Beginning	939,057	852,213	983,295	131,082
Fund Balance - Ending	$ 943,693	$ 763,722	$ 1,070,158	$ 306,436

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 1,139,925	$ 1,139,925	$ 466,675	$ (673,250)
Investment income	1,030	1,030	11,781	10,751
Total Revenues	1,140,955	1,140,955	478,456	(662,499)
Expenditures				
Capital outlay	--	2,794,493	1,989,287	805,206
Total Expenditures	--	2,794,493	1,989,287	805,206
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,140,955	(1,653,538)	(1,510,831)	142,707
Other Financing Sources				
Transfers in	--	2,795,354	2,700,000	95,354
Total Other Financing Sources	--	2,795,354	2,700,000	95,354
Net Change in Fund Balance	1,140,955	1,141,816	1,189,169	238,061
Fund Balance - Beginning	(108,745)	--	92,257	3,627,339
Fund Balance - Ending	$ 1,032,210	$ 1,141,816	$ 1,281,426	$ 3,865,400

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENT & REPLACEMENT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ --	$ --	$ --	$ --
Total Revenues	--	--	--	--
Expenditures				
Capital outlay	--	112,938	6,492	106,446
Total Expenditures	--	112,938	6,492	106,446
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	--	(112,938)	(6,492)	106,446
Other Financing Sources:				
Transfers in	--	136,785	--	136,785
Total Other Financing Sources	--	136,785	--	136,785
Net Change in Fund Balance	--	23,847	(6,492)	243,231
Fund Balance - Beginning	49,990	186,775	162,928	(23,847)
Fund Balance - Ending	$ 49,990	$ 210,622	$ 156,436	$ 219,384

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ONE-CENT SALES SURTAX CAPITAL IMPROVEMENTS - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental	$ 3,500,000	$ 3,500,000	$ 5,854,747	$ 2,354,747
Investment income	19,165	19,165	68,927	49,762
Total Revenues	3,519,165	3,519,165	5,923,674	2,404,509
Expenditures				
Capital outlay	--	2,696,114	2,380,282	315,832
Debt Service:				
Principal	3,025,000	3,025,000	3,025,000	--
Interest	314,545	314,545	314,545	--
Total Expenditures	3,339,545	6,035,659	5,719,827	315,832
Net Change in Fund Balance	179,620	(2,516,494)	203,847	2,088,677
Fund Balance - Beginning	5,038,872	2,100,152	6,705,482	4,605,330
Fund Balance - Ending	$ 5,218,492	$ (416,342)	$ 6,909,329	$ 6,694,007

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC FACILITIES IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 242,121	$ 242,121	$ 125,572	$ (116,549)
Investment income	1,617	1,617	53	(1,564)
Total Revenues	243,738	243,738	125,625	(118,113)
Expenditures				
Capital outlay	320,000	320,000	188,433	131,567
Total Expenditures	320,000	320,000	188,433	131,567
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(76,262)	(76,262)	(62,808)	13,454
Other Financing Uses:				
Transfers out	--	(360,000)	--	(360,000)
Total Other Financing Uses	--	(360,000)	--	(360,000)
Net Change in Fund Balance	(76,262)	(436,262)	(62,808)	(346,546)
Fund Balance - Beginning	81,487	67,501	359,560	292,059
Fund Balance - Ending	$ 5,225	$ (368,761)	$ 296,752	$ (54,487)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOBILITY FEE - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 2,385,540	$ 2,385,540	$ 1,272,849	$ (1,112,691)
Investment income	4,963	--	547	547
Total Revenues	2,390,503	2,385,540	1,273,396	(1,112,144)
Expenditures				
Capital outlay	1,993,000	3,185,723	246,461	2,939,262
Total Expenditures	1,993,000	3,185,723	246,461	2,939,262
Net Change in Fund Balance	397,503	(800,183)	1,026,935	1,827,118
Fund Balance - Beginning	2,994,040	2,990,026	2,495,741	(494,285)
Fund Balance - Ending	$ 3,391,543	$ 2,189,843	$ 3,522,676	$ 1,332,833

CITY OF PALM BEACH GARDENS, FLORIDA

INTERNAL SERVICES FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Assets			
Current assets:			
Cash and cash equivalents	$ 1,593,543	$ 9,121,357	$ 10,714,900
Restricted investments	339,693	--	339,693
Inventory	378,861	--	378,861
Prepaid items	--	52,500	52,500
Total current assets	2,312,097	9,173,857	11,485,954
Noncurrent assets:			
Capital assets being depreciated and amortized, net	5,302,947	8,062	5,311,009
Total noncurrent assets	5,302,947	8,062	5,311,009
Total Assets	7,615,044	9,181,919	16,796,963
Deferred Outflows of Resources			
Deferred outflows relating to pensions	336,717	--	336,717
Deferred outflows relating to OPEB	76,549	--	76,549
Total Deferred Outflows of Resources	413,266	--	413,266
Liabilities			
Current liabilities:			
Accounts payable	128,305	1,222,749	1,351,054
Accrued interest payable	3,313	--	3,313
Lease liability	1,209,538	--	1,209,538
Capital lease payable, current portion	21,138	--	21,138
Total current liabilities	1,362,294	1,222,749	2,585,043
Noncurrent liabilities:			
Claims payable	--	493,432	493,432
Net pension liability	1,050,905	--	1,050,905
Total OPEB liability	274,521	--	274,521
Compensated absences payable	45,945	--	45,945
Lease liability	3,462,512	--	3,462,512
Capital lease payable, net of current portion	335,234	--	335,234
Total noncurrent liabilities	5,169,117	493,432	5,662,549
Total Liabilities	6,531,411	1,716,181	8,247,592
Deferred Inflows of Resources			
Deferred inflows relating to pensions	137,365	--	137,365
Deferred inflows relating to OPEB	54,194	--	54,194
Total Deferred Inflows of Resources	191,559	--	191,559
Net Position			
Net investment in capital assets	614,218	8,062	622,280
Unrestricted	691,122	7,457,676	8,148,798
Total Net Position	$ 1,305,340	$ 7,465,738	$ 8,771,078

CITY OF PALM BEACH GARDENS, FLORIDA

INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEAR ENDED SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Operating Revenues			
Charges for services	$ 5,001,374	$ --	$ 5,001,374
Employer contributions	--	10,380,105	10,380,105
Employee contributions	--	1,895,896	1,895,896
Miscellaneous	330,830	737,525	1,068,355
Total Operating Revenues	5,332,204	13,013,526	18,345,730
Operating Expenses			
Personnel expenses	1,393,900	2,337	1,396,237
Claims expense	--	10,886,678	10,886,678
Insurance premiums	--	733,900	733,900
Repair and maintenance	709,816	--	709,816
Fuel and chemicals	961,365	--	961,365
Equipment rental	153,412	--	153,412
Operating supplies	176,104	81,206	257,310
Other professional and contractual	56,226	1,188,543	1,244,769
Other expenses	19,594	--	19,594
Depreciation and amortization	1,743,338	3,121	1,746,459
Total Operating Expenses	5,213,755	12,895,785	18,109,540
Operating Income	118,449	117,741	236,190
Nonoperating Revenues/(Expenses)			
Investment income	40,962	108,064	149,026
Gain on disposal of capital assets	251,371	--	251,371
Interest expense	(150,074)	--	(150,074)
Total Nonoperating Revenues/(Expenses)	142,259	108,064	250,323
Change in Net Position	260,708	225,805	486,513
Net Position - Beginning	1,044,632	7,239,933	8,284,565
Net Position - Ending	$ 1,305,340	$ 7,465,738	$ 8,771,078

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICES FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Cash Flows from Operating Activities			
Receipts for interfund services provided	$ 5,001,374	$ 12,276,001	$ 17,277,375
Payments to suppliers for goods and services	(2,195,784)	(899,521)	(3,095,305)
Payments to employees for services	(1,208,990)	--	(1,208,990)
Payments for claims	--	(11,758,469)	(11,758,469)
Other operating revenues	330,830	737,525	1,068,355
Net Cash Provided by Operating Activities	1,927,430	355,536	2,282,966
Cash Flows from Capital and Related Financing Activities			
Purchases of capital assets	(186,550)	--	(186,550)
Proceeds from sale of capital assets	251,371	--	251,371
Issuance of debt	334,117	--	334,117
Principal paid on capital lease	(21,138)	--	(21,138)
Interest paid on capital lease	(2,241)	--	(2,241)
Principal paid on lease (right-of-use asset)	(1,295,537)	--	(1,295,537)
Interest paid on lease (right-of-use asset)	(145,696)	--	(145,696)
Net Cash Used in Capital and Related Financing Activities	(1,065,674)	--	(1,065,674)
Cash Flows from Investing Activities			
Purchases of investments	(339,693)	--	(339,693)
Interest earned	40,962	108,064	149,026
Net Cash Provided by (Used in) Investing Activities	(298,731)	108,064	(190,667)
Net Increase in Cash and Cash Equivalents	563,025	463,600	1,026,625
Cash and Cash Equivalents - Beginning of Year	1,030,518	8,657,757	9,688,275
Cash and Cash Equivalents - End of Year	$ 1,593,543	$ 9,121,357	$ 10,714,900
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	$ 118,449	$ 117,741	$ 236,190
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	1,743,338	3,121	1,746,459
Changes in operating assets/deferred outflows and liabilities/deferred inflows:			
Inventory	(99,941)	--	(99,941)
Prepaid items	--	--	--
Deferred outflows relating to pensions	32,030	--	32,030
Deferred outflows relating to OPEB	(56,483)	--	(56,483)
Accounts payable	(19,326)	1,106,465	1,087,139
Claims payable	--	(871,791)	(871,791)
Net pension liability	158,793	--	158,793
Total OPEB liability	22,693	--	22,693
Compensated absences	6,426	--	6,426
Deferred inflows relating to pensions	(5,774)	--	(5,774)
Deferred inflows relating to OPEB	27,225	--	27,225
Total Adjustments	1,808,981	237,795	2,046,776
Net Cash Provided by Operating Activities	$ 1,927,430	$ 355,536	$ 2,282,966
Noncash Activities			
Initiation of lease liability	$ 3,130,098	$ --	$ 3,130,098

