CITY OF HIALEAH, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

2025

FISCAL YEAR ENDED

SEPTEMBER 30, 2025



CITY OF HIALEAH, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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INTRODUCTORY SECTION



Bryan Calvo Esq.
Mayor

Carl Zogby
Council President

Melinda De La Vega
Council Vice President

City of Hialeah

Council Members

Luis Gonzalez
William Marrero
Gelien Perez
Monica Perez
Luis Rodriguez

June 30, 2026

To the Members of the City Council and Residents of the City of Hialeah:

It is our pleasure to submit the Annual Comprehensive Financial Report for the City of Hialeah, Florida, for the fiscal year ended September 30, 2025. The financial statements included in this report conform to generally accepted accounting principles (GAAP) in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB).

The City of Hialeah's financial statements have been audited by CBIZ CPAs P.C., Certified Public Accountants. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Hialeah's financial statements for the fiscal year ended September 30, 2025, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

This report consists of management's representation concerning the finances of the City of Hialeah. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Hialeah 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 Hialeah's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Hialeah's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance thot 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.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion & 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 Hialeah's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of Hialeah was incorporated in 1925 by the laws of the State of Florida contained in Chapter 11516 Special Acts of 1925. The City of Hialeah occupies a land area of 23 square miles and serves a population of approximately 225,000 residents.

The City of Hialeah has operated under a strong mayor form of government since its inception. Policy making and legislative authority are vested in a governing Council consisting of a seven-member Council. The Council is responsible for, among other things, passing ordinances and adopting the budget.

The Mayor is responsible for carrying out the policies and ordinances of the Council, overseeing the day-to-day operations of the government, and appointing the heads of various departments.

The City of Hialeah offers a wide range of services, including public safety (police and fire), public works, streets, water and wastewater, sanitation, social services, cultural activities, public improvements, planning and zoning, building, libraries and educational services, and general administrative services.

ECONOMIC CONDITION AND OUTLOOK

Each fiscal year that passes provides the City with an opportunity to identify, address, and resolve issues facing our community and our residents. The City's major functions are to provide the essential infrastructure and services needed to maintain and improve our residents' quality of life, and at the same time, attract the investments that provide growth and new revenue opportunities to the City. The City continues to emphasize the support of systems such as free public transit, public safety (police and fire), affordable housing, storm water management, potable (drinking) water, waste treatment and solid waste collection which must be balanced carefully with the quality-of-life amenities which include parks and recreation, entertainment, and cultural opportunities to maintain the beauty and attractiveness of our community.

These aforementioned City functions have to be balanced against continued inflation pressures that increase the cost of labor and commodities needed to serve the residents of Hialeah.

In the past year, property taxable values in the City of Hialeah increased 11.0% based on the Miami-Dade County Property Appraiser's Office assessments. The City continues to honor our commitment to the residents of not increasing the millage rate above the levels that have been set by the Administration for the last 13 years. The City of Hialeah has decreased the millage rate three times over the last twenty years. The following discussion is intended to demonstrate the growth and vitality of the City and at the same time, to address the projected challenges of the future.

ECONOMIC GROWTH ACTIVITY

In 2003, the City of Hialeah annexed from Miami-Dade County an area located along the northwest corner of the City of Hialeah between Highway 1-75 and the Florida Turnpike, lying directly to the west of the City. The Annexation Area consists of 1,920 acres (3 square miles) of land, of which one-third was designated for residential use, and two- thirds have been designated for commercial and industrial use, and includes a 30-acre passive park. As part of the inter-local agreement between the City and Miami-Dade County, the City has provided the necessary regional development infrastructure, including water and sewer services, road improvements, and regional recreational facilities. The Annexation Area provides continued strong economic growth to the City of Hialeah by expanding its revenue base and maximizing the land use within its borders. The construction of 4,000 residential units with approximately 16,000 residents and 8,000,000 square feet of industrial development was completed. Construction has begun on the first phase of a 77-acre site mixed-use classification, which includes 211,000 square feet of retail/restaurant space and 244 multi-family residential units. Another three undeveloped industrial parcels are in the permitting process to build 1,000,000 square feet of distribution warehouses. Additionally, a new multifamily development comprised of 617 residential units is under construction. This area, known as

Hialeah Heights, continues growing. The two remaining vacant residential parcels are proposed to be developed with multifamily developments, including approximately 400 residential units.

The City is in the preliminary planning stages of developing a multiservice City facility to serve residents and businesses in the area, including a police and fire sub-station, a library, and facilities for community development services. An environmental clean- up is necessary before development, and the City is working to obtain funding.

The City of Hialeah has adopted an ambitious Master Plan for the vision of the next 25 years that aims to enhance the City's infrastructure and livability and increase the quality of life for City residents. The project kicked off in September 2023 by analyzing existing conditions, identifying needs related to infrastructure and regulatory gaps, and addressing development pressures. The City adopted the master plan pursuant to City resolution no. 2025-148 in alignment to celebrate the City's 100th anniversary in 2025.

The Hialeah 2050 Master Plan is an opportunity for the City to look forward and develop a roadmap for the next 25 years that is aligned with this community's goals and desires. The project link to Hialeah 2050 Masterplan Website: https://www.hialeah2050.com. As a result of this Master Plan, in 2026, the City was awarded $1.2 million as part of the federal grant program established under the Infrastructure Investment and Job Act, Safe Street and Roads for All (SS4A) to develop an Action Plan and implement demonstration projects throughout the City to prevent serious injuries and fatalities.

Construction is active in the older part of the City (20 square miles), including redevelopment of shopping plazas, strip malls, industrial districts, trailer parks, dog tracks, racetrack park, and older multifamily buildings, and the implementation of the Transit Oriented Districts. This includes the redevelopment of a 28-acre former Kennel site into a residential development including 576 multifamily units 66 townhomes, and complementary amenities including gardens, sports courts, pools, and a lounge. This new development adds to the ongoing transformation of the Amelia District as an entertainment district to serve the north end of the City. The first phase of redevelopment of the famous Hialeah Racetrack, including approximately 300 garden-style units and complementary amenities, is about to be occupied. In addition, the redevelopment of a 15-acre former Sears site into on upscale mixed-use residential development, including 815 multifamily units and 21,000 square feet of commercial space, mostly for entertainment businesses that will complement the existing thriving mall businesses.

In October 2016, the City adopted an innovative land-use regulatory framework known as Transit-Oriented Development (TOD) regulations by designating two areas in the southeastern portion of the City as Transit-Oriented Districts: the Hialeah Market Station TOD and the Hialeah Transfer Station TOD. These areas were, and continue to be, served by national rail service (Amtrak), regional rail service (Tri-Rail), and local rail service (Metrorail).

The Hialeah Transfer Station is unique within the Tri-County area. The City identified this area as a strategic location for redevelopment due to its existing transit services and proximity to Miami International Airport, Midtown, Downtown Miami, and the Brickell area. To date, 22 developments have received entitlements under the TOD regulations, totaling 4,599 new residential units. Of these, 595 units have already been built and occupied, and approximately 22,000 square feet of ground-floor commercial space has been completed. In addition, approximately 363 residential units are currently under construction.

The implementation of the TOD regulations and the determination that Amtrak service will not extend to Miami International Airport have prompted the relevant transit agencies to recognize this area as a primary transit hub where existing services require improved pedestrian connectivity. Preliminary plans for

the redevelopment of the hub are currently underway. This district intends to promote and encourage mobility and connectivity within the district as well as to and from transit stations for pedestrians, bicycles, and automobiles. The Transfer Station TOD is expected to experience the greatest growth and economic opportunity within the City over the coming years.

The Hialeah Market Station TOD has experienced slower and more constrained private redevelopment activity, with only three projects receiving development entitlements and construction still pending. This TOD includes approvals for 253 residential units and limited commercial space. As a result, the City is taking an active role in the area by initiating efforts to acquire the historically designated Hialeah Market Station. Given its proximity to the entertainment district known as Factory Town, the City envisions the Market Station TOD benefiting from increased activity and events associated with the area.

The TOD districts are envisioned as a mixed-use urban setting where cars will not be the only transportation option to go to work, school, shop, recreation, entertainment, and retail will be available to residents within walking distance of their homes.

In connection to the TOD Transfer Station, a new linear park, the Hialine, to be developed underneath the elevated Metrorail lines, now undermaintained and underutilized vacant land, is advancing its planning stage, including a recent approval by the Miami-Dade County Tourism and Recreation Committee and the Board of County Commissioners. The County and the City will enter into on interlocal agreement for the development of this area into a linear park/mobility path. The Hialine first phase will connect the Hialeah Transfer Station with Hialeah Park, and future phases will follow the 2050 Masterplan recommendations.

LONG-TERM FINANCIAL PLAN

Since the adoption of a minimum fund balance policy in FY 2013, the City has prioritized maintaining a robust fiscal safety net. While the current policy mandates an unassigned General Fund balance equal to 10% of annual operating expenditures, the City concluded FY 2025 with a balance of approximately $61.5 million. This reflects a substantial reserve of 23.5%—more than double the policy requirement—and provides the City with over 2.5 months of operational liquidity.

To complement internal reserves, the City continues to aggressively pursue external funding for vital infrastructure. In FY 2025, the City secured $75.4 million in Federal and State grant funding, including CDBG, HOME, and other award programs. These funds are strategically allocated toward Public Safety and critical infrastructure, including law enforcement, 911 communications, housing initiatives, roadway and drainage improvements, and water quality projects. Additionally, this includes the recognition of the remaining Coronavirus State and Local Fiscal Recovery Funds as revenue replacement, further strengthening the City's ability to provide essential services and community improvements.

MAJOR INITIATIVES AND PROGRAMS

The City remains focused on restoring, maintaining, and expanding its urban and residential infrastructure through strategic renovations and capital improvements. These investments have positively impacted parks, streets, sidewalks, and affordable housing projects, while simultaneously driving greater operational efficiencies.

To accommodate increased activity in the annex area, the City has completed significant roadway construction to foster development and economic opportunity. Parallel to these efforts, new water and

sewer utility lines, production wells, and pumps have been installed to meet rising demand as part of a long-term strategic infrastructure initiative.