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

SEPTEMBER 30, 2023

	Pension Trust Funds			
	General Employees	Police	Fire	Total
Assets				
Cash and cash equivalents	$ 43,119	$ 495,073	$ 56,200	$ 594,392
Investments:				
Money market funds	--	2,505,152	2,936,097	5,441,249
U.S. Government obligations	--	8,316,022	7,257,180	15,573,202
Mortgage backed securities	--	--	9,747,673	9,747,673
Municipal obligations	--	879,673	--	879,673
Fixed income funds	868,544	11,966,062	6,272,244	19,106,850
Collateralized mortgage obligations	--	--	529,061	529,061
Corporate obligations	--	3,914,565	6,789,480	10,704,045
Equity securities	--	12,086,306	75,200,314	87,286,620
Equity funds	1,179,618	--	6,617,848	7,797,466
Foreign bonds	--	--	681,637	681,637
International funds	594,429	8,510,918	128,987	9,234,334
Alternative investment	--	57,452,730	4,633,707	62,086,437
Real estate funds	394,232	14,325,747	13,672,437	28,392,416
Total investments	3,036,823	119,957,175	134,466,665	257,460,663
Receivables:				
Interest and dividends	--	152,044	174,898	326,942
State of Florida	--	993,453	479,770	1,473,223
Employees	222	690	--	912
Total receivables	222	1,146,187	654,668	1,801,077
Prepaid items	--	378,681	--	378,681
Total Assets	3,080,164	121,977,116	135,177,533	260,234,813
Liabilities				
Accounts payable	1,540	31,537	312,346	345,423
Pending trades payable	--	196,559	177,949	374,508
Total Liabilities	1,540	228,096	490,295	719,931
Net Position				
Net Position Restricted for Pension Benefits	$ 3,078,624	$ 121,749,020	$ 134,687,238	$ 259,514,882

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Pension Trust Funds			
	General Employees	Police	Fire	Total
Additions				
Contributions:				
Employer	$ --	$ 4,719,149	$ 5,639,145	$ 10,358,294
State of Florida	--	993,453	1,361,925	2,355,378
Employees	12,238	888,285	586,436	1,486,959
Total contributions	12,238	6,600,887	7,587,506	14,200,631
Investment Earnings				
Net appreciation in fair value of investments	253,150	9,534,757	8,011,090	17,798,997
Interest and dividends	--	1,413,925	4,717,224	6,131,149
Other	--	1,585	--	1,585
Total investment earnings	253,150	10,950,267	12,728,314	23,931,731
Less investment expenses	(10,662)	(317,093)	(374,758)	(702,513)
Net Investment Earnings	242,488	10,633,174	12,353,556	23,229,218
Total Additions	254,726	17,234,061	19,941,062	37,429,849
Deductions				
Pension benefits	116,562	7,033,082	5,891,706	13,041,350
Refund of participant contributions	--	118,312	27,430	145,742
Administrative expenses	1,540	159,161	138,159	298,860
Total Deductions	118,102	7,310,555	6,057,295	13,485,952
Change in Net Position	136,624	9,923,506	13,883,767	23,943,897
Net Position - Beginning	2,942,000	111,825,514	120,803,471	235,570,985
Net Position - Ending	$ 3,078,624	$ 121,749,020	$ 134,687,238	$ 259,514,882

STATISTICAL SECTION

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

	Special Revenue Funds						
	Police Training	Extra Duty Police	Local Option Gas Tax	Recreation Programs	Golf Course	Housing	Total
Assets							
Cash and cash equivalents	$ 47,117	$ 279,079	$ 1,366,400	$ 1,216,144	$ 1,494,152	$ 5,551,807	$ 9,954,699
Receivables	--	58,156	--	--	36,055	--	94,211
Lease receivables	--	--	--	--	220,909	--	220,909
Due from other governments	664	--	71,331	--	--	--	71,995
Inventory	--	--	--	108,041	201,265	--	309,306
Prepaid items	--	--	--	10,325	--	--	10,325
Total Assets	$ 47,781	$ 337,235	$ 1,437,731	$ 1,334,510	$ 1,952,381	$ 5,551,807	$ 10,661,445
Liabilities							
Accounts payable	$ --	$ 4,563	$ 367,197	$ 108,133	$ 196,446	$ --	$ 676,339
Contracts and retainage payable	--	--	--	--	--	--	--
Accrued liabilities	--	--	--	--	43,937	--	43,937
Unearned revenue	--	--	--	167,959	1,740	--	169,699
Total Liabilities	--	4,563	367,197	276,092	242,123	--	889,975
Deferred Inflows of Resources							
Leases	--	--	--	--	173,168	--	173,168
Fund Balances							
Nonspendable:							
Prepaid items	--	--	--	10,325	--	--	10,325
Inventory	--	--	--	108,041	201,265	--	309,306
Restricted for:							
Capital improvements	--	--	--	--	--	--	--
Transit improvements	--	--	1,070,534	--	--	--	1,070,534
Law enforcement	47,781	332,672	--	--	--	--	380,453
Art improvements	--	--	--	--	--	--	--
Assigned	--	--	--	940,052	1,335,825	5,551,807	7,827,684
Total Fund Balances	47,781	332,672	1,070,534	1,058,418	1,537,090	5,551,807	9,598,302
Total Liabilities, Deferred Inflows and Fund Balances	$ 47,781	$ 337,235	$ 1,437,731	$ 1,334,510	$ 1,952,381	$ 5,551,807	$ 10,661,445

(Continued)

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS (CONTINUED)

SEPTEMBER 30, 2023

	Police Impact	Fire Impact	Art Impact	Capital Improvement & Replacement	One-Cent Sales Surtax Capital Improvements	Public Facilities Impact	Mobility Fee	Total	Total Other Governmental Funds
Assets									
Cash and cash equivalents	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 6,755,353	$ 296,752	$ 3,800,418	$ 16,550,717	$ 26,505,416
Receivables	--	--	--	--	--	--	--	--	94,211
Lease receivables	--	--	--	--	--	--	--	--	220,909
Due from other governments	--	--	--	--	372,800	--	--	372,800	444,795
Inventory	--	--	--	--	--	--	--	--	309,306
Prepaid items	--	--	--	--	--	--	--	--	10,325
Total Assets	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 7,128,153	$ 296,752	$ 3,800,418	$ 16,923,517	$ 27,584,962
Liabilities									
Accounts payable	$ --	$ --	$ --	$ --	$ 207,945	$ --	$ --	$ 207,945	$ 884,284
Contracts and retainage payable	5,855	--	--	--	10,879	--	2,820	19,554	19,554
Accrued liabilities	--	--	--	--	--	--	--	--	43,937
Unearned revenue	--	--	757,720	--	--	--	274,922	1,032,642	1,202,341
Total Liabilities	5,855	--	757,720	--	218,824	--	277,742	1,260,141	2,150,116
Deferred Inflows of Resources									
Leases	--	--	--	--	--	--	--	--	173,168
Fund Balances									
Nonspendable:									
Prepaid items	--	--	--	--	--	--	--	--	10,325
Inventory	--	--	--	--	--	--	--	--	309,306
Restricted for:									
Capital improvements	1,733,360	1,974,665	--	156,436	6,909,329	296,752	--	11,070,542	11,070,542
Transit improvements	--	--	--	--	--	--	3,522,676	3,522,676	4,593,210
Law enforcement	--	--	--	--	--	--	--	--	380,453
Art improvements	--	--	1,070,158	--	--	--	--	1,070,158	1,070,158
Assigned	--	--	--	--	--	--	--	--	7,827,684
Total Fund Balances	1,733,360	1,974,665	1,070,158	156,436	6,909,329	296,752	3,522,676	15,663,376	25,261,678
Total Liabilities and Fund Balances	$ 1,739,215	$ 1,974,665	$ 1,827,878	$ 156,436	$ 7,128,153	$ 296,752	$ 3,800,418	$ 16,923,517	$ 27,584,962

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds						
	Police Training	Extra Duty Police	Local Option Gas Tax	Recreation Programs	Golf Course	Housing	Total
Revenues							
Intergovernmental	$ --	$ --	$ 858,223	$ --	$ --	$ --	$ 858,223
Impact fees	--	--	--	--	--	--	--
Charges for services	--	--	--	5,384,946	3,938,722	--	9,323,668
Fines and forfeitures	10,644	--	--	--	--	--	10,644
Investment income	--	4,826	1,456	49,690	14,410	922	71,304
Miscellaneous	--	600,253	146,452	95,391	137,336	--	979,432
Total Revenues	10,644	605,079	1,006,131	5,530,027	4,090,468	922	11,243,271
Expenditures							
Current:							
Public safety	3,612	541,984	--	--	--	--	545,596
Culture and recreation	--	--	--	7,289,198	4,006,499	--	11,295,697
Transportation	--	--	976,575	--	--	--	976,575
Capital outlay	--	--	371,198	155,092	830,138	--	1,356,428
Debt service:							
Principal	--	--	24,477	--	137,283	--	161,760
Interest	--	--	2,130	--	8,800	--	10,930
Total Expenditures	3,612	541,984	1,374,380	7,444,290	4,982,720	--	14,346,986
Excess (deficiency) of revenues over (under) expenditures	7,032	63,095	(368,249)	(1,914,263)	(892,252)	922	(3,103,715)
Other Financing Sources							
Transfers in	--	--	--	2,000,000	--	--	2,000,000
Loan proceeds	--	--	--	--	427,146	--	427,146
Total Other Financing Sources	--	--	--	2,000,000	427,146	--	2,427,146
Net Change in Fund Balances	7,032	63,095	(368,249)	85,737	(465,106)	922	(676,569)
Fund Balances - Beginning	40,749	269,577	1,438,783	972,681	2,002,196	5,550,885	10,274,871
Fund Balances - Ending	$ 47,781	$ 332,672	$ 1,070,534	$ 1,058,418	$ 1,537,090	$ 5,551,807	$ 9,598,302

(Continued)

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS (CONTINUED)

YEAR ENDED SEPTEMBER 30, 2023

	Police Impact	Fire Impact	Art Impact	Capital Improvement & Replacemen	One-Cent Sales Surtax Capital Improvements	Public Facilities Impact	Mobility Fee	Total	Total Other Governmental Funds
Revenues									
Intergovernmental	$ --	$ --	$ --	$ --	$ 5,854,747	$ --	$ --	$ 5,854,747	$ 6,712,970
Impact fees	188,457	282,632	153,169	--	--	125,572	1,272,849	2,022,679	2,022,679
Charges for services	--	--	--	--	--	--	--	--	9,323,668
Fines and forfeitures	--	--	--	--	--	--	--	--	10,644
Investment income	6,325	299	279	--	68,927	53	547	76,430	147,734
Miscellaneous	--	--	--	--	--	--	--	--	979,432
Total Revenues	194,782	282,931	153,448	--	5,923,674	125,625	1,273,396	7,953,856	19,197,127
Expenditures									
Current:									
Public safety	--	--	--	--	--	--	--	--	545,596
Culture and recreation	--	--	--	--	--	--	--	--	11,295,697
Transportation	--	--	--	--	--	--	--	--	976,575
Capital outlay	261,512	--	66,585	6,492	2,380,282	188,433	246,461	3,149,765	4,506,193
Debt service:									
Principal	--	--	--	--	3,025,000	--	--	3,025,000	3,186,760
Interest	--	--	--	--	314,545	--	--	314,545	325,475
Total Expenditures	261,512	--	66,585	6,492	5,719,827	188,433	246,461	6,489,310	20,836,296
Excess (deficiency) of revenues over (under) expenditures	(66,730)	282,931	86,863	(6,492)	203,847	(62,808)	1,026,935	1,464,546	(1,639,169)
Other Financing Sources									
Transfers in	--	--	--	--	--	--	--	--	2,000,000
Loan proceeds	--	--	--	--	--	--	--	--	427,146
Total Other Financing Sources (Uses)	--	--	--	--	--	--	--	--	2,427,146
Net Change in Fund Balances	(66,730)	282,931	86,863	(6,492)	203,847	(62,808)	1,026,935	1,464,546	787,977
Fund Balances - Beginning	1,800,090	1,691,734	983,295	162,928	6,705,482	359,560	2,495,741	14,198,830	24,473,701
Fund Balances - Ending	$ 1,733,360	$ 1,974,665	$ 1,070,158	$ 156,436	$ 6,909,329	$ 296,752	$ 3,522,676	$ 15,663,376	$ 25,261,678