City-wide, the City continues to modernize sewer pump stations and pipelines in compliance with the Miami-Dade County Consent Order. By integrating state-of-the-art systems and lining sewer pipes to prevent groundwater infiltration, the Department of Public Works is effectively reducing wastewater volume. These sewer lining projects are expected to lower costs for residents by decreasing the volume of sewage and reducing the resulting treatment and disposal fees paid to the Miami-Dade Water and Sewer Department.

In the southeast area, two Transit Oriented Districts are driving regional redevelopment. Designed as mixed-use urban environments for shopping, entertainment, and recreation, these districts leverage their proximity to various transportation modes to foster a walkable and vibrant community.

RELEVANT FINANCIAL POLICIES

Budgetary Controls - The annual budget serves as a foundation for the City of Hialeah's financial planning and control. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) in the United States. Annually, the City adopts appropriated budgets for the general fund, special revenue funds (except for CDBG, Emergency Solutions, HOME, SHIP, and the Emergency Disaster funds), debt service funds, and the capital projects funds. The City follows the procedures below in establishing the budgetary data reflected in the accompanying financial statements. Before the first public budget hearing, the Mayor submits to the City Council a proposed operating budget for the ensuing fiscal year, commencing October 1. The operating budget includes proposed expenditures and the means of funding them. Before October 1, the budget is legally enacted through passage of an ordinance. At any time, the Mayor may transfer any unencumbered appropriation balance or portion thereof between classifications of expenditures within a department. At the request of the Mayor and only after the first six months of the budget year have passed, the City Council, in the form of a resolution, may transfer any part of the unencumbered balance of an appropriation between the departments.

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the fund from which it was appropriated and shall be subject to future appropriations. The legal level of control is at the department level. The City Council approves supplemental appropriations. Budget-to-actual comparisons are provided in this report for each fund for which an appropriated annual budget has been adopted.

Risk Management - The City administers a self-insurance program for workers' compensation, general liability, and group health insurance programs, subject to certain stop-loss provisions. The health insurance program is administered by an independent administrator. The workers' compensation and liability programs are administered by another administrator. For group health insurance, the City funds the program on a pay-as-you-go basis. Insurance coverage is maintained with independent carriers for property damage to City facilities. The City maintains stop-loss coverage with an independent carrier for the City's self-funded group health pian

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Hialeah for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended September 30, 2024.

The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. This was the thirteenth consecutive year that the City of Hialeah has achieved this prestigious award.

To be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period one year only. It is our strong belief that our 2025 Annual Comprehensive Report continues to meet high standards of the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA for consideration of the award certificate.

ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Management Department, and the City's external audit firm, CBIZ, CPAs P.C. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the City Council for their unfailing support and for maintaining the highest standards of professionalism in the management of the City of Hialeah's finances.

Respectfully submitted,



Bryan Calvo Esq.

Mayor



Maria Del Pilar Bernal

Division Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Hialeah
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2024



Executive Director/CEO

City of HIALEAH

List of Elected City Officials
September 30, 2025
Strong Mayor Form of Government



Bryan Calvo
Mayor



Carl Zogby
Council President



Melinda De La Vega
Council Vice President



Luis Rodriguez
Council Member



Monica Perez
Council Member



William Marrero
Council Member



Gelien Perez
Council Member

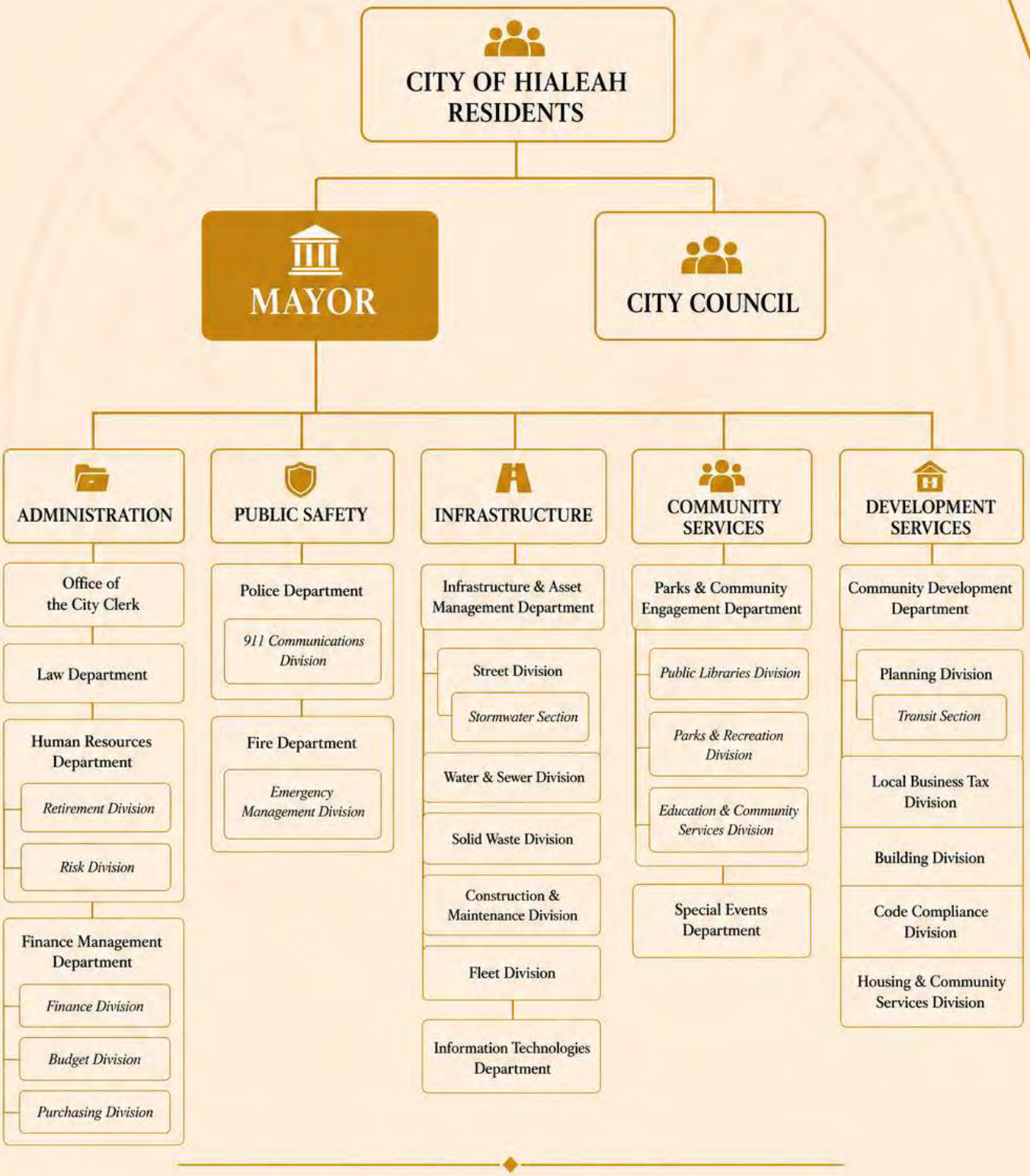


Luis Gonzalez
Council Member

Prepared by:
Finance Department and Administration

CITY OF HIALEAH ORGANIZATIONAL CHART

September 30, 2025



Finance Department & Administration
City of Hialeah, Florida

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



CBIZ CPAs P.C.

2811 Ponce De Leon Blvd., Suite 1100
Coral Gables, FL 33134

P: 305.995.9600

Independent Auditors' Report

The Honorable Mayor and Members of the City Council of
City of Hialeah, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hialeah, Florida (the "City"), as of and for the fiscal year ended September 30, 2025, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, 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.

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.

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 auditors' 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 and the schedules included in the required supplementary information section in the accompanying table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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, as listed in the table of contents, and the schedule of expenditures of federal awards and state assistance, as required by 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 of the State of Florida 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 GAAS. In our opinion, the combining and individual fund statements, as listed in the table of contents, and the schedule of expenditures of federal awards and state financial assistance 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 section and the statistical section but does not include the basic financial statements and our auditors' 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 June 25, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

Coral Gables, Florida
June 26, 2026

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MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)



As management of the City of Hialeah, Florida, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2025.

Financial Highlights

- The liabilities and deferred inflows of resources of the City of Hialeah's governmental and business-type activities exceed its assets and deferred outflows of resources at the close of the most recent fiscal year by a deficit of $ 58.2 million.

- Net position of the City's governmental activities increased by $121.5 million (40.7%) during the current fiscal year to a deficit of $177.3 million. This was primarily due to a decrease in deferred outflows of resources for Pension and Net Pension Liability, and a decrease in deferred inflows of resources for OPEB.

- Net position of the City's business-type activities increased by $35.0 million (41.6%) during the current fiscal year to $119.1 million. This was primarily due to a decrease of deferred outflows of resources for Pension and Net Pension Liability, and a decrease in deferred inflows of resources for OPEB.

- At the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of $218.8 million, an increase of approximately $36.3 million.

- At the close of the current fiscal year, the unassigned fund balance for the General Fund was approximately $60.8 million, or 47.7% of the total fund balance of $127.5 million. The non-spendable fund balance was $1.6 million which represents inventory, which is an amount that is not spendable in nature. The committed amount of $4.5 million is for future expenditures determined by a formal action of the City Council. The $60.5 million of assigned fund balance was approved for future use on specific purposes. The $60.8 million of unassigned fund balance is considered undesignated at the closing of the year and are funds available for spending at the government's discretion. It is important for readers to understand that these funds available for spending are essential for long-term commitments and unanticipated contingencies and should not be considered superfluous.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's 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 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 and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

Overview of the Financial Statements (Continued)

Government-wide financial statements (Continued)

- 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 only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide 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 police, fire, streets, grants, bus circulator and human services, state housing initiative, library, code compliance, licenses, fleet maintenance, construction and maintenance, recreation and community services, building, planning and development, and general and administrative services.

The business type activities of the City include solid waste, water and sewer and storm-water operations.

The government-wide financial statements can be found on pages 32-33 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, the reader may better understand the long-term impact of the City's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Overview of the Financial Statements (Continued)

Governmental funds (Continued)

The City maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and the Building Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregate presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund, Building Fund, and other governmental funds. Budgetary comparison statements have been provided for the General Fund, Building Fund, and governmental funds with legally adopted budgets to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 33-35 of this report.

Proprietary funds

The City maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, solid waste, and storm-water operations.

The proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer, solid waste, and storm-water operations, which are considered to be major funds of the City. The basic proprietary fund financial statements can be found on pages 37-40 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 41-42 of this report.

Notes to the financial statements

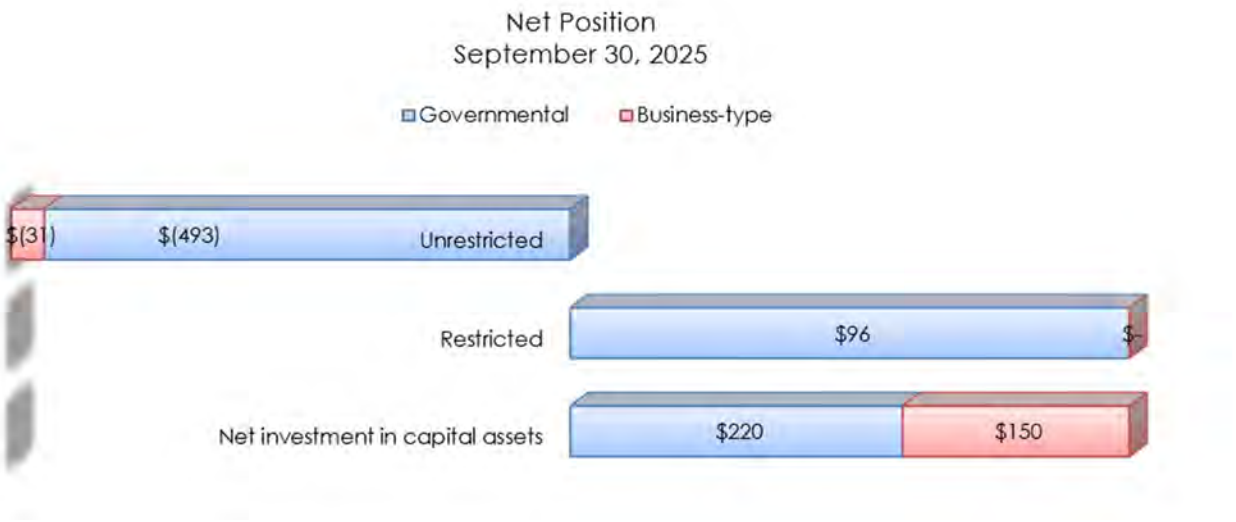
The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 43-100 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* including, but not limited to, budgetary comparison schedules of the General Fund and Building Fund, Coronavirus State and Local Fiscal Recovery Fund, and information concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees. Required supplementary information can be found on pages 101-109 of this report. The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information. Combining and individual statements and schedules can be found on pages 110-146 of this report.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of the City's financial position. In the case of the City of Hialeah, the liabilities and deferred inflows of resources the City exceed its assets and deferred outflows of resources at the close of the most recent fiscal year by $58.2 million net position (deficit). This is a 71.9% increase compared to last year's net position (deficit) of $214.8 million. This was due to a decrease of the deficit by $121.5 million in governmental activities and an increase in $35.0 million in business-type activities respectively.



CITY OF HIALEAH - NET POSITION						
	Governmental Activities	Business-type Activities	Total 2025	Governmental Activities	Business-type Activities	Total 2024
Current and other assets	$ 258,485,179	$ 93,440,566	$ 351,925,745	$ 275,605,445	$ 83,927,681	$ 359,533,126
Restricted assets	3,537,879	21,450,621	24,988,500	4,066,548	19,346,736	23,413,284
Capital assets, net	265,968,523	193,807,631	459,776,154	248,302,195	187,981,117	436,283,312
Total assets	527,991,581	308,698,818	836,690,399	527,974,188	291,255,534	819,229,722
Deferred outflows of resources	70,222,707	11,747,822	81,970,529	76,909,691	12,932,906	89,842,597
Long-term liabilities	677,183,966	160,398,860	837,582,826	723,069,254	166,814,492	889,883,746
Other liabilities	26,311,923	30,373,564	56,685,487	84,538,614	37,999,400	122,538,014
Total liabilities	703,495,889	190,772,424	894,268,313	807,607,868	204,813,892	1,012,421,760
Deferred inflows of resources	72,036,655	10,585,119	82,621,774	96,137,644	15,285,169	111,422,813
Net position						
Net investment in capital assets	219,708,289	149,879,192	369,587,481	174,639,561	141,893,013	316,532,574
Restricted	95,929,067	-	95,929,067	95,666,482	-	95,666,482
Unrestricted	(492,955,612)	(30,790,095)	(523,745,707)	(569,167,676)	(57,803,634)	(626,971,310)
Total net position	$ (177,318,256)	$ 119,089,097	$ (58,229,159)	$ (298,861,633)	$ 84,089,379	$ (214,772,254)

Government-wide Financial Analysis (Continued)

By far the largest portion of the City's net position $369.6 million reflects its investment in capital assets; less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to its 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.

An additional portion of the City's net position $95.9 million represents resources that are subject to external restrictions on how they may be used. The remaining balance is considered unrestricted net position and that amount is a $523.7 million deficit. This figure illustrates that if all liabilities became due at this point in time, total assets would be insufficient to cover all of our obligations. Capital assets of the City would need to be sold in order to meet contingencies.

Net position of the City's governmental activities increased by $121.5 million (40.7%) from $298.9 million deficit for last fiscal year, compared to $177.3 million deficit in the current fiscal year. See detailed explanation under Financial Highlights.

Net position of the City's business-type activities increased by $35.0 million (41.6%) from $84.1 million for last fiscal year, compared to $119.1 million in the current fiscal year.

Governmental activities

Net Position and Fund Balance as of September 30,2025, Governmental activities increased the City's deficit net position by $121.5 million in the current fiscal year while the net change in fund balance for the governmental funds increased by $36.3 million in the current fiscal year. These changes reported in the statement of activities do not require the use of current financial resources.

Revenues in ad valorem taxes increased by approximately $14.5 million in the current fiscal year; this was due to an increase in the assessed property values within the City by the Miami-Dade County Property Appraisers' Office and an increase of approximately the 3% in the taxable property values, driven by increased local real estate market values. The increased in ad valorem tax revenue collected helped the City maintain the high level of services provided to the City's residents while the City's operational expenditures, such as salaries, health insurance and pension contributions continue to increase at a steady rate, the City of Hialeah has diligently maintained its promise not to raise taxes and in fact it maintained the City's millage rate of 6.3018 from the prior year and it will remain the same for the coming fiscal year.

The net position for governmental activities increased because of the rise in charges for services, operating grants and contributions, and capital grants and contributions more than offset the decrease in franchisee fees. Overall revenues still increased during the year, resulting in total revenue exceeding expenses and producing a positive change in net position. Franchise fees decreased due to lower underlying utility activity and/or timing differences in collections compared to the prior year.

Government-wide Financial Analysis (Continued)

Business-type activities

Net position of the City's business-type activities increased by $35.0 million in the current fiscal year. The Water and Sewer Utility fund increased by $19.8 million, the Solid Waste fund increased by $11.0 million, and the Stormwater Utility fund increased by $4.3 million.

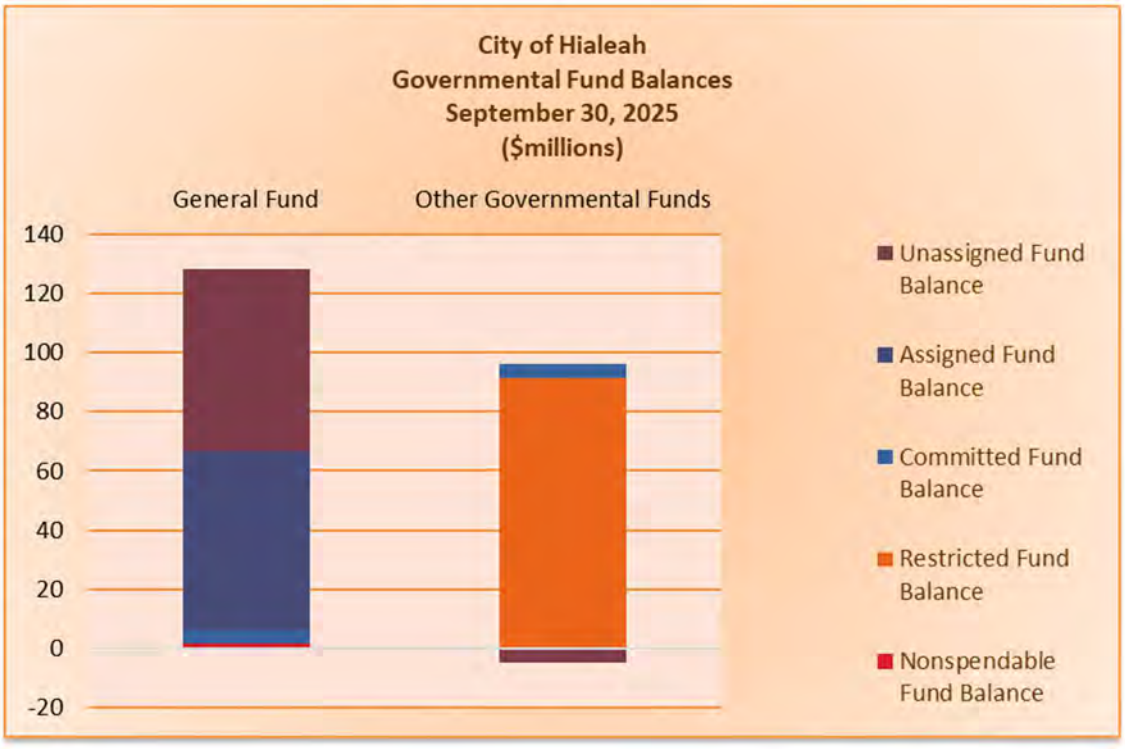
See further explanation regarding the Solid Waste fund deficit in Note 1(D), item 21. See detailed explanation under Financial Highlights.