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE TRAINING - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Fines and forfeitures	$ 9,000	$ 9,000	$ 10,644	$ 1,644
Total Revenues	9,000	9,000	10,644	1,644
Expenditures				
Current:				
Public Safety	6,000	6,000	3,612	2,388
Total Expenditures	6,000	6,000	3,612	2,388
Net Change in Fund Balance	3,000	3,000	7,032	4,032
Fund Balance - Beginning	23,909	33,334	40,749	7,415
Fund Balance - Ending	$ 26,909	$ 36,334	$ 47,781	$ 11,447

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOCAL OPTION GAS TAX - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental	$ 815,850	815,850	$ 858,223	$ 42,373
Investment income	2,700	2,700	1,456	(1,244)
Miscellaneous	136,000	136,000	146,452	10,452
Total Revenues	954,550	954,550	1,006,131	51,581
Expenditures				
Current:				
Transportation	1,170,599	1,170,599	976,575	194,024
Capital outlay	20,000	695,336	371,198	324,138
Debt Service:				
Principal	24,477	24,477	24,477	--
Interest	2,130	2,130	2,130	--
Total debt service	26,607	26,607	26,607	--
Total Expenditures	1,217,206	1,892,542	1,374,380	518,162
Net Change in Fund Balance	(262,656)	(937,992)	(368,249)	569,743
Fund Balance - Beginning	1,004,657	1,438,783	1,438,783	--
Fund Balance - Ending	$ 742,001	$ 500,791	$ 1,070,534	$ 569,743

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION PROGRAMS - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services	$ 5,562,957	$ 5,562,957	$ 5,384,946	$ (178,011)
Investment income	750	750	49,690	48,940
Miscellaneous	--	--	95,391	95,391
Total Revenues	5,563,707	5,563,707	5,530,027	(33,680)
Expenditures				
Current:				
Culture and recreation	7,645,042	7,608,511	7,289,198	319,313
Total Expenditures	7,645,042	7,616,006	7,444,290	171,716
Deficiency of Revenues Under Expenditures	(2,081,335)	(2,052,299)	(1,914,263)	138,036
Other Financing Sources				
Transfers in	--	2,000,000	2,000,000	--
Net Change in Fund Balance	(2,081,335)	(52,299)	85,737	138,036
Fund Balance - Beginning	(844,427)	1,186,566	972,681	(213,885)
Fund Balance - Ending	$ (2,925,762)	$ 1,134,267	$ 1,058,418	$ (75,849)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GOLF COURSE - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for services	$ 5,684,000	5,612,000	$ 3,938,722	$ (1,673,278)
Investment income	450	450	14,410	13,960
Miscellaneous	169,300	169,300	137,336	(31,964)
Total Revenues	5,853,750	5,781,750	4,090,468	(1,691,282)
Expenditures				
Current:				
Culture and recreation	7,347,592	7,095,013	4,006,499	3,088,514
Capital outlay	374,000	694,631	830,138	(135,507)
Debt Service:				
Principal	--	--	137,283	(137,283)
Interest	--	--	8,800	(8,800)
Total Expenditures	7,721,592	7,789,644	4,982,720	2,806,924
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,867,842)	(2,007,894)	(892,252)	1,115,642
Other Financing Sources				
Loan proceeds	--	--	427,146	(427,146)
Total Other Financing Sources	--	--	427,146	(427,146)
Net Change in Fund Balance	(1,867,842)	(2,007,894)	(465,106)	688,496
Fund Balance - Beginning	143,705	294,944	2,002,196	1,707,252
Fund Balance - Ending	$ (1,724,137)	$ (1,712,950)	$ 1,537,090	$ 2,395,748

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOUSING - SPECIAL REVENUE FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Investment income	$ 237	$ 922	$ 922	$ --
Total Revenues	237	922	922	--
Net Change in Fund Balance	237	922	922	--
Fund Balance - Beginning	5,500,000	5,550,885	5,550,885	--
Fund Balance - Ending	$ 5,500,237	$ 5,551,807	$ 5,551,807	$ --

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 1,053,104	$ 1,053,104	$ 386,649	$ (666,455)
Investment income	3,645	3,645	22,616	18,971
Miscellaneous	5,000,000	5,000,000	5,000,000	--
Total Revenues	6,056,749	6,056,749	5,409,265	(647,484)
Expenditures				
Capital outlay	--	20,746,933	2,248,941	18,497,992
Total Expenditures	--	20,746,933	2,248,941	18,497,992
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	6,056,749	(14,690,184)	3,160,324	17,850,508
Other Financing Sources/(Uses)				
Transfers in	--	5,285,099	5,285,099	--
Transfers out	(871,004)	(871,004)	(871,004)	--
Bond Proceeds	(871,004)	10,000,000	10,000,000	--
Total Other Financing Sources/(Uses)	(1,742,008)	14,414,095	14,414,095	--
Net Change in Fund Balance	4,314,741	(276,089)	17,574,419	17,850,508
Fund Balance - Beginning	(1,040,792)	1,402,934	5,521,918	4,118,984
Fund Balance - Ending	$ 3,273,949	$ 1,126,845	$ 23,096,337	$ 21,969,492

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 379,035	$ 379,035	$ 188,457	$ (190,578)
Investment income	6,601	6,601	6,325	(276)
Total Revenues	385,636	385,636	194,782	(190,854)
Expenditures				
Capital outlay	--	425,000	261,512	163,488
Total Expenditures	--	425,000	261,512	163,488
Net Change in Fund Balance	385,636	(39,364)	(66,730)	(354,342)
Fund Balance - Beginning	1,419,916	1,488,849	1,800,090	(739,874)
Fund Balance - Ending	$ 1,805,552	$ 1,449,485	$ 1,733,360	$ (1,094,216)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 540,559	$ 540,559	$ 282,632	$ (257,927)
Investment income	2,040	2,040	299	(1,741)
Total Revenues	542,599	542,599	282,931	(259,668)
Expenditures				
Capital outlay	--	275,000	--	275,000
Total Expenditures	--	275,000	--	275,000
Net Change in Fund Balance	542,599	267,599	282,931	15,332
Fund Balance - Beginning	1,924,222	638,768	1,691,734	1,052,966
Fund Balance - Ending	$ 2,466,821	$ 906,367	$ 1,974,665	$ 1,068,298

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ART IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ --	$ --	$ 153,169	$ 153,169
Investment income	4,636	4,636	279	(4,357)
Total Revenues	4,636	4,636	153,448	148,812
Expenditures				
Capital outlay	--	93,127	66,585	26,542
Total Expenditures	--	93,127	66,585	26,542
Net Change in Fund Balance	4,636	(88,491)	86,863	175,354
Fund Balance - Beginning	939,057	852,213	983,295	131,082
Fund Balance - Ending	$ 943,693	$ 763,722	$ 1,070,158	$ 306,436

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 1,139,925	$ 1,139,925	$ 466,675	$ (673,250)
Investment income	1,030	1,030	11,781	10,751
Total Revenues	1,140,955	1,140,955	478,456	(662,499)
Expenditures				
Capital outlay	--	2,794,493	1,989,287	805,206
Total Expenditures	--	2,794,493	1,989,287	805,206
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,140,955	(1,653,538)	(1,510,831)	142,707
Other Financing Sources				
Transfers in	--	2,795,354	2,700,000	95,354
Total Other Financing Sources	--	2,795,354	2,700,000	95,354
Net Change in Fund Balance	1,140,955	1,141,816	1,189,169	238,061
Fund Balance - Beginning	(108,745)	--	92,257	3,627,339
Fund Balance - Ending	$ 1,032,210	$ 1,141,816	$ 1,281,426	$ 3,865,400

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENT & REPLACEMENT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ --	$ --	$ --	$ --
Total Revenues	--	--	--	--
Expenditures				
Capital outlay	--	112,938	6,492	106,446
Total Expenditures	--	112,938	6,492	106,446
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	--	(112,938)	(6,492)	106,446
Other Financing Sources:				
Transfers in	--	136,785	--	136,785
Total Other Financing Sources	--	136,785	--	136,785
Net Change in Fund Balance	--	23,847	(6,492)	243,231
Fund Balance - Beginning	49,990	186,775	162,928	(23,847)
Fund Balance - Ending	$ 49,990	$ 210,622	$ 156,436	$ 219,384

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ONE-CENT SALES SURTAX CAPITAL IMPROVEMENTS - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental	$ 3,500,000	$ 3,500,000	$ 5,854,747	$ 2,354,747
Investment income	19,165	19,165	68,927	49,762
Total Revenues	3,519,165	3,519,165	5,923,674	2,404,509
Expenditures				
Capital outlay	--	2,696,114	2,380,282	315,832
Debt Service:				
Principal	3,025,000	3,025,000	3,025,000	--
Interest	314,545	314,545	314,545	--
Total Expenditures	3,339,545	6,035,659	5,719,827	315,832
Net Change in Fund Balance	179,620	(2,516,494)	203,847	2,088,677
Fund Balance - Beginning	5,038,872	2,100,152	6,705,482	4,605,330
Fund Balance - Ending	$ 5,218,492	$ (416,342)	$ 6,909,329	$ 6,694,007

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC FACILITIES IMPACT - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 242,121	$ 242,121	$ 125,572	$ (116,549)
Investment income	1,617	1,617	53	(1,564)
Total Revenues	243,738	243,738	125,625	(118,113)
Expenditures				
Capital outlay	320,000	320,000	188,433	131,567
Total Expenditures	320,000	320,000	188,433	131,567
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(76,262)	(76,262)	(62,808)	13,454
Other Financing Uses:				
Transfers out	--	(360,000)	--	(360,000)
Total Other Financing Uses	--	(360,000)	--	(360,000)
Net Change in Fund Balance	(76,262)	(436,262)	(62,808)	(346,546)
Fund Balance - Beginning	81,487	67,501	359,560	292,059
Fund Balance - Ending	$ 5,225	$ (368,761)	$ 296,752	$ (54,487)

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOBILITY FEE - CAPITAL PROJECTS FUND

YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Impact fees	$ 2,385,540	$ 2,385,540	$ 1,272,849	$ (1,112,691)
Investment income	4,963	--	547	547
Total Revenues	2,390,503	2,385,540	1,273,396	(1,112,144)
Expenditures				
Capital outlay	1,993,000	3,185,723	246,461	2,939,262
Total Expenditures	1,993,000	3,185,723	246,461	2,939,262
Net Change in Fund Balance	397,503	(800,183)	1,026,935	1,827,118
Fund Balance - Beginning	2,994,040	2,990,026	2,495,741	(494,285)
Fund Balance - Ending	$ 3,391,543	$ 2,189,843	$ 3,522,676	$ 1,332,833

CITY OF PALM BEACH GARDENS, FLORIDA

INTERNAL SERVICES FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Assets			
Current assets:			
Cash and cash equivalents	$ 1,593,543	$ 9,121,357	$ 10,714,900
Restricted investments	339,693	--	339,693
Inventory	378,861	--	378,861
Prepaid items	--	52,500	52,500
Total current assets	2,312,097	9,173,857	11,485,954
Noncurrent assets:			
Capital assets being depreciated and amortized, net	5,302,947	8,062	5,311,009
Total noncurrent assets	5,302,947	8,062	5,311,009
Total Assets	7,615,044	9,181,919	16,796,963
Deferred Outflows of Resources			
Deferred outflows relating to pensions	336,717	--	336,717
Deferred outflows relating to OPEB	76,549	--	76,549
Total Deferred Outflows of Resources	413,266	--	413,266
Liabilities			
Current liabilities:			
Accounts payable	128,305	1,222,749	1,351,054
Accrued interest payable	3,313	--	3,313
Lease liability	1,209,538	--	1,209,538
Capital lease payable, current portion	21,138	--	21,138
Total current liabilities	1,362,294	1,222,749	2,585,043
Noncurrent liabilities:			
Claims payable	--	493,432	493,432
Net pension liability	1,050,905	--	1,050,905
Total OPEB liability	274,521	--	274,521
Compensated absences payable	45,945	--	45,945
Lease liability	3,462,512	--	3,462,512
Capital lease payable, net of current portion	335,234	--	335,234
Total noncurrent liabilities	5,169,117	493,432	5,662,549
Total Liabilities	6,531,411	1,716,181	8,247,592
Deferred Inflows of Resources			
Deferred inflows relating to pensions	137,365	--	137,365
Deferred inflows relating to OPEB	54,194	--	54,194
Total Deferred Inflows of Resources	191,559	--	191,559
Net Position			
Net investment in capital assets	614,218	8,062	622,280
Unrestricted	691,122	7,457,676	8,148,798
Total Net Position	$ 1,305,340	$ 7,465,738	$ 8,771,078

CITY OF PALM BEACH GARDENS, FLORIDA

INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEAR ENDED SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Operating Revenues			
Charges for services	$ 5,001,374	$ --	$ 5,001,374
Employer contributions	--	10,380,105	10,380,105
Employee contributions	--	1,895,896	1,895,896
Miscellaneous	330,830	737,525	1,068,355
Total Operating Revenues	5,332,204	13,013,526	18,345,730
Operating Expenses			
Personnel expenses	1,393,900	2,337	1,396,237
Claims expense	--	10,886,678	10,886,678
Insurance premiums	--	733,900	733,900
Repair and maintenance	709,816	--	709,816
Fuel and chemicals	961,365	--	961,365
Equipment rental	153,412	--	153,412
Operating supplies	176,104	81,206	257,310
Other professional and contractual	56,226	1,188,543	1,244,769
Other expenses	19,594	--	19,594
Depreciation and amortization	1,743,338	3,121	1,746,459
Total Operating Expenses	5,213,755	12,895,785	18,109,540
Operating Income	118,449	117,741	236,190
Nonoperating Revenues/(Expenses)			
Investment income	40,962	108,064	149,026
Gain on disposal of capital assets	251,371	--	251,371
Interest expense	(150,074)	--	(150,074)
Total Nonoperating Revenues/(Expenses)	142,259	108,064	250,323
Change in Net Position	260,708	225,805	486,513
Net Position - Beginning	1,044,632	7,239,933	8,284,565
Net Position - Ending	$ 1,305,340	$ 7,465,738	$ 8,771,078

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICES FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Fleet Management	Self Insurance	Total
Cash Flows from Operating Activities			
Receipts for interfund services provided	$ 5,001,374	$ 12,276,001	$ 17,277,375
Payments to suppliers for goods and services	(2,195,784)	(899,521)	(3,095,305)
Payments to employees for services	(1,208,990)	--	(1,208,990)
Payments for claims	--	(11,758,469)	(11,758,469)
Other operating revenues	330,830	737,525	1,068,355
Net Cash Provided by Operating Activities	1,927,430	355,536	2,282,966
Cash Flows from Capital and Related Financing Activities			
Purchases of capital assets	(186,550)	--	(186,550)
Proceeds from sale of capital assets	251,371	--	251,371
Issuance of debt	334,117	--	334,117
Principal paid on capital lease	(21,138)	--	(21,138)
Interest paid on capital lease	(2,241)	--	(2,241)
Principal paid on lease (right-of-use asset)	(1,295,537)	--	(1,295,537)
Interest paid on lease (right-of-use asset)	(145,696)	--	(145,696)
Net Cash Used in Capital and Related Financing Activities	(1,065,674)	--	(1,065,674)
Cash Flows from Investing Activities			
Purchases of investments	(339,693)	--	(339,693)
Interest earned	40,962	108,064	149,026
Net Cash Provided by (Used in) Investing Activities	(298,731)	108,064	(190,667)
Net Increase in Cash and Cash Equivalents	563,025	463,600	1,026,625
Cash and Cash Equivalents - Beginning of Year	1,030,518	8,657,757	9,688,275
Cash and Cash Equivalents - End of Year	$ 1,593,543	$ 9,121,357	$ 10,714,900
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	$ 118,449	$ 117,741	$ 236,190
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	1,743,338	3,121	1,746,459
Changes in operating assets/deferred outflows and liabilities/deferred inflows:			
Inventory	(99,941)	--	(99,941)
Prepaid items	--	--	--
Deferred outflows relating to pensions	32,030	--	32,030
Deferred outflows relating to OPEB	(56,483)	--	(56,483)
Accounts payable	(19,326)	1,106,465	1,087,139
Claims payable	--	(871,791)	(871,791)
Net pension liability	158,793	--	158,793
Total OPEB liability	22,693	--	22,693
Compensated absences	6,426	--	6,426
Deferred inflows relating to pensions	(5,774)	--	(5,774)
Deferred inflows relating to OPEB	27,225	--	27,225
Total Adjustments	1,808,981	237,795	2,046,776
Net Cash Provided by Operating Activities	$ 1,927,430	$ 355,536	$ 2,282,966
Noncash Activities			
Initiation of lease liability	$ 3,130,098	$ --	$ 3,130,098

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

SEPTEMBER 30, 2023

	Pension Trust Funds			
	General Employees	Police	Fire	Total
Assets				
Cash and cash equivalents	$ 43,119	$ 495,073	$ 56,200	$ 594,392
Investments:				
Money market funds	--	2,505,152	2,936,097	5,441,249
U.S. Government obligations	--	8,316,022	7,257,180	15,573,202
Mortgage backed securities	--	--	9,747,673	9,747,673
Municipal obligations	--	879,673	--	879,673
Fixed income funds	868,544	11,966,062	6,272,244	19,106,850
Collateralized mortgage obligations	--	--	529,061	529,061
Corporate obligations	--	3,914,565	6,789,480	10,704,045
Equity securities	--	12,086,306	75,200,314	87,286,620
Equity funds	1,179,618	--	6,617,848	7,797,466
Foreign bonds	--	--	681,637	681,637
International funds	594,429	8,510,918	128,987	9,234,334
Alternative investment	--	57,452,730	4,633,707	62,086,437
Real estate funds	394,232	14,325,747	13,672,437	28,392,416
Total investments	3,036,823	119,957,175	134,466,665	257,460,663
Receivables:				
Interest and dividends	--	152,044	174,898	326,942
State of Florida	--	993,453	479,770	1,473,223
Employees	222	690	--	912
Total receivables	222	1,146,187	654,668	1,801,077
Prepaid items	--	378,681	--	378,681
Total Assets	3,080,164	121,977,116	135,177,533	260,234,813
Liabilities				
Accounts payable	1,540	31,537	312,346	345,423
Pending trades payable	--	196,559	177,949	374,508
Total Liabilities	1,540	228,096	490,295	719,931
Net Position				
Net Position Restricted for Pension Benefits	$ 3,078,624	$ 121,749,020	$ 134,687,238	$ 259,514,882

CITY OF PALM BEACH GARDENS, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

YEAR ENDED SEPTEMBER 30, 2023

	Pension Trust Funds			
	General Employees	Police	Fire	Total
Additions				
Contributions:				
Employer	$ --	$ 4,719,149	$ 5,639,145	$ 10,358,294
State of Florida	--	993,453	1,361,925	2,355,378
Employees	12,238	888,285	586,436	1,486,959
Total contributions	12,238	6,600,887	7,587,506	14,200,631
Investment Earnings				
Net appreciation in fair value of investments	253,150	9,534,757	8,011,090	17,798,997
Interest and dividends	--	1,413,925	4,717,224	6,131,149
Other	--	1,585	--	1,585
Total investment earnings	253,150	10,950,267	12,728,314	23,931,731
Less investment expenses	(10,662)	(317,093)	(374,758)	(702,513)
Net Investment Earnings	242,488	10,633,174	12,353,556	23,229,218
Total Additions	254,726	17,234,061	19,941,062	37,429,849
Deductions				
Pension benefits	116,562	7,033,082	5,891,706	13,041,350
Refund of participant contributions	--	118,312	27,430	145,742
Administrative expenses	1,540	159,161	138,159	298,860
Total Deductions	118,102	7,310,555	6,057,295	13,485,952
Change in Net Position	136,624	9,923,506	13,883,767	23,943,897
Net Position - Beginning	2,942,000	111,825,514	120,803,471	235,570,985
Net Position - Ending	$ 3,078,624	$ 121,749,020	$ 134,687,238	$ 259,514,882

STATISTICAL SECTION

This part of the City of Palm Beach Garden's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says.