CITY OF HIALEAH - CHANGES IN NET POSITION

	Governmental Activities	Business-type Activities	Total 2025	Governmental Activities	Business-type Activities	Total 2024
Revenues:						
Program revenues:						
Charges for services	$ 10,408,128	$ 131,639,887	$ 142,048,015	$ 8,920,320	$ 128,099,974	$ 137,020,294
Operating grants & contributions	82,369,294	-	82,369,294	24,236,103	-	24,236,103
Capital grants & contributions	49,229,191	5,477,259	54,706,450	40,099,940	14,204	40,114,144
General Revenues:						
Property taxes	121,765,414	-	121,765,414	107,254,522	-	107,254,522
Utility taxes	29,200,328	-	29,200,328	28,814,018	-	28,814,018
Franchise fees on gross receipts	16,130,574	-	16,130,574	21,178,458	-	21,178,458
Intergovernmental revenue	40,812,577	-	40,812,577	40,976,036	-	40,976,036
Unrealized gain (loss) on investments	-	205,233	205,233	-	1,441,786	1,441,786
Gain on disposal of capital assets	204,330	-	204,330	56,611	-	56,611
Unrestricted interest	7,838,124	1,798,387	9,636,511	9,372,502	1,809,867	11,182,369
Total revenues	$ 357,957,960	$ 139,120,766	$ 497,078,726	$ 280,908,510	$ 131,365,831	$ 412,274,341
Expenses:						
General government	69,697,277	-	69,697,277	91,852,245	-	91,852,245
Police	70,678,148	-	70,678,148	90,040,659	-	90,040,659
Fire	60,292,959	-	60,292,959	72,821,797	-	72,821,797
Streets	5,341,208	-	5,341,208	6,992,050	-	6,992,050
Recreation and community services	13,231,375	-	13,231,375	17,057,401	-	17,057,401
Interest on long-term debt	2,488,839	-	2,488,839	2,733,637	-	2,733,637
Water & sewer	-	97,707,765	97,707,765	-	110,178,603	110,178,603
Solid waste	-	15,817,917	15,817,917	-	18,450,263	18,450,263
Stormwater	-	5,280,145	5,280,145	-	2,395,027	2,395,027
Total expenses	221,729,806	118,805,827	340,535,633	281,497,790	131,023,893	412,521,683
Increase (decrease) in net position before transfers	136,228,154	20,314,939	156,543,093	(589,280)	341,938	(247,342)
Transfers	(14,684,779)	14,684,779	-	(874,166)	874,166	-
Change in net position	121,543,377	34,999,718	156,543,095	(1,463,446)	1,216,104	(247,342)
Net position - beginning	(298,861,633)	84,089,379	(214,772,254)	(297,398,188)	82,873,275	(214,524,913)
Net position - ending	$ (177,318,256)	$ 119,089,097	$ (58,229,159)	$ (298,861,633)	$ 84,089,379	$ (214,772,254)

Financial Analysis of the City's Funds

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



Governmental funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of 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 *other governmental funds* reported combined ending fund balances (restricted, committed and non-spendable) of $38.0 million, a decrease of approximately $1.6 million. The individual *statement of revenues, expenditures and changes in fund balances* for nonmajor governmental funds can be found on pages 110-122 of this report.

Unassigned fund balance in the amount of $60.8 million in the General Fund constitutes an amount which is available for spending as explained earlier under Financial Highlights. The remainder of fund balance is *non-spendable* to indicate it is not available for spending because they are in non-spendable form (i.e., inventory and prepaid expenses), restricted by creditors, assigned for specific purposes, and committed is for future expenditures determined by a formal action of the City Council.

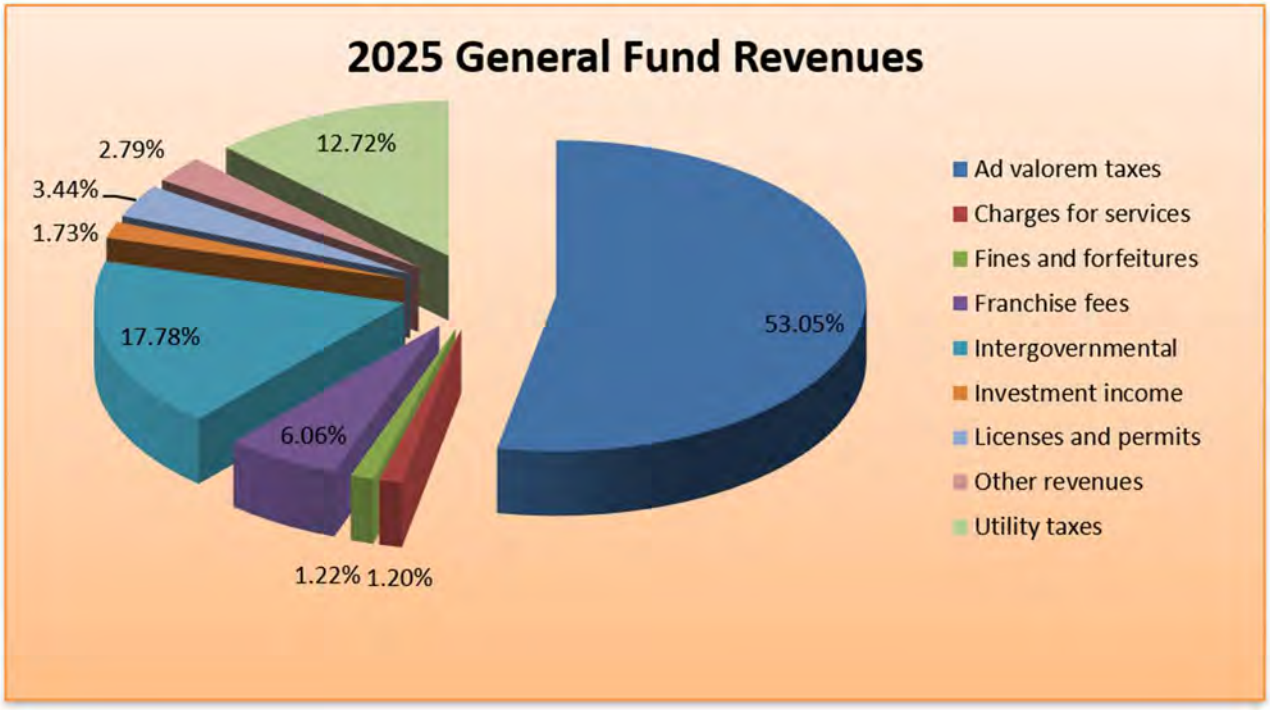
The General Fund is the chief operating fund of the City. General tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. General operating expenses, fixed charges and capital improvement costs not paid through other funds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

Financial Analysis of the City's Funds (Continued)

Governmental funds (Continued)

The amount of General Fund revenue from various sources, the percentage of the total and the amount of change compared to last fiscal year are shown in the following schedule:

Revenue Sources	2025 Amount	2025 Percent of Total	2024 Amount	2024 Percent of Total	Amount Incr (Decr) From Prior Year	Percent Incr (Decr) From Prior Year
Ad valorem taxes	$ 121,765,414	53.05%	$ 107,254,522	49.77%	$ 14,510,892	13.53%
Charges for services	2,755,088	1.20%	2,266,484	1.05%	488,604	21.56%
Fines and forfeitures	2,807,709	1.22%	2,391,258	1.11%	416,451	17.42%
Franchise fees	13,912,475	6.06%	16,585,444	7.70%	(2,672,969)	-16.12%
Intergovernmental	40,812,577	17.78%	40,976,036	19.01%	(163,459)	-0.40%
Investment income	3,959,336	1.73%	4,851,186	2.25%	(891,850)	-22.53%
Licenses and permits	7,895,282	3.44%	7,142,973	3.31%	752,309	9.53%
Other revenues	6,401,093	2.79%	5,237,741	2.43%	1,163,352	18.17%
Utility taxes	29,200,328	12.72%	28,814,018	13.37%	386,310	1.34%
Total	$ 229,509,302	100.00%	$ 215,519,662	100.00%	$ 13,989,640	6.49%



Total General Fund revenues increased by $14.0 million or 6.5% in fiscal year 2025. The increase was primarily driven by ad valorem taxes, wich rose by $14.5 million, or 13.53%, reflecting continued growth in taxable property values and continue strenght in the local real estate market. Ad valorem taxes represented the largest source of General Fund revenues at 53.05% of total revenues in 2025.

Financial Analysis of the City's Funds (Continued)

Governmental funds (Continued)