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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. These schedules include:

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

CITY OF PALM BEACH GARDENS, FLORIDA

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016
Governmental Activities			
Net Investment in capital assets	$ 69,151,586	$ 72,259,435	$ 78,370,940
Restricted	10,927,847	16,288,640	12,549,249
Unrestricted	37,132,301	(4,045,911)	4,088,222
Total Governmental Activities Net Position	117,211,734	84,502,164	95,008,411
Primary Government			
Net Investment in capital assets	69,151,586	72,259,435	78,370,940
Restricted	10,927,847	16,288,640	12,549,249
Unrestricted	37,132,301	(4,045,911)	4,088,222
Total Primary Government Net Position	$ 117,211,734	$ 84,502,164	$ 95,008,411

Table 1

2017	2018	2019	2020	2021	2022	2023
$ 87,952,986	$ 95,276,106	$ 102,515,810	$ 112,859,024	$ 111,362,529	$ 118,285,524	$ 123,207,020
9,051,076	10,702,072	14,686,358	16,642,836	23,464,670	26,611,611	33,058,360
6,420,075	2,149,293	6,431,578	6,924,106	16,356,833	35,276,791	38,881,336
103,424,137	108,127,471	123,633,746	136,425,966	151,184,032	180,173,926	195,146,716
87,952,986	95,276,106	102,515,810	112,859,024	111,362,529	$ 118,285,524	123,207,020
9,051,076	10,702,072	14,686,358	16,642,836	23,464,670	26,611,611	33,058,360
6,420,075	2,149,293	6,431,578	6,924,106	16,356,833	35,276,791	38,881,336
$ 103,424,137	$ 108,127,471	$ 123,633,746	$ 136,425,966	$ 151,184,032	180,173,926	$ 195,146,716

CITY OF PALM BEACH GARDENS, FLORIDA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016
Expenses			
Governmental activities:			
General Government	$ 14,130,877	$ 14,978,857	$ 17,541,387
Public Safety	40,628,867	42,414,598	43,962,040
Culture/Recreation	7,753,450	7,988,072	8,301,284
Physical Environment	7,822,307	8,986,513	9,700,482
Transportation	2,329,335	2,529,685	2,050,549
Interest on long-term debt	916,909	818,570	725,961
Other debt service costs	--	--	--
Total Governmental Activities Expenses	73,581,745	77,716,295	82,308,703
Program Revenues			
Governmental activities:			
Charges for services:			
General Government	12,320,246	11,781,970	11,868,769
Public Safety	2,709,767	5,860,916	6,075,497
Culture/Recreation	5,528,028	6,962,118	6,150,055
Physical Environment	--	--	1,660,821
Transportation	338,718	350,647	546,678
Operating grants and contributions	1,794,424	1,616,429	1,679,128
Capital grants and contributions	63,000	135,307	596,851
Total Governmental Activities Program Revenues	22,754,183	26,707,387	28,577,799
Total Primary Government Program Revenues	$ 22,754,183	$ 26,707,387	$ 28,577,799

2017	2018	2019	2020	2021	2022	2023
$ 20,064,766	$ 21,148,515	$ 26,322,940	$ 26,387,153	$ 24,161,709	$ 30,288,661	$ 34,988,995
48,503,388	50,752,213	51,936,783	55,430,678	60,409,881	57,160,045	74,270,154
8,904,360	10,755,062	10,518,847	10,761,387	11,805,008	13,911,022	17,269,984
10,991,757	11,936,744	12,881,501	14,739,278	15,755,751	14,415,604	15,562,270
2,742,420	2,045,453	2,510,201	2,284,421	2,345,466	1,916,721	2,757,831
1,095,700	1,266,773	1,121,978	866,902	821,587	863,633	941,236
62,720	--	--	--	59,000	--	64,750
92,365,111	97,904,760	105,292,250	110,469,819	115,358,402	118,555,686	145,855,220
13,300,392	13,245,743	13,321,888	15,516,812	18,999,934	21,760,802	22,766,922
7,094,400	6,955,992	6,975,745	7,845,228	7,708,650	8,786,615	9,182,545
6,627,415	6,718,228	9,934,801	6,495,652	7,198,794	9,997,449	9,847,736
185,809	310,747	798,365	653,488	368,005	562,667	918,131
1,093,669	570,071	249,836	3,194,235	1,747,622	2,557,021	1,739,524
1,529,434	1,921,496	2,326,455	4,496,879	3,201,518	8,179,973	8,228,824
415,926	87,109	5,135,658	50,748	2,949,930	2,999,410	1,020,688
30,247,045	29,809,386	38,742,748	38,253,042	42,174,453	54,843,937	53,704,370
$ 30,247,045	$ 29,809,386	$ 38,742,748	$ 38,253,042	$ 42,174,453	$ 54,843,937	$ 53,704,370

(Continued)

CITY OF PALM BEACH GARDENS, FLORIDA

CHANGES IN NET POSITION (CONTINUED)

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016
Net (Expense) Revenue			
Governmental activities	$ (50,827,562)	$ (51,008,908)	$ (53,560,795)
Total Primary Government Net Expense	$ (50,827,562)	$ (51,008,908)	$ (53,560,795)
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Taxes:			
Property taxes	$ 46,310,990	$ 49,094,541	$ 51,974,181
Local business tax	1,480,360	1,642,308	1,600,232
Public service taxes	2,162,550	2,094,656	2,015,310
Unrestricted intergovernmental:			
Sales tax and local option gas tax	4,280,034	4,558,257	4,736,527
State shared revenue	1,405,807	1,513,243	1,601,965
Local shared revenue	65,982	60,735	38,788
Unrestricted investment earnings (loss)	223,316	423,980	442,722
Gain on disposal of capital assets	146,150	60,378	293,043
Miscellaneous	1,645,457	1,985,539	1,534,383
Cumulative effect of change in accounting principle	--	(43,134,299)	--
Total Governmental Activities	57,720,646	18,299,338	64,237,151
Total Primary Government	57,720,646	18,299,338	64,237,151
Change in Net Position			
Governmental activities	$ 6,893,084	$ (32,709,570)	$ 10,676,356
Total Primary Government	$ 6,893,084	$ (32,709,570)	$ 10,676,356

2017	2018	2019	2020	2021	2022	2023
$ (62,118,066)	$ (68,095,374)	$ (66,549,502)	$ (72,216,777)	$ (73,183,949)	$ (63,711,749)	$ (92,150,850)
$ (62,118,066)	$ (68,095,374)	$ (66,549,502)	$ (72,216,777)	$ (73,183,949)	$ (63,711,749)	$ (92,150,850)
$ 55,324,350	$ 59,347,671	$ 62,162,541	$ 67,588,710	$ 69,931,518	$ 72,330,588	$ 79,555,916
1,608,214	1,530,796	1,538,888	1,590,949	1,587,489	1,577,931	1,583,926
2,028,360	2,069,939	1,983,296	1,913,129	1,904,408	2,004,552	2,026,243
7,010,462	8,754,312	8,962,747	8,494,954	10,055,755	12,019,081	12,888,000
1,694,011	1,773,158	1,850,104	1,708,901	2,012,696	2,614,350	2,621,204
68,618	17,633	7,572	--	11,469	40,484	--
497,772	1,121,587	2,795,006	1,763,480	166,002	(968,919)	5,491,255
397,739	182,618	1,008,446	95,446	86,594	111,193	147,407
1,904,266	2,372,299	1,747,177	1,853,428	2,186,084	2,972,383	2,809,689
--	(4,371,305)	--	--	--	--	--
70,533,792	72,798,708	82,055,777	85,008,997	87,942,015	92,701,643	107,123,640
70,533,792	72,798,708	82,055,777	85,008,997	87,942,015	92,701,643	107,123,640
$ 8,415,726	$ 4,703,334	$ 15,506,275	$ 12,792,220	$ 14,758,066	$ 28,989,894	$ 14,972,790
$ 8,415,726	$ 4,703,334	$ 15,506,275	$ 12,792,220	$ 14,758,066	$ 28,989,894	$ 14,972,790

CITY OF PALM BEACH GARDENS, FLORIDA

Table 3

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	$ 14,857	$ 7,018	$ 10,289	$ 3,409,759	$ 4,519,841	$ 4,103,290	$ 413,791	$ 19,671	$ 10,205	$ 584,766
Restricted	3,374,314	1,844,608	486,302	852,620	1,066,476	902,687	1,026,535	17,121,616	8,798,285	6,760,861
Committed	2,632,575	2,367,875	2,350,475	2,324,225	2,297,975	2,324,225	2,324,225	1,843,141	2,667,092	2,518,042
Assigned	5,062,949	6,241,970	5,591,893	13,540,429	10,507,213	15,365,817	12,197,734	24,004,691	20,380,079	23,324,758
Unassigned	27,529,515	26,200,218	29,931,355	24,300,582	27,984,472	27,164,639	35,000,168	32,598,123	45,149,574	56,276,406
Total General Fund	38,614,210	36,661,689	38,370,314	44,427,615	46,375,977	49,860,658	50,962,453	75,587,242	77,005,235	89,464,833
All Other Governmental Funds										
Nonspendable	36,743	21,473	26,151	3,158,655	56,019	61,499	85,697	123,845	150,542	319,631
Restricted	7,553,533	14,444,032	12,062,947	37,870,178	35,865,179	22,717,256	17,169,748	19,853,202	21,562,114	41,492,126
Committed	--	--	--	--	--	--	--	--	--	--
Assigned	2,288,839	955,757	1,068,221	814,682	467,289	984,076	1,951,254	3,961,880	8,375,220	7,827,684
Total All Other Governmental Funds	9,879,115	15,421,262	13,157,319	41,843,515	36,388,487	23,762,831	19,206,699	23,938,927	30,087,876	49,639,441
Total Governmental Funds	$ 48,493,325	$ 52,082,951	$ 51,527,633	$ 86,271,130	$ 82,764,464	$ 73,623,489	$ 70,169,152	$ 99,526,169	$ 107,093,111	$ 139,104,274