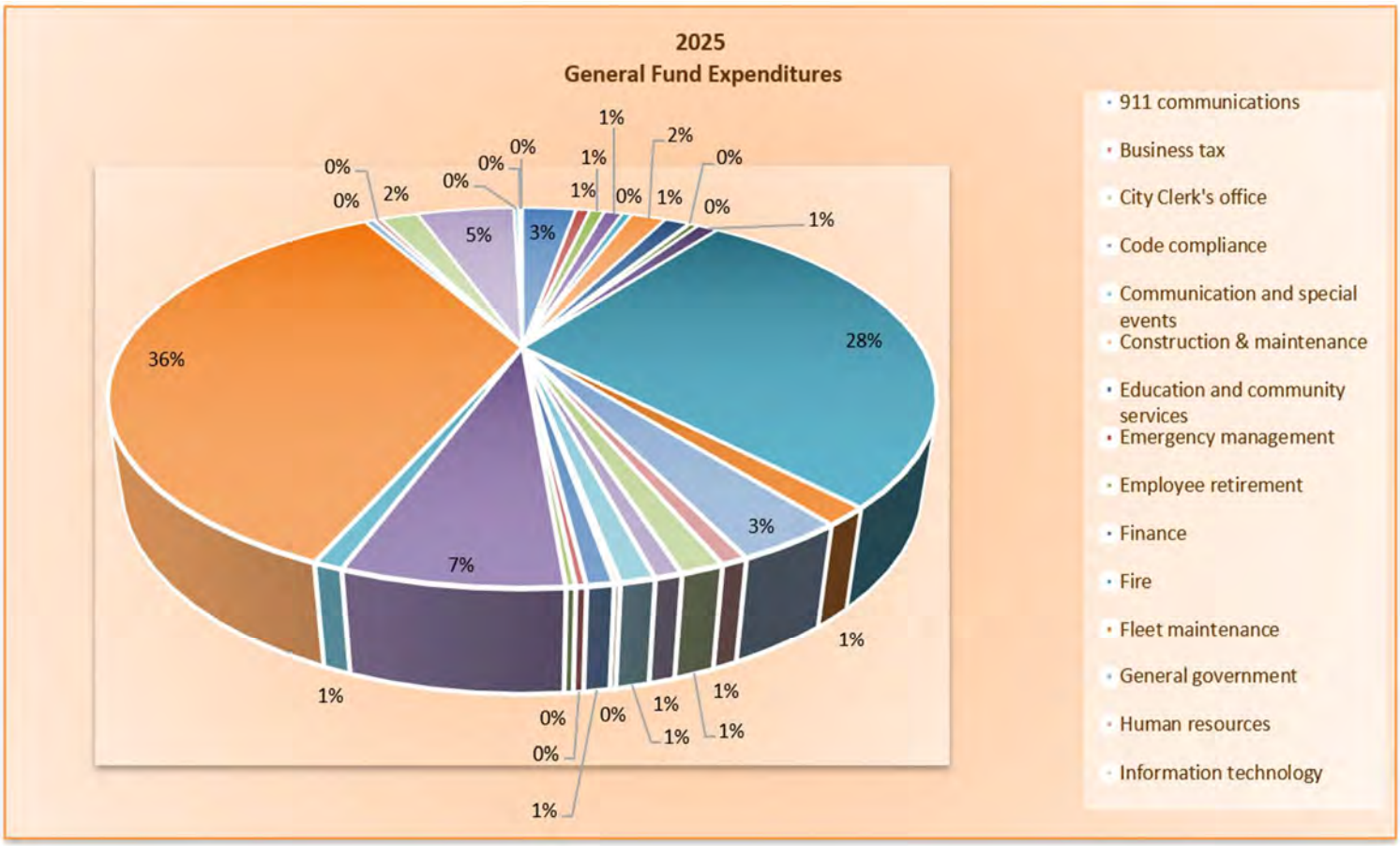
Additional increases were reported in charges for services, fines and forfeitures, franchise fees, and other revenues, which collectively contributed to the overall growth in revenues. Charges for services increased by $488.6 thousand, or 21.6%, refelecting higher levels and fee collections , as well as increases in fines and forfeitures of $416.5 thousand or 17.42%, licenses and permits fees of $752.3 thousand, or 9.53%, other revenues in 1.2 million or 18.1% and utility taxes in $386.3 thousand or 1.34%, primarily due to higher shared revenues and grant activity. The positive results were partially offset by decreases in in franchise fees of $2.7 million or 16.12%, reflecting lower collections compared to the prior year, inestment income decreased by $891.9 thousand or 22.53% and intergovernmental in $163.5 thousand or 0.4%.

The amount of the General Fund expenditures by department, the percentage of the total and the amount of change compared to last fiscal year are shown in the following schedule:

Expenditures	2025 Amount	2025 Percent Total	2024 Amount	2024 Percent of Total	Amount Incr (Decr) From Prior Year	Percent Incr (Decr) From Prior Year
911 communications	$ 5,942,736	2.71%	$ 6,627,978	3.21%	$ (685,242)	-10.34%
Business tax	1,559,237	0.71%	1,332,463	0.65%	226,774	17.02%
City Clerk's office	1,606,748	0.73%	1,986,512	0.96%	(379,764)	-19.12%
Code compliance	2,008,163	0.92%	1,255,912	0.61%	752,251	59.90%
Communication and special events	1,057,315	0.48%	2,213,774	1.07%	(1,156,459)	-52.24%
Construction & maintenance	3,820,663	1.74%	3,628,458	1.76%	192,205	5.30%
Education and community services	2,718,678	1.24%	2,734,103	1.32%	(15,425)	-0.56%
Emergency management	170,864	0.08%	115,792	0.06%	55,072	47.56%
Employee retirement	925,324	0.42%	972,992	0.47%	(47,668)	-4.90%
Finance	2,273,902	1.04%	2,043,922	0.99%	229,980	11.25%
Fire	61,431,890	28.00%	53,133,864	25.73%	8,298,026	15.62%
Fleet maintenance	3,276,596	1.49%	3,425,236	1.66%	(148,640)	-4.34%
General government	7,550,813	3.44%	6,221,225	3.01%	1,329,588	21.37%
Human resources	1,840,673	0.84%	1,630,040	0.79%	210,633	12.92%
Information technology	2,938,335	1.34%	3,619,157	1.75%	(680,822)	-18.81%
Law	1,862,320	0.85%	1,881,858	0.91%	(19,538)	-1.04%
Library	2,347,573	1.07%	2,152,546	1.04%	195,027	9.06%
Marketing and sponsorship	401,115	0.18%	5,796	0.00%	395,319	0.00%
Milander center	1,811,201	0.83%	933,278	0.45%	877,923	94.07%
Office of the Mayor	705,253	0.32%	507,037	0.25%	198,216	39.09%
OMB	626,303	0.29%	979,499	0.47%	(353,196)	-36.06%
Parks and recreation	14,872,576	6.78%	13,758,776	6.66%	1,113,800	8.10%
Planning and zoning	2,024,843	0.92%	1,915,712	0.93%	109,131	5.70%
Police	77,921,577	35.52%	71,637,608	34.68%	6,283,969	8.77%
Purchasing	1,021,013	0.47%	1,042,630	0.50%	(21,617)	-100.00%
Risk management	782,666	0.36%	641,641	0.31%	141,025	21.98%
Debt service	4,184,471	1.91%	3,493,609	1.69%	690,862	100.00%
Capital outlay	10,730,637	4.89%	16,646,460	8.06%	(5,915,823)	-35.54%
Public Relations	533,386	0.24%	-	0.00%	533,386	0.00%
Media	244,118	0.11%	-	0.00%	244,118	0.00%
Print Shop	176,963	0.08%	-	0.00%	176,963	0.00%
Total	$ 219,367,952	100.00%	$ 206,537,878	100.00%	$ 11,875,607	5.75%

Financial Analysis of the City's Funds (Continued)

Governmental funds (Continued)



General Fund expenditures increased by approximately $11.9 million which is a 5.8% increase during fiscal year 2025. The major increases in expenditures during fiscal year 2025 were observed as follows; Fire department $8.3 million, Police department $6.3 million and General Goverment $1.3 million.

The decreases in expenditures observed during fiscal year 2025 were as follows: the Capital Outlay with an approximately $5.9 million, Communication and Special events with an approximately $1.2 million, 911 Communications with an approximately $685.2 thousand, and OMB with an approximate $353.2 thousand.

Financial Analysis of the City's Funds (Continued)

Governmental funds (Continued)

Building Fund

This fund is used to account for all revenues and expenditures related to building fund activities. During the current fiscal year, the fund reported revenues of approximately $10.0 million mainly from permit fees and expenditures of approximately $10.1 million. The fund balance at year end was approximately $53.4 million.

Coronavirus State and Local Fiscal Recovery Fund

This fund is used to account for all revenues and expenditures related to The American Rescue Plan Act of 2021. During the current fiscal year, the fund reported revenues of approximately $57.5 million from the resources allocated to the City, and expenditures of approximately $57.5 million.

Proprietary funds

The City maintains three proprietary funds. *Enterprise funds* are used to provide the same type of information found in the government-wide financial statements, but in more detail. The City uses proprietary funds to account for its water and sewer, solid waste, and storm-water operations.

Unrestricted net position of all the enterprise funds at the end of the year amounted to a $30.8 million deficit; $18.2 million deficit for the Water and Sewer fund, $17.5 million deficit for the Solid Waste fund, and $4.9 million surplus for the Stormwater Utility fund.

General Fund Budgetary Highlights

The differences in the *actual* revenues and expenditures as *compared* to the *budget* are summarized as follows:

- Ad Valorem Tax revenues came in higher than budgeted because actual collections exceeded the conservative estimate used during budget preparation. As a best practice, the City budgets property tax revenues at approximately 95% of projected collections to account for potential delinquencies and fluctuations.
- Franchise fee revenues exceeded the budget primarily due to higher-than-anticipated utility usage and related collections during the fiscal year. Additionally, the City budgets these revenues conservatively to account for potential fluctuations in consumption and economic conditions, contributing to the favorable variance.
- Intergovernmental revenues were higher than budgeted due to increased receipts from State Revenue Sharing and Half-Cent Sales Tax revenues.
- Other revenues were higher than budgeted due to rental revenues received from COHEA. No revenues were budgeted in FY25 because a contract was not yet in place; however, revenues began being received during the fiscal year and a contract has since been executed.
- Utility tax revenues exceeded budget primarily due to increased utility usage during the fiscal year. In addition, the City budgets utility tax revenues conservatively to account for potential fluctuations in consumption and economic conditions, which also contributed to the favorable variance.
- Expenditures for 911 Communications were lower than budget primarily due to contractual services being rolled over into FY2026, resulting in lower current-year expenditures. Personnel cost savings also offset overtime expenditures during the fiscal year.
- Expenditures for Fleet were lower than budget primarily due to various capital projects not being completed during the fiscal year. In addition, repair and maintenance expenditures were lower

Financial Analysis of the City's Funds (Continued)

General Fund Budgetary Highlights (Continued)

than anticipated. In addition, there were several positions vacant resulting in lower personnel expenses.

- Expenditures for General Government were below the budget primarily due to various capital projects not commencing during the fiscal year and being carried forward to FY2026. As one of the City's largest funds, these project delays contributed to the favorable variance.
- Expenditures for Information Technology were below the final budget primarily due to incomplete contractual services projects that were rolled over into FY2026.
- Expenditures for Parks and Recreation were below the budget primarily due to vacancies in part-time positions and capital projects not being completed during the fiscal year. In addition, certain contractual services and capital project expenditures were rolled over into FY2026.

Capital Assets and Debt Administration

Capital assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2025, totals $459.8 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, infrastructure, improvements other than buildings, and machinery and equipment. The total increase in the City's investment in capital assets for the current fiscal year was approximately $23.5 million.

CAPITAL ASSETS (NET OF DEPRECIATION / AMORTIZATION)						
	September 30, 2025			September 30, 2024		
	Governmental	Business-Type	Total	Governmental	Business-Type	Total
Land	$ 29,694,984	$ 4,202,141	$ 33,897,125	$ 29,694,984	$ 4,202,141	$ 33,897,125
Construction in progress	7,005,903	-	7,005,903	7,005,903	519,768	7,525,672
Buildings and utility plants	91,487,802	51,563,652	143,051,455	88,349,979	53,306,839	141,656,818
Improvements other than buildings	3,032,735	-	3,032,735	2,552,300	-	2,552,300
Furniture, fixtures, machinery and equipment	33,440,469	1,952,701	35,393,170	29,525,253	1,875,681	31,400,934
Infrastructure	93,894,927	136,089,137	229,984,064	81,759,602	128,076,688	209,836,290
Leases (Right-of-use asset)	126,317	-	126,317	1,008,603	-	1,008,603
Subscription arrangements	7,285,385	-	7,285,385	8,405,570	-	8,405,570
Total capital assets	$ 265,968,523	$ 193,807,631	$ 459,776,154	$ 248,302,194	$ 187,981,117	$ 436,283,313

Additions and transfers to capital assets before depreciation for governmental activities equaled approximately $48.6 million. The following additions and transfers include the following items:

- Additions to building and utility plants for re-roofing, geothermal pool SPA heater system installation and roof replacement for Police Department and Bucky Dent Park, and installation of sport lighting equipment, roofing repair for Fleet Department, installation of impact windows for Bucky Dent Aquatic Center and Edgar J. Hall Special Population Center. totaled approximately $6.6 million.

- Additions to infrastructure for roadway and drainages improvements of several City Street projects totaling approximately $27.3 million.

Capital Assets and Debt Administration (Continued)

Capital assets (Continued)

- Additions in the asset category of furniture, fixtures, machinery equipment were due primarily to the purchase of various equipment and vehicles for City departments, in the amount of approximately $13.6 million for the current fiscal year.

Additions and transfers to capital assets before depreciation for business type activities equaled approximately $5.5 million. The following additions and transfers include the following items:

- Additions and transfers to infrastructure include sewer pump stations and fire hydrants throughout the City totaling approximately $519 thousand.
- Additions to building electrical repairs for Graham Wells totaling approximately $70.1 thousand.
- Additions to infrastructure for drainage and pumps improvements totaling approximately $9.2 million.

Additional information on the City's capital assets can be found in Note 9, starting on page 67 of this report.

Long-term debt

The City's net outstanding debt decreased by approximately $52.3 million during the current fiscal year. The change was primarily due to a decrease in net pension liability of $65.8 million, and an increase in OPEB liability of $29.5 million. Additional information on the City's long-term debt can be found in the notes to the financial statements. More in depth detail can be found in Note 10, starting on page 76 of this report.

OUTSTANDING DEBT		
	2025	2024
Bonds, loans and notes payable	$98,778,810	$105,812,513
Leases	3,782,529	4,741,285
Leases (Right-of-use asset)	140,534	1,055,671
Subscription arrangements	5,759,507	8,141,269
Other long-term debt	709,686,310	751,159,914
Total	$818,147,690	$870,910,652

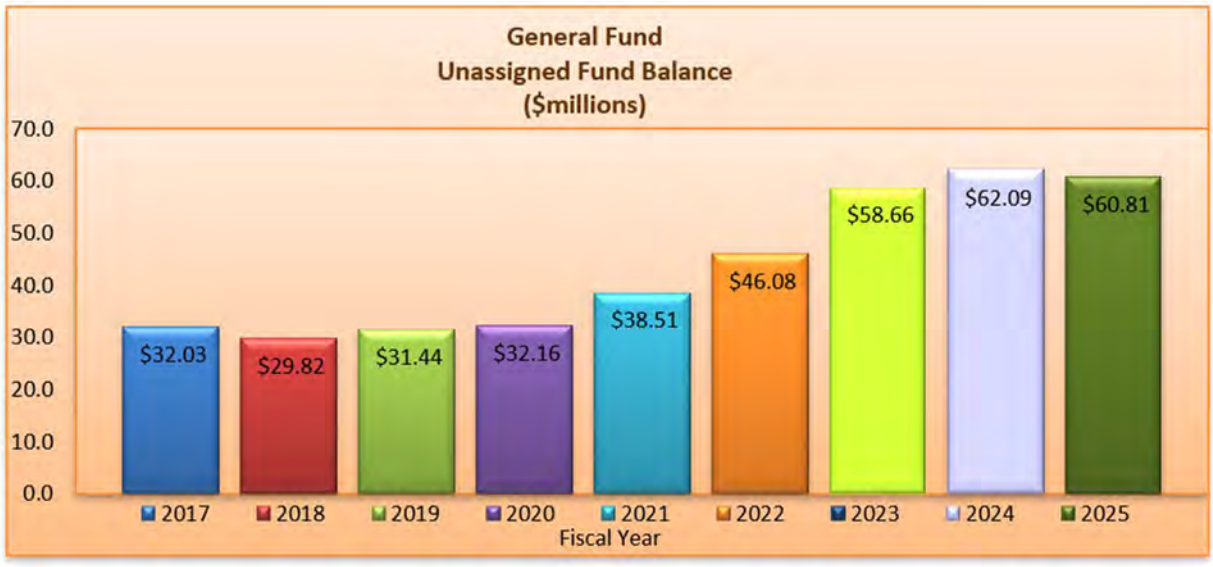
Economic Factors and Next Year's Budgets and Rates

The City's local economy is primarily based upon industrial, light manufacturing and service-related companies.

During the current fiscal year, unassigned fund balance in the General Fund decreased to $60.8 million. The unassigned fund balance is approximately four and half months of the General Fund budgeted expenditures for fiscal year 2025-2026.

Economic Factors and Next Year's Budgets and Rate(Continued)

The following graph shows the City's unassigned fund balance for the last nine years:



In 1995, the State of Florida limited all local governments' ability to raise homestead assessed property value in any given year by 3% or cost of living, whichever is lower. As the following graph indicates, the City's property tax rates were reduced by almost 1/4 of a mill in 2013. The City's operational expenditures, such as salaries, health insurance and pension contributions continue to increase steadily, and the City's revenue resources increased during fiscal year 2025 due to favorable housing market conditions but these increases are more limited. During fiscal year 2024-2025 the city maintained the millage rate at 6.3018 mills, as it was in the previous fiscal year. The City has improved and has invested significant revenue resources to cover the cost of government operations, while maintaining a full complement of municipal services (police, fire, parks, recreation, libraries, education, community services and affordable housing) at optimum levels without the need for additional voter approved debt.



2025 Fiscal Year Accomplishments

During the 2024–2025 fiscal year, the City of Hialeah strategically invested revenues from a variety of sources in ways that reflect a forward-looking vision. These investments aim to benefit both current residents and future generations. Below is a summary of some of the City's most significant accomplishments this year:

- **Hialeah 2050 Master Plan Progress**

  The City completed 75% of its Master Plan, launched in September 2023. This comprehensive plan assesses current conditions, identifies areas for development and redevelopment, outlines new transit and mobility options, and evaluates infrastructure needs. The plan is scheduled for completion by May 2025 and will guide regulatory updates and future growth. The project team aims to transform Hialeah into a vibrant, sustainable, and well-connected community. Visit the Hialeah 2050 Master Plan website: https://www.hialeah2050.com/.

- **Active Redevelopment in Historic Areas**

  Significant construction is underway in the City's older 20-square-mile area, including projects in the mall district, industrial zones, the historic racetrack, and aging multifamily neighborhoods. Notably, a 15-acre former Sears site is being redeveloped into an upscale, mixed-use community featuring 815 multifamily units and 21,000 square feet of commercial space, primarily for entertainment venues. These new developments will complement the area's existing thriving small businesses.

- **Hialeah Racetrack Redevelopment**

  The first phase of the Hialeah Racetrack redevelopment is actively under construction. It will feature approximately 300 garden-style residential units and associated amenities, revitalizing this iconic location.

- **Transit-Oriented Development (TOD) Expansion**

  The City's two TOD districts Hialeah Market Station and Hialeah Transfer Station are leveraging the area's unique combination of Amtrak, Tri-Rail, and Metrorail services. So far, 18 projects totaling 3,955 residential units have been approved. Of these, 30 units are occupied, 559 will be completed by April 2025, and 300 are under construction. The implementation of the TOD districts and confirmation that Amtrak will not extend to Miami International Airport have prompted transit agencies to recognize the Transfer Station area as a primary transit hub. Plans are underway to enhance pedestrian connectivity and support further redevelopment in this area, which is expected to experience the highest growth in the coming years. Improved pedestrian connectivity is planned to enhance the area's role as a regional transit hub.

- **Continued Growth in Hialeah Heights**

  Hialeah Heights, a 1,920-acre (3-square-mile) area annexed in 2003 on the City's northwestern edge, continues to grow. Two vacant parcels are slated for multifamily developments totaling approximately 400 residential units. The City is in the early planning stages of constructing a multi-service facility to serve residents and businesses in the area. The facility will include a police and fire substation, a library, and offices for community development services. Environmental cleanup is required prior to development, and the City is actively pursuing funding to support this process.

2025 Fiscal Year Accomplishments (Continued)

• The Hialine Linear Park Initiative

Plans for the Hialine a new linear park and mobility corridor under the elevated Metrorail tracks are moving forward. This currently underused and undermaintained land is being reimagined to enhance recreational and transportation options. The project recently received approval from the Miami-Dade County Tourism and Recreation Committee and will soon be considered by the Board of County Commissioners. Phase one will link the Hialeah Transfer Station with Hialeah Park, with future phases aligning with the Hialeah 2050 Master Plan.

911 Communications

- Continued hiring 911 Public Safety Dispatchers/Information Officers.
- Purchased and began implementation of Carbyne Next-Gen 911 Call Handling Service.
- Built P25 L3Harris Tower Site Addition.
- Implemented Autura Tow Management.
- Secured APCO and NENA memberships for the center.
- Hosted Telecommunicator Appreciation Week.

Building

- Continue to provide outreach through community engagement to educate customers on basic permitting requirements.
- Improve workforce development and training to ensure all staff members are equipped to handle technology and respond consistently to inquiries.
- Develop a watershed masterplan initiative in conjunction with the Florida Department of Emergency Management to improve the community rating system classification of the City.

Business Tax

- Complete Consent Agreement requirements with DERM.
- Host small New Business Workshops with different subjects that interest the business community.
- Continue to update and adopt City Ordinances to aid or assist businesses.
- Exceed the appropriated revenue.
- Create a social media platform (Instagram, Facebook) for the Hialeah Business Community with educational material to help guide them.
- Created a cross functional schedule that allows all staff to interact with different positions, ensuring comprehensive knowledge across roles.
- Implemented new code enforcement procedures, empowering BTR inspectors to issue civil citations and present cases to special masters.