CITY OF PALM BEACH GARDENS, FLORIDA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016
Revenues			
Ad valorem taxes	$ 46,310,990	$ 49,094,541	$ 51,974,181
Local business tax	1,480,360	1,642,308	1,600,232
Utility taxes	2,162,550	2,094,656	2,015,310
Special assessment	--	--	--
Franchise fees	5,493,667	5,559,815	5,425,438
Licenses and permits	3,537,090	4,546,357	4,905,124
Intergovernmental	7,531,569	7,824,817	8,078,313
Impact fees	1,259,848	2,625,215	1,730,260
Charges for services	9,155,442	10,557,716	10,709,338
Fines and forfeitures	253,207	271,264	321,570
Investment income	219,231	418,442	436,783
Miscellaneous	1,917,229	2,366,415	2,051,152
Total Revenues	79,321,183	87,001,546	89,247,701
Expenditures			
Current:			
General Government	13,670,394	14,757,766	15,762,838
Public Safety	39,918,404	42,140,959	43,328,804
Culture and Recreation	5,749,601	5,956,101	6,214,376
Physical Environment	7,311,775	8,031,030	8,203,345
Transportation	802,773	849,961	965,058
Capital outlay	3,431,802	7,095,189	12,108,700
Debt service:			
Principal	3,857,772	3,954,800	4,038,352
Interest	720,871	626,114	562,576
Bond issuance costs	--	--	--
Other debt service costs	--	--	--
Total Expenditures	75,463,392	83,411,921	91,184,049
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,857,791	3,589,626	(1,936,348)
Other Financing Sources (Uses)			
Transfers in	2,434,043	8,005,816	3,191,233
Transfers out	(2,434,043)	(8,005,816)	(3,191,233)
Capital leases	1,022,611	--	1,152,030
Sale of capital assets	90,000	--	229,000
Bonds and notes issued	--	--	--
Refunding bonds issued	--	--	--
Premium on bond issuance	--	--	--
Refunded bonds redeemed	--	--	--
Payment to refunded bond escrow agent	--	--	--
Total Other Financing Sources (Uses)	1,112,611	--	1,381,030
Net Change in Fund Balances	$ 4,970,402	$ 3,589,626	$ (555,318)
Debt Service as a Percentage of Noncapital Expenditures	6.32%	5.90%	5.71%

2017	2018	2019	2020	2021	2022	2023
$ 55,324,350	$ 59,347,671	$ 62,162,541	$ 67,588,710	$ 69,931,518	$ 72,330,588	$ 79,555,916
1,608,214	1,530,796	1,538,888	1,590,949	1,587,489	1,577,931	1,583,926
2,028,360	2,069,939	1,983,296	1,913,129	1,904,408	2,004,552	2,026,243
114,377	115,709	135,785	112,970	112,436	112,402	131,359
5,564,984	5,542,336	5,808,900	5,473,521	5,731,627	6,777,359	7,721,199
5,832,223	5,392,299	5,344,130	7,468,226	10,499,890	12,194,137	11,488,408
10,256,074	12,473,767	13,119,959	14,539,106	17,563,365	20,469,346	19,523,178
2,934,014	1,735,643	3,801,311	6,113,239	4,823,723	5,632,813	2,876,003
11,993,327	12,825,955	13,401,124	12,026,469	15,305,499	16,484,074	18,972,352
172,986	173,132	275,187	446,788	234,777	435,452	328,901
491,590	1,092,977	2,717,467	1,727,033	167,778	(979,312)	5,342,229
2,463,251	2,233,836	3,275,551	2,275,905	7,472,519	7,967,029	8,148,971
98,783,750	104,534,060	113,564,139	121,276,045	135,335,029	145,006,371	157,698,685
16,736,979	17,633,866	20,752,846	21,419,757	21,802,557	26,737,073	26,583,656
44,110,412	47,018,092	51,433,031	52,912,658	55,792,581	60,306,624	67,558,631
6,853,710	7,977,514	7,546,130	7,267,346	9,469,515	9,571,469	12,805,350
9,606,325	10,733,099	11,766,857	13,569,137	13,873,167	13,469,681	14,720,431
616,681	641,199	958,324	801,697	364,616	364,616	976,575
13,585,815	18,570,340	24,328,627	22,490,033	7,610,571	24,009,905	20,810,598
6,642,493	4,313,966	6,532,722	6,183,646	4,870,543	5,789,621	6,263,280
906,256	777,250	965,681	798,283	642,349	942,357	784,605
62,720	--	--	--	59,000	--	64,750
--	--	--	--	--	--	--
99,121,391	107,665,326	124,284,218	125,442,557	114,484,899	141,191,346	150,567,876
(337,641)	(3,131,266)	(10,720,079)	(4,166,512)	20,850,130	3,815,025	7,130,809
1,801,320	1,701,843	1,691,845	3,879,864	--	--	10,856,103
(1,801,320)	(1,701,843)	(1,691,845)	(3,879,864)	(2,339,968)	--	(10,856,103)
1,965,638	2,641,100	679,504	712,175	14,000,000	3,751,917	20,100,000
--	99,000	899,600	--	--	--	--
30,000,000	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
31,965,638	2,740,100	1,579,104	712,175	11,660,032	3,751,917	20,100,000
$ 31,627,997	$ (391,166)	$ (9,140,975)	$ (3,454,337)	$ 32,510,162	$ 7,566,942	$ 27,230,809
8.63%	5.64%	7.31%	6.68%	5.02%	5.70%	5.39%

CITY OF PALM BEACH GARDENS, FLORIDA

NET ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

Year Ended September 30,	Real Property				
	Residential Property	Commercial Property	Industrial Property	Other Property	Total
2014	$ 6,179,351,874	$ 1,399,487,396	$ 138,859,513	$ 53,618,149	$ 7,771,316,932
2015	6,655,059,315	1,519,351,040	70,050,865	138,572,340	8,383,033,560
2016	7,120,899,821	1,733,042,304	75,316,429	100,964,163	9,030,222,717
2017	7,578,568,351	1,949,533,937	82,092,236	108,638,650	9,718,833,174
2018	8,205,876,033	2,140,701,464	91,118,225	106,370,063	10,544,065,785
2019	8,648,423,475	2,277,266,953	102,974,514	152,169,262	11,180,834,204
2020	9,457,125,507	2,506,801,419	114,807,321	205,391,600	12,284,125,847
2021	9,833,380,210	2,540,839,729	122,451,139	205,710,055	12,702,381,133
2022	10,284,320,919	2,531,413,360	135,888,514	198,258,941	13,149,881,734
2023	11,908,807,814	2,802,034,458	158,271,998	251,447,347	15,120,561,617

Note: Assessed values are established by the Palm Beach County Property Appraiser's Office as of January 1, each year. Assessments were increased to 100% of market value as of 1980.

Property in the City is reassessed each year. Property is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per $1,000 of assessed value.

Source: Palm Beach County Property Appraiser's Office

N/A - Information not available

Table 5

Personal Property	Centrally Assessed	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
$ 357,264,904	$ 1,567,443	$ 8,741,865,907	5.9137	$ 10,015,793,537	87.28%
374,540,771	1,842,341	9,406,605,829	5.8315	11,106,390,736	84.70%
400,381,117	2,111,042	10,121,325,333	5.6871	12,267,715,478	82.50%
376,051,655	2,332,101	10,922,449,541	5.6781	13,251,477,046	82.42%
328,044,724	2,460,119	11,511,339,047	5.6678	14,150,783,918	81.35%
327,384,323	2,472,492	12,613,982,662	5.6003	14,779,198,726	85.35%
358,183,261	2,470,709	12,644,779,817	5.5500	15,861,880,186	79.72%
363,397,905	2,456,074	13,068,235,112	5.5500	16,333,485,027	80.01%
370,775,250	2,517,495	13,523,174,479	5.5500	17,148,602,745	78.86%
420,031,602	2,746,365	15,543,339,584	5.3200	22,229,583,284	69.92%

CITY OF PALM BEACH GARDENS, FLORIDA

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

	City of Palm Beach Gardens				
Fiscal Year	Operating Millage	Debt Service Millage	Total City Millage	Palm Beach County School District	Palm Beach County
2014	5.7404	0.1733	5.9137	7.5860	4.9852
2015	5.6700	0.1615	5.8315	7.5940	4.9729
2016	5.5500	0.1371	5.6871	7.5120	4.9277
2017	5.5500	0.1281	5.6781	7.0700	4.9142
2018	5.5500	0.1178	5.6678	6.7690	4.9023
2019	5.5500	0.0503	5.6003	6.5720	4.8980
2020	5.5500	0.0000	5.5500	7.1640	4.8580
2021	5.5500	0.0000	5.5500	7.0100	4.8124
2022	5.5500	0.0000	5.5500	6.8750	4.8149
2023	5.3200	0.0000	5.3200	6.5190	4.7439

Note: All millage rates are based on $1 for every $1,000 of assessed value.

Source: City of Palm Beach Gardens Finance Department and Palm Beach County Property Appraiser's Office

(1) Overlapping rates are those of local and county governments that apply to property owners within the City of Palm Beach Gardens. Not all overlapping rates apply to all City of Palm Beach Gardens property owners (i.e. the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

Table 6

Overlapping Rates [1]					
Palm Beach County Health Care District	Palm Beach County Library System	South Florida Water Management District	Children's Services Council	Florida Inland Navigation District	Total Direct and Overlapping Rates
1.0800	0.6065	0.4110	0.7025	0.0345	21.3194
1.0800	0.6024	0.3842	0.6745	0.0345	21.1740
1.0426	0.5985	0.1459	0.6677	0.0320	20.6135
0.8993	0.5933	0.3307	0.6833	0.0320	20.2009
0.7808	0.5891	0.3100	0.6590	0.0320	19.7100
0.7261	0.5901	0.2936	0.6403	0.0320	19.3524
0.7261	0.5870	0.2795	0.6497	0.0320	19.8463
0.7261	0.5833	0.2675	0.6497	0.0320	19.6310
0.7261	0.5824	0.2572	0.6233	0.0320	19.4609
0.7261	0.5781	0.2301	0.5508	0.0320	18.7000

CITY OF PALM BEACH GARDENS, FLORIDA

Table 7

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS PRIOR

	2023			2014		
Taxpayer	Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value [1]	Taxable Assessed Value	Rank	Percent of Total Taxable Assessed Value [1]
The Gardens Venture LLC	$ 363,731,726	1	2.78%	$ 210,000,000	1	2.40%
Florida Power & Light CO	291,354,362	2	2.23%	3,851,867,758	2	44.06%
Centaur (Palm Beach) Owner LLC	151,859,686	3	1.16%			
Avenir Development LLC	113,924,335	4	0.87%			
Breit MF San Merano LLC	117,974,844	5	0.90%			
PR The Quaye Owner LLC	121,399,470	6	0.93%			
NADG Brock Alton PBG LP	79,862,947	7	0.61%			
KH Alton LLC	50,453,095	8	0.39%			
Excel Gardens LLC	103,914,925	9	0.80%			
Advenir @PBA LLC	108,689,155	10	0.83%			
GLL US Retail LP				65,000,034	3	0.74%
Realty Associates Fund IX LP				66,584,586	4	0.76%
Landmark at Gardens Square				45,935,560	5	0.53%
Northlake Blvd. LLC				53,194,837	6	0.61%
Devonshire at PGA National LLC				36,525,000	7	0.42%
WFGR Resort Core V LLC				44,836,422	8	0.51%
11900 Valencia Gardens AV Apts				40,102,261	9	0.46%
GB Investors LLC				39,370,594	10	0.45%
	$ 1,503,164,545		11.50%	$ 3,936,806,441		50.94%

Source: Tax roll provided by Palm Beach County Property Appraisers Office.