City Clerk

- The Office of the City Clerk implemented the City-wide usage of Agenda-Quick for City Council Meetings, a web-based platform used to create paperless public meeting agendas and minutes.
- Implemented the usage of Voter-Focus, which allows candidates to file Campaign Treasurer Reports electronically, and allows the public to view said reports on demand.
- Implemented the usage of Tyler Technologies, a web-based platform for the registering of lobbyists.

2025 Fiscal Year Accomplishments (Continued)

City Clerk (Continued)

- The department has, on behalf of the City, collected a total of $32,200 in lobbyist registration fees from October 1, 2024 to August 4, 2025.
- Fully transitioned the off-premise storage of City records to Access Corporation.
- Hired a Part-Time Records Clerk in order to more expeditiously process and respond to requests for public records.
- Received a total of 10,410 requests for public records from October 1, 2024 to August 4, 2025.
- Received and processed a total of 2,529 lien searches from October 1, 2024 to August 4, 2025.
- Saved the City $4/hour per employee by switching temporary staffing for 7 Council Aides from Fox-Hire to 4 Best Business Corp.

Code Compliance

- Increased Special Master Hearing Frequency to reduce the backlog in cases.
- Create an outreach program suitable for associations and condominiums to educate residents on common code violations.
- New Code Enforcement Officers will obtain Level I Certification.
- Roll out of RV ordinance, education and implementation.

Communications and Special Events

- 1st Place for Community Outreach Program: City of Hialeah National Day of Prayer Breakfast.
- 1st Place for T-shirt Design: City of Hialeah Independence Day Celebration.
- 3rd Place for Collaborative Program; City of Hialeah in Honor of Women Art Exhibition.

Construction and Maintenance

- Public Works roof replacement.
- Bright Park roof replacement.
- Main Police roof replacement.
- Elevator number 1 modernization completed in the Main Police Building.
- Fire Station 7 kitchen remodel completed.
- Fire Station 1 kitchen remodel completed.
- Fire Station 5 kitchen remodel completed.
- Bucky Dent Park roof replacement.
- Babcock Park baseball dugouts roof replacement.
- Retrofit LED in parking lots & interior recreation buildings throughout City parks.
- Retrofit LED lighting in the Main Police Station.
- Retrofit LED lighting in Police Sector 5.
- Retrofit LED lighting in the Fire Administration building.
- Waterproofing and painting of the exterior and interior of the Fire Administration building.
- City Hall elevators modernization.
- Wilde Park re-roofing.
- Fleet Recovery Roof System.

Education and Community Services

- Obtained an Adult Day Training License.
- ECS was awarded three CDBG grants for the fiscal year 2025.
- ECS was awarded a grant in the amount of $1,192,000 from the Children's Trust.

2025 Fiscal Year Accomplishments (Continued)

Education and Community Services (Continued)

- The Creative Learning and Play (CL&P) Program serves students in grades K-5 at 8 locations afterschool.
- ECS continued to build partnerships with FIU, Infrastructure and Sustainability College of Engineering and Computing.

Finance

- Attended Workday training meetings/hours (121+meetings)
- Completed Affordable Housing financial transfer to HHA
- Completed the COHEA Charter transfer to Academia.
- Completed City's external audit.

Fire

- Quint 3 and 5 was purchased.
- The purchase of 13 new sets of NFPA 1981-compliant bunker gear for Recruit Class 25-01.
- Improved the department's hazardous environment.
- Completed a full remodel of Fire Station 5's kitchen.
- Remodeling of Fire Station 1 was finished.
- Continued infrastructure improvements.
- All staff were recertified in Advanced Cardiac Life Support.
- Officers received specialized training in electronic patient care report.
- Successful approval of the Food Truck Ordinance in collaboration with City Council.
- Conducted a Live Fire Training Instructor course.

Fleet

- Lighting improvements.
- Fleet and equipment modernization
- Fuel system enhancements.

Human Resources

- Expanded existing partnership with local universities and colleges for summer internship opportunities.
- Assisted Law Department with the formation of a Certified Legal Internship Program with local universities.
- Administered trainings City-Wide and recognized the Second Employee of the Year.
- Introduced numerous HR forms to establish processes and procedures.
- Continued partnerships with Best Buddies, American Heart Association, Jackson Health and Susan G. Komen.
- Continuously provide public records in a timely manner.
- Support new employees by providing insight to the correlation between the importance of their positions and the role it plays in the COH.

2025 Fiscal Year Accomplishments (Continued)

Information Technology

- Deployed Noah Face for Clock in /out Citywide.
- Added City Clerk and Law to Tyler Technologies EPL.
- Replaced 269 computers.
- Replaced 27 laptops Citywide, 50 police MDTs, and three new fire MDTs.
- Assisted with the selection of Carbyne for the 911 Communications phone system.
- Assisted in Workday ERP, OpenGov, Inventory and Work orders.
- Provided Security Awareness Training City-Wide

Library

- Developed and provided high quality Centennial exhibits, tours, presentations, talks and other programs.
- Engaged local schools and encouraged participation in Centennial programs.
- Enhanced the mobile/cloud printing experience through the implementation of Princh.
- Began hosting an IRS Volunteer Income Tax Assistance.
- Provided computer, technology, and digital information literacy instruction at all library branches.
- Continued to upgrade and grow the library's print and digital collections in direct support of our mission and goals.
- Installed 24 new computers at the Curtis.
- Offered a multi-week series of interactive ESOL classes for adults and children ages 6-12.
- Participated in youth and family programs that develop reading, listening, and critical thinking skills.
- Increased participation in informational, cultural, and literature-based programs and events.
- Expanded access to digital materials through addition of the Palace App.
- Received a Florida State Aid to Libraries Grant in the amount of $29,657.00.
- Renewed the Reciprocal Borrowing Agreement with Miami-Dade Public library system, the City of North Miami Public Library, and North Miami Beach Public Library.

Parks & Recreation

- Expanded youth and adult recreational programs in sport, implemented survey and evaluation guidelines, expanded Start Smart Program, inaugurated first season of intercity basketball league, and moved all league games indoors.
- Expanded Start-Smart Sports program for children ages 2-5 to include all sport cycles.
- Expanded the recreational league volunteer coaches, team parents, and volunteer participants by 50 percent.
- Entered into provider agreements with established program providers currently renting field space at City Parks.
- Introduced camps during summer, winter, and spring breaks for specialized interests in sports, aquatics, performing arts, wellness, and Steam.
- Expanded rental capabilities to include amenities such as recreation centers, skate parks, basketball courts, and classrooms.
- Reevaluated fee schedules for all programs, events, and facility rentals.

2025 Fiscal Year Accomplishments (Continued)

Planning and Zoning

- Incorporated a Principal Planner into the Department to be in line with the increased demand related to high development activity.
- Cooperated in the preparation of P3 package for new City hall or analyze alternative options.
- Advanced the COH 2050 masterplan to meet 2025 deadline.
- Worked on TPO and other agencies to obtain funding for multi-modal mobility improvements.
- Began digitalizing in house files and plans.
- Updated the Plan Comprehensive Plan Housing Element.
- Processed over 200 Planning board applications.
- Secured First Resolution approval for Hialine from Miami Dade's Recreation and Tourism Committee.

Police

- Purchased and began implementation of Carbyne Next-Gen 911 Call Handling Service.
- Installed HigherGround Audio Recording System for main and backup 911 operations.
- Built P25 L3harris Tower Site Addition (4th Tower-Annex).
- Implemented Autura Tow Management System.
- Replaced all computers, monitors, and headsets (batteries, bases, cabling) in the 911 Communications Division.
- Hired 7 Telecommunicators, 1 information officer, and 1 electronic technician.
- Cross-trained staff: 1 Fire Dispatcher, 1 Public Safety Dispatcher, and 2 Police Dispatchers.
- Updated IAED certifications for recertifying members.
- Secured APCO and NENA Memberships for the center.

Public Works

- Fully implemented the 2024-2025 retail water and sewer rates recently approved by the City Council.
- Continue the repairs and rehabilitation of major sewage pump stations to include new force mains.
- Continued with the proper training of departmental staff.
- Continued with the water quality sampling for the City's Stage 2 Disinfection.
- Completed the 2024 Water Quality Report as required by Federal Law.
- Continue with sewer main lining program.
- Over $14,000,000 put under contract this past year for lining, pump station rehabilitation and major equipment purchases.

Purchasing

- Issued a combined 70 formal and informal solicitations and 2,843 purchase orders.
- Implemented a new federal procurement Policy, new e-procurement, and cooperative policies.
- Comprehensive reform of the Purchasing Code.

Retirement

- Annual State report submitted and approved on time.
- Processed 52 normal/deferred/joint option retirements and 34 deceased retirees.
- Enrolled 84 participants in the 401A plan and 30 into ERS.
- Distributed 195 annuity savings funds and 95 pension contributions to resigned/retired employees.
- Distributed 10 DROP monies to resigned/retired employees.
- Expanded remote service capabilities

2025 Fiscal Year Accomplishments (Continued)

Stormwater

- Extended and installed new French Drain systems to some locations.

Transit

- Added three more on-demand vehicles.

Office of Management and budget

- Prepare and present a fiscally responsible and transparent budget to the Mayor and City Council.
- Monitor the City budget to ensure revenues and expenses are aligned with the City's initiative.
- Improve the City's annual budget process to make it more efficient, accurate, and timely.
- Pursue efficiencies, cost-savings and revenue enhancements through performance reviews and perform special projects at the request of the Mayor and City Council.
- Pursue and obtain GFOA Distinguished Budget Presentation Award Program.
- Actively collaborate with other City Departments on the final implementation of the new Enterprise Resource Planning (ERP) software, Workday.

Risk Management

- Partnered with UHC and Aetna to enhance wellness programs focused on employee education, preventive healthcare, and annual physicals.
- Provided mental health and stress-management resources for police officers, including relaxation space.
- Conducted a Medicare Advantage retiree survey.
- Implemented random safety checks across departments to address reported concerns.
- Reduced workplace injuries, worker's comp claims, and related costs.
- Enforced ordinance compliance to sustain retiree health insurance.