(1) See the Schedule of Net Assessed Value on pages 143-144 for Estimated Actual Value of Taxable Property.

CITY OF PALM BEACH GARDENS, FLORIDA

Table 8

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Year Ended September 30,	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percentage of Levy
2014	$ 48,079,264	$ 46,260,814	96.22%	$ 77,800	$ 46,338,614	96.38%
2015	51,080,538	49,137,584	96.20%	26,657	49,164,241	96.25%
2016	53,644,793	51,655,014	96.29%	86,761	51,741,775	96.45%
2017	57,333,007	55,238,312	96.35%	(78,158)	55,160,154	96.21%
2018	61,634,891	59,426,605	96.42%	38,589	59,465,194	96.48%
2019	64,463,323	62,125,467	96.37%	69,380	62,194,847	96.48%
2020	70,257,807	67,560,503	96.16%	34,208	67,594,711	96.21%
2021	75,053,618	69,853,078	93.07%	--	69,853,078	93.07%
2022	75,053,618	72,292,773	96.32%	37,815	72,330,588	96.37%
2023	82,690,567	79,489,941	96.13%	65,975	79,555,916	96.21%

Source: City of Palm Beach Gardens Finance Department and Palm Beach County Tax Collector's Office.

CITY OF PALM BEACH GARDENS, FLORIDA

Table 9

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Year Ended September 30,	Governmental Activities				Total Primary Government	Percentage of Personal Income [1]	Per Capita [1]
	Revenue Bonds	General Obligation Bonds	Capital Financing	Leases Right-of-Use Assets			
2014	$ 15,805,833	$ 5,204,098	$ 2,304,750	$ --	$ 23,314,681	0.0249%	$ 466
2015	13,376,878	4,004,775	1,966,269	--	19,347,922	0.0198%	383
2016	10,889,118	2,884,475	2,676,052	--	16,449,645	0.0158%	319
2017	36,065,480	1,730,056	4,378,159	--	42,173,695	0.0383%	802
2018	33,928,667	540,466	5,836,189	--	40,305,322	0.0340%	749
2019	28,958,527	--	5,415,230	--	34,373,757	0.0276%	618
2020	23,874,816	--	4,851,343	--	28,726,159	N/A	507
2021	34,179,509	--	3,503,270	4,085,693	41,768,472	N/A	631
2022	29,995,403	--	5,507,867	2,959,195	38,462,465	N/A	584
2023	45,895,000	--	8,638,391	4,693,182	59,226,573	N/A	880

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

(1) See the Schedule of Demographic and Economic Statistics on page 154 for population data.

CITY OF PALM BEACH GARDENS, FLORIDA

Table 10

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

Year Ended September 30,	General Obligation Bonds	Percentage of Estimated Actual Taxable Value [1]	Per Capita [2]
2014	$ 5,204,098	0.08%	$ 104
2015	4,004,775	0.06%	79
2016	2,884,475	0.05%	56
2017	1,730,056	0.03%	33
2018	540,466	0.01%	10
2019	--	0.00%	--
2020	--	0.00%	--
2021	--	0.00%	--
2022	--	0.00%	--
2023	--	0.00%	--

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

(1) See the Schedule of Net Assessed Value on pages 143-144 for Estimated Actual Value of Taxable Property.

(2) See the Schedule of Demographic and Economic Statistics on page 154 for population data.

CITY OF PALM BEACH GARDENS, FLORIDA

Table 11

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2023

Government Unit	Net Debt Outstanding	Percentage Applicable to the City of Palm Beach Gardens [1]	Amount Applicable to the City of Palm Beach Gardens
Debt Repaid with Property Taxes			
Palm Beach County	$ 26,250,000	5.22%	$ 1,370,250
Palm Beach County School Board	--	0.00%	--
Other Debt			
Palm Beach County	743,872,058	5.22%	38,830,121
Palm Beach County School Board	1,501,841,000	5.21%	78,245,916
Subtotal, Overlapping Debt			118,446,288
City of Palm Beach Gardens Direct Debt			59,226,573
Total Direct and Overlapping Debt			$ 177,672,861

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and business.

Source: Data provided by the Palm Beach County Finance Department and the Palm Beach County School Board.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's and School Board's taxable assessed value that is within the City's boundaries.

CITY OF PALM BEACH GARDENS, FLORIDA

PLEDGED REVENUE COVERAGE

LAST TEN FISCAL YEARS

2011 Public Improvement and Refunding Bonds

Year Ended September 30,	Local Business Tax	Utility Taxes	Special Assessment	Franchise Fees	Licenses and Permits
2014	$ 1,480,360	$ 2,162,550	$ --	$ 5,493,667	$ 3,537,089
2015	1,642,308	2,094,656	--	5,559,815	4,546,357
2016	1,600,232	2,015,310	--	5,425,438	4,905,124
2017	1,608,214	2,028,360	114,377	5,564,984	5,832,223
2018	1,530,796	2,069,939	115,709	5,542,336	5,392,299
2019	1,538,888	1,983,296	135,785	5,808,900	5,344,130
2020	1,590,949	1,913,129	112,970	5,473,521	7,468,226
2021	1,587,489	1,904,408	112,436	5,731,627	10,499,890
2022	1,577,931	2,004,552	112,402	6,777,359	12,194,137
2023	1,583,926	2,026,243	131,359	7,721,199	11,488,408

	Non Ad Valorem Revenue Available for Debt Coverage	Debt Service		
		Principal	Interest	Coverage
2014	$ 31,750,341	$ 2,696,732	$ 536,167	9.82
2015	35,281,790	2,755,476	479,293	10.91
2016	35,543,260	2,918,051	453,439	10.54
2017	40,525,386	5,488,075	440,911	6.84
2018	30,144,070	3,268,015	749,601	10.82
2019	31,750,341	6,160,231	962,061	6.68
2020	47,574,096	6,352,730	811,131	6.64
2021	60,579,788	5,043,379	651,442	10.64
2022	53,711,529	5,693,572	944,657	10.10
2023	75,266,766	6,162,706	784,020	10.83

Note: The City's 2011 Public Improvement Revenue Bonds are obligations of the City payable solely from and secured solely by non ad valorem revenue. The original bonds were issued in November 2003 to refund certain prior obligations of the City. Additional bonds were issued in 2013, 2017 and 2021 to finance the cost of improvements to the City's golf course, parks, and facilities.

Source: City of Palm Beach Gardens Finance Department

Table 12

Inter-governmental	Charges for Services	Fines and Forfeitures	Investment Income	Miscellaneous	Non Ad Valorem Revenue Available for Debt Coverage
$ 7,531,570	$ 9,155,443	$ 253,206	$ 219,233	$ 1,917,223	$ 31,750,341
7,824,817	10,557,716	271,264	418,442	2,366,415	35,281,790
8,078,313	10,709,338	321,570	436,783	2,051,152	35,543,260
10,256,074	11,993,327	172,986	491,590	2,463,251	40,525,386
12,473,767	12,825,955	173,132	1,092,977	2,233,836	43,450,746
13,119,959	13,401,124	275,187	2,717,467	3,275,551	47,600,287
14,539,106	12,026,469	446,788	1,727,033	2,275,905	47,574,096
17,563,365	15,305,499	234,777	167,778	7,472,519	60,579,788
20,469,346	16,484,074	435,452	(979,312)	7,967,026	67,042,967
19,523,178	18,972,352	328,901	5,342,229	8,148,971	75,266,766

CITY OF PALM BEACH GARDENS, FLORIDA

Table 13

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

Year	Population [1]	Palm Beach County Personal Income [2] (In Thousands)	Palm Beach County Per Capita Income [2]	School Enrollment [3]	Unemployment Rate [4]
2014	50,067	$ 93,526,272	$66,914	9,826	4.1%
2015	50,521	97,806,900	68,743	9,878	4.0%
2016	51,532	103,876,015	71,946	10,024	4.1%
2017	52,591	109,973,732	74,754	10,295	3.4%
2018	53,800	118,519,249	79,760	10,531	2.4%
2019	55,621	124,632,614	83,268	10,472	2.3%
2020	56,709	N/A	N/A	10,171	5.1%
2021	59,755	N/A	N/A	9,792	3.0%
2022	60,675	N/A	N/A	9,758	4.7%
2023	60,675	N/A	N/A	10,157	3.3%

Sources:

(1) University of Florida Bureau of Business and Economic Research
(2) U.S. Department of Commerce, Bureau of Economic Analysis
(3) Palm Beach County School Board Budget Office
(4) U.S. Bureau of Labor Statistics

N/A: Information not available

CITY OF PALM BEACH GARDENS, FLORIDA

Table 14

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS PRIOR

	2023			2014		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Palm Beach County School Board (estimated)	922	1	1.52%	1,193	2	2.41%
Tenet Healthcare Corp (estimated)	900	2	1.48%	855	4	1.73%
HCA Florida Healthcare (estimated)	700	6	1.15%			
South Florida Mater Mgmt. District (estimated)	290	10	0.48%			
Bank of America (estimated)	296	9	0.49%			
TBC Corporation (Headquarters)	870	3	1.43%	600	6	1.21%
City of Palm Beach Gardens	606	7	1.00%	455	8	0.92%
ZimVie Dental & Spine	854	4	1.41%			
Belcan Engineering Group	306	8	0.50%	329	9	0.67%
G4S (Headquarters) (estimated)	850	5	1.40%	3,000	1	6.07%
Westport Senior Living Investment Fund				1,000	3	2.02%
PGA National Resort & Spa				700	5	1.42%
Zimmer Biomet				476	7	0.96%
Synthes Anspach Companies				256	10	0.52%
	6,594		10.87%	8,864		17.93%

Source: 2022 Business Development Board of Palm Beach County and City of Palm Beach Gardens' Economic Development Program

CITY OF PALM BEACH GARDENS, FLORIDA

Table 15

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Number of Employees										
General Government	73	75	81	84	86	92	94	96	101	103
Public Safety	278	280	283	298	309	317	317	322	350	355
Culture and Recreation	36	38	41	43	43	42	42	42	63	66
Physical Environment	67	67	67	71	77	78	79	79	82	82
Total Number of Employees	454	450	472	496	515	529	532	539	596	606

Source: City of Palm Beach Gardens Finance Department

CITY OF PALM BEACH GARDENS, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	Fiscal Year 2014	2015	2016	2017
General Government				
Information Technology:				
Number of online inspections scheduled	3,569	3,647	9,000	9,583
City Clerk:				
Public records request	207	148	316	157
Finance:				
A/P checks/ACH/EFT issued	3,391	3,174	2,969	2,610
Public Safety				
Police personnel and officers	160	160	163	168
Fire personnel	118	120	120	130
Number of police foot patrols	8,771	9,516	9,631	14,319
Number of police service calls	30,540	33,827	34,833	41,577
Number of fire rescue calls	9,594	9,899	10,876	10,800
Culture and Recreation				
Special event attendees	170,000	170,000	186,461	191,125
General program participants	16,000	16,000	16,010	17,706
Total program participants	N/A	N/A	N/A	N/A
Youth camp registrations	3,591	3,495	5,287	4,900
Tennis members	453	453	413	547
Rounds of golf played	32,742	32,742	39,781	--
Athletic field utilization (hours)	N/A	N/A	N/A	N/A
General pool admissions	34,130	34,130	26,128	9,924
Physical Environment				
Curb miles swept	2,605	2,364	2,000	2,364
Linear feet of storm drains cleaned/repaired	58	462	814	800
Permits issued	7,712	7,565	8,248	8,883
Value of permits	$ 232,474,244	$ 406,243,050	$ 294,899,950	$ 560,765,434
Inspections performed	22,882	20,814	23,399	24,397

Sources: Various City Departments

Fiscal Year					
2018	2019	2020	2021	2022	2023
11,000	N/A	N/A	N/A	N/A	N/A
207	161	181	215	250	249
2,605	4,606	3,640	2,002	4,175	4,155
176	183	183	186	189	193
133	134	134	138	161	159
11,797	13,405	10,377	8,392	6,428	6,428
34,618	32,260	25,316	29,020	30,012	30,341
12,098	12,098	12,048	12,700	12,909	13,700
200,681	506,840	367,182	139,184	441,998	454,390
20,913	N/A	N/A	N/A	N/A	N/A
N/A	90,390	41,113	41,113	41,113	70,000
3,497	3,744	1,080	739	739	4,724
567	N/A	N/A	N/A	N/A	361
--	44,209	33,339	43,237	50,387	50,359
N/A	35,362	44,289	52,000	11,600	52,000
24,907	N/A	N/A	N/A	N/A	27,389
1,762	2,529	2,169	2,169	2,532	2,169
2,200	121	124	191	1,198	3,958
10,575	10,516	10,833	15,785	14,631	13,598
$ 360,719,935	$ 344,059,889	$ 531,463,180	$ 674,039,640	$ 740,836,576	$ 1,030,783,182
24,397	30,210	30,104	38,000	45,132	11,742

CITY OF PALM BEACH GARDENS, FLORIDA

Table 17

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

	Fiscal Year									
Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Number of general government buildings	1	1	1	1	1	1	1	1	1	1
Public Safety										
Fire stations	5	5	5	5	5	5	5	5	5	5
Transportation										
Miles of streets	57	57	59	59	61	61	61	61	61	64
Culture and Recreation										
Parks acreage	172	201	222	222	222	312	312	312	312	312
Parks	11	14	16	16	16	17	17	18	18	18
Golf courses	1	1	1	1	1	1	1	1	1	2
Golf course acreage	140	140	140	140	140	140	140	140	140	156
Multipurpose fields	11	15	15	15	17	17	17	17	17	17
Multipurpose rinks	2	2	1	1	1	1	1	1	1	1
Baseball/softball fields	17	17	17	17	17	17	18	18	18	18
Tennis courts	19	24	24	26	26	26	28	28	28	26
Pickleball courts	0	0	6	12	18	18	18	18	18	18
Playgrounds	9	10	17	17	17	17	17	17	17	20
Basketball courts	13	15	18	18	18	18	18	18	18	18
Racquetball courts	6	6	6	6	6	6	6	6	6	6
Skatepark	1	1	1	1	1	1	1	1	1	1
Swimming pools	3	3	3	3	3	3	3	3	3	3

Sources: Various City Departments

REPORTING SECTION

MARCUM
ACCOUNTANTS ▲ ADVISORS

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

To the Honorable Mayor, City Council and City Manager
City of Palm Beach Gardens, 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 (*Government Auditing Standards*), the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Palm Beach Gardens, Florida (the "City") as of and for the fiscal 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 30, 2024. Our report includes a reference to other auditors who audited the financial statements of the City's Police Officers' Pension Fund and the City's Firefighters' Pension Fund, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors.

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 the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 City'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.

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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Marcum LLP

West Palm Beach, FL
May 30, 2024

MARCUM
ACCOUNTANTS ▲ ADVISORS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor, City Council and City Manager
City of Palm Beach Gardens, Florida

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited the City of Palm Beach Gardens, Florida (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement*, that could have a direct and material effect on the City's major federal program for the fiscal year ended September 30, 2023. The City's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the type of compliance requirements referred to above that could have a direct and material effect on each of its major federal program for the fiscal year ended September 30, 2023.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States *(Government Auditing Standards)*; 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 Auditors' 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 controls over compliance with the requirements of laws, statutes, regulations, rules and provision of contracts or grant agreements applicable to the City's federal programs.

Auditors' 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 GAAS, *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 GAAS, *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 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.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the City as of and for the fiscal year ended September 30, 2023, and the related notes to the financial statements, as listed in the table of contents. We issued our report thereon dated May 30, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is 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 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Marcum LLP

West Palm Beach, FL
May 30, 2024

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

Federal Grantor, Pass-through Entity, Federal Program	Assistance Listing Number (ALN)	Grant/Contract Number	Expenditures
U.S. Department of Housing and Urban Development:			
Direct Programs:			
CDBG - Entitlement Grants Cluster:			
Community Development Block Grant (CDBG)	14.218	B-20-MW-12-0065	$ 84,515
Community Development Block Grant (CDBG)	14.218	B-19-MC-12-0065	172,855
Community Development Block Grant (CDBG)	14.218	B-20-22-MC-12-0065	354,626
Total Community Development Block Grant - Entitlement Grants Cluster			611,996
Total U.S. Department of Housing and Urban Development			**611,996**
U.S. Department of Justice:			
Direct Programs:			
Edward Byrne Memorial Justice Assistance Grant - (BJA)	16.738	JLEO-20-0308	17,219
Bulletproof Vest Partnership Program	16.607	N/A	3,903
Total U.S. Department of Justice			**21,122**
U.S. Department of Health and Human Services			
Direct Program:			
Elder Abuse Prevention Interventions Program	93.747	1563	19,800
CCDF Cluster:			
Child Care and Development Block Grant	93.575	90TP0068-02-00	147,597
Total CCDF Cluster			147,597
Total U.S. Department of Treasury			**167,397**
U.S. Department of Homeland Security			
Passed through Florida Division of Emergency Management			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-04-FL-4673-PW-00064(29)	55,877
Total U.S. Department of Homeland Security			**55,877**
Total Expenditures of Federal Awards			**$ 856,391**

See notes to Schedule of Expenditures of Federal Awards

CITY OF PALM BEACH GARDENS, FLORIDA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") presents the expenditure activity of all federal awards of the City of Palm Beach Gardens, Florida (the "City") for the fiscal year ended September 30, 2023. The information in this 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). 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 position/fund balance or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – 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 PALM BEACH GARDENS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified Opinion*

Internal control over financial reporting:

Material weakness(es) identified?	____Yes _X_No
Significant deficiency(ies) identified?	____Yes _X_None reported

Non-compliance material to financial statements noted? ____Yes _X_No

Federal Awards

Internal control over major program:

Material weakness(es) identified?	____Yes _X_No
Significant deficiency(ies) identified?	____Yes _X_None reported

Type of auditors' report issued on compliance for major program: *Unmodified Opinion*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ____Yes _X_No

Identification of the Major Federal Program:

ALN	Federal Program
14.218	Community Development Block Grant - Entitlement Grants Cluster

Dollar threshold used to distinguish between Type A and Type B federal programs: $750,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance? ____Yes _X_No

CITY OF PALM BEACH GARDENS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

SECTION II – FINANCIAL STATEMENT FINDINGS

None.

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None.

CITY OF PALM BEACH GARDENS, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None.

II. PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None.

MARCUM
ACCOUNTANTS ▲ ADVISORS

MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Honorable Mayor, City Council, and City Manager
City of Palm Beach Gardens, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Palm Beach Gardens, Florida (the "City"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated May 30, 2024. We did not audit the financial statements of the City's Police Officers' Pension Fund and the City's Firefighters' Pension Fund. Those statements were audited by other auditors whose reports have been furnished to us. This management letter does not include any matters reported on separately by those auditors in their management letter, if any.

Auditors' 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 Auditors' 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 Auditors' Report on Compliance for the Major Federal Program; Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; Summary Schedule of Prior Audit Findings; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedules, which are dated May 30, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Marcum LLP / 525 Okeechobee Boulevard / Suite 750 / West Palm Beach, FL 33401 / **Phone** 561.653.7300 / **marcumllp.com**

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City has made these disclosures in the notes 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 has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify of the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Honorable Mayor and City Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Marcum LLP

West Palm Beach, FL
May 30, 2024

MARCUM
ACCOUNTANTS ▲ ADVISORS

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE PURSUANT TO SECTION 218.415 FLORIDA STATUTES

To the Honorable Mayor, City Council and City Manager
City of Palm Beach Gardens, Florida

We have examined the City of Palm Beach Gardens, Florida (the "City")'s compliance with Section 218.415 Florida Statutes, Local Government Investment Policies for the fiscal 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 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.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination does not provide a legal determination on the City's compliance with the specified requirements.

In our opinion, the City complied, in all material respects, with Section 218.415, Florida Statutes for the fiscal year ended September 30, 2023.

This report is intended solely to describe our testing of compliance with Section 218.415, Florida Statutes and it is not suitable for any other purpose.

Marcum LLP

West Palm Beach, FL
May 30, 2024

Marcum LLP / 525 Okeechobee Boulevard / Suite 750 / West Palm Beach, FL 33401 / **Phone** 561.653.7300 / **marcumllp.com**

PALM BEACH Gardens

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Arienne Panczak, who being duly sworn, deposes and says on oath that:

1. I am the Finance Administrator for the City of Palm Beach Gardens, which is a local governmental entity of the State of Florida;

2. The City of Palm Beach Gardens adopted Ordinance 5, 2023, implementing an impact fee; and

3 The City of Palm Beach Gardens has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Arienne Panczak, Finance Administrator

STATE OF FLORIDA
COUNTY OF PALM BEACH
SWORN TO AND SUBSCRIBED before me this 7th day of May, 2024.

YENTL CORTEZ
Notary Public-State of Florida
Commission # HH 324186
My Commission Expires
October 20, 2026

NOTARY PUBLIC

Print Name Yentl Cortez

Personally known ✓ or produced identification _____

Type of identification produced: _____

My Commission Expires: 10/20/2026

CITY OF PALM BEACH GARDENS
10500 N. Military Trail Palm Beach Gardens, FL 33410-4698
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