Streets

- Completed the roadway and drainage improvements.
- Completed the milling and resurfacing of W 8th Ave from Okeechobee Rd to W 37th St.
- Began the roadway and drainage improvements for some areas.
- Planted 321 trees throughout the City's rights-of-way.
- Completed the design of roadway and drainage improvements for some areas.
- Continued supplementing the City's Street sweeping program to maintain the streets cleaner and minimize pollution and contamination entering the City's drainage system.

Law

- Drafted major updates to the City Code, including procurement procedures, P3 standards, leasing of City property, and alignment with Miami Dade ethics laws.
- Supported multiple departments in updating manuals and SOPs for consistency and best practices.
- Created a forms bank for routine legislation and contracts.
- Settled legal actions and secured City dismissals in lawsuits.
- Acted as liaison in class action suits and served as a Bellwether party.
- Assisted with Brownfield designation of City property.
- Guided legislative updates during COHEA management transfer.

Future Outlook

911 communications

- Fully staff the 911 Communications Division with cross-trained employees to enhance efficiency, ensure seamless coverage, and create a more adaptable workforce to meet public safety demands.

Building

- The City of Hialeah Building Department is committed to embracing innovation, strengthening customer service, and supporting the City's continued growth and revitalization. As development activity increases across both residential and commercial sectors, the department will prioritize technology upgrades, staff training, and process improvements to meet demand while maintaining high standards of safety and compliance. With a focus on accessibility, and collaboration, the department aims to be a trusted partner for residents,

Business Tax

- The division's future outlook is focused on continuously striving to become highly efficient in our rapidly growing and dynamic City. We are committed to strengthening our relationship with the business community, better understanding their needs, and delivering optimal service. We will continually enhance our technology, stay aligned with evolving trends, and grow alongside them. Additionally, we aim to create more resources through grant services and third-party partnerships to support local businesses. By offering quality informational resources and educational workshops, we will guide both new and existing businesses to succeed within our City.

City Clerk

- The Office of the City Clerk remains committed to serving our City with loyalty and commitment to our residents.

Code Compliance

- The future outlook for the Code Compliance Department will continue to focus on our promise and responsibility to our community by improving the quality of life of our residents and businesses. To the best of our abilities, we will provide the highest level of public service with professionalism, consistency, integrity, and respect.

Communication & Special Events

- The future outlook for the Special Events Division at the Milander Center focuses on delivering an unparalleled experience for all users through continuous improvement of services and amenities. Through the establishment of extensive in-house catering choices, our goal is to provide fl awless, superior eating experiences that enhance any occasion. Strategic investments in the facility's infrastructure will also improve its usability and visual appeal, ensuring that the center can adapt to the changing requirements of its patrons. This proactive approach will position the Milander Center as a premier event destination, fostering long-term relationships and attracting diverse clientele

Education & Community Services

- Finalize obtaining a licensed Adult Day Training Certification at Edgar J. Hall
- The Education and Community Services (ECS) Division is committed to providing meaningful educational experiences for the residents of Hialeah, and as part of its vision for the future, the Division is focused on expanding and enhancing its programs to better serve the community. Moving forward, the ECS Division will work on several key initiatives to deepen its impact and broaden access to essential services:

Future Outlook (Continued)

Education & Community Services (Continued)

- Expanding the Special Olympics Program to Include a Teen Program: This new initiative will provide more inclusive opportunities for teenagers with intellectual and developmental disabilities, allowing them to participate in competitive sports, develop physical fitness, and foster social connections. Teen athletes will benefit not only from athletic training but also from the life skills learned through teamwork, discipline, and perseverance. This expansion aims to create a stronger sense of community, increase self-esteem, and promote a healthier lifestyle among youth with special needs.
- Seeking Grant Funding to Enhance Senior Programs, Children's Enrichment, and Community Educational Events: The ECS Division will actively pursue grant funding to expand its senior programming, ensuring older adults in Hialeah have access to enriching activities that promote physical, emotional, and social well-being. With additional funding, the Division will enhance existing services and introduce more specialized programs, improving the quality of life and reducing isolation among seniors. To better serve Hialeah's youth, ECS will focus on securing grants to broaden its children's services, including educational enrichment initiatives. With these resources, ECS plans to introduce STEM activities and a recreational enrichment program, where students will have the opportunity to select activities through a "Voice Your Choice" process.

Finance

- Continuous enhancements of processes safeguarding City assets and internal financial control.

Office of management and budget

- In the years ahead, the Office of Management & Budget (OMB) will continue to play a vital role in advancing the City of Hialeah's financial stability and strategic goals. OMB will focus on modernizing the budget process, identifying new and sustainable revenue sources, managing the City's debt portfolio prudently, and enhancing financial reporting practices. Additionally, OMB will provide proactive financial guidance to City departments to ensure alignment with citywide priorities. These efforts will position the City for long-term fiscal health, greater transparency, and continued investment in public services and infrastructure.

Risk Management

- The City of Hialeah's Risk Management Department is committed to continuously improving its programs and strategies to enhance employee safety, minimize financial risks, and optimize operational efficiency. As the workplace evolves and new challenges emerge, Risk Management will focus on proactive risk mitigation, advanced data-driven decision-making, and enhanced employee wellness initiatives to better serve the City's workforce and residents.
- The future of Risk Management in the City of Hialeah is centered on proactive risk reduction, cost optimization, and employee well-being. By integrating technology-driven solutions, strengthening workplace safety protocols, and improving financial risk strategies, Risk Management will continue to protect City resources, ensure compliance, and foster a safer, healthier, and more resilient workforce. Through these efforts, the department remains dedicated to supporting employees, minimizing liabilities, and securing the City's long-term sustainability.

Fire

- Promising due to several factors. The population and construction growth in the City have exploded in recent years, prompting a need for new fire stations and services in all areas of the City. This comes with opportunities for hiring new firefighters along with the population and business growth.

Future Outlook (Continued)

Fire (Continued)

- The fire department has responsibilities to keep pace with the development and expansion of services, training, facilities, and fleet of apparatus and equipment. The Hialeah Fire Department is looking forward to these challenges. We have the personnel, capability, and are qualified to help the City and its citizens progress together in the future.

Human Resources

- The ultimate goal of the Human Resources Department is to help establish the City of Hialeah as an employer of choice by becoming more innovative, cultivating a positive work culture, promoting growth and encouragement for our employees through high-quality trainings and enhancing our benefits to remain competitive among other municipalities.

Information Technology

- The Information Technology Department will continue to assist in selecting new technologies that allow for operational efficiencies, transparency, and accountability across the organization to serve the residents of the City better.

Library

- Hialeah's population has grown rapidly in recent years, driving a significant increase in demand for Library services and programs; a trend expected to continue over the next five years, particularly in densely populated and newly developed areas. To address this, the Library's Five-Year Capital Plan includes adding a new branch within a community center or shared facility, providing residents with convenient access to multiple government services in one location.
- The City of Hialeah continues to have one of the highest proportions of Hispanic residents among U.S. cities with a population over 100,000. As of the latest (July 2024) Population Estimates from the US Census Bureau, 95.2 % of Hialeah residents are of Hispanic origin, and 92.8 speak a language other than English at home. Only 21.2% of the population over age 25 has obtained a Bachelor's or higher degree, both the median and per capita income levels are below the national and state average, and the percentage of persons living in poverty (17.5%) is significantly higher than those of the nation and state.
- Free library services remain essential to Hialeah's educational, professional, and economic growth. From English and tech instruction to job skills and programs for all ages, Hialeah Public Libraries continue to provide expert support that helps residents overcome barriers and achieve their goals.

Fleet

- The Fleet Maintenance Department remains committed to supporting the City of Hialeah's mission of delivering outstanding services to its residents by ensuring that all City vehicles and equipment are maintained to the highest standards. Looking beyond FY 2026, the department will: Continue infrastructure improvements, including full completion of roof upgrades for enhanced durability and long-term protection. Focus on modernizing workspaces through updated furniture and improved lighting for a more productive environment. Advance energy efficiency initiatives, such as further deployment of LED lighting and energy-saving equipment across the department.

Construction and maintenance

- Installation of impact windows in the JFK library.
- Installation of impact windows in the Fire Administration.
- Installation of impact windows in the Main police station and application of exterior paint.
- Installation of impact windows in City Hall and application of exterior paint.

Future Outlook (Continued)

Parks and Recreation

- Develop and implement initiatives to further the strategic priorities to better serve the residents of Hialeah.
- "Customer service first" focused operations.
- Diverse programming in sports, aquatics, fitness, wellness, STEM, cultural arts, and special events for all ages, abilities, and interests.
- Increasing volunteerism amongst the City's youth and adult populations.
- Creating memorable spaces that welcome visitors and reflect the unique identity of Hialeah.
- Beautification of the City's parks.
- Building a financially sustainable and resilient department.

Planning & Zoning

- Completion of the first Transit-Oriented Development (TOD) projects that would increase the tax base of the City
- Improve right-of-way areas surrounding TOD districts to better accommodate pedestrians, bicycles, and other micro-mobility options
- Continue efforts to implement the Hialine
- Facilitate the implementation of several application processes online to provide for an improved customer experience
- Adopt and implement mid-term and long-term recommendations from the Hialeah 2050 masterplan.

Police

- As the Hialeah Police Department approaches its 100th anniversary, it remains committed to evolving with the needs of the community. Moving forward, the department will focus on leveraging technology, improving officer training, and strengthening community relationships to enhance public safety. Investments in modern equipment, a state of-the-art operations center, and strategic personnel growth will ensure continued efficiency and responsiveness. Achieving CALEA accreditation remains a priority, reinforcing transparency, accountability, and excellence in policing. Through these initiatives, the department is well-positioned to uphold its legacy of service and meet the challenges of the future.

Public Works

- The Department continues its efforts to both modernize the department, upgrade the sewer collection system, and improve the customer service experience. By implementing computerized systems within the Department, hiring qualified staff, training staff, and accelerating to repair the City's water & sewer infrastructure, the Department should be able to meet current and future service demands more efficiently, ensure regulatory compliance, and provide residents with reliable, high-quality water and sewer services. These efforts will help extend the lifespan of critical infrastructure, reduce costs, enhance operational transparency, and build public trust in the Department's ability to serve the community

Purchasing

- The Purchasing Division will continue to find ways to streamline and improve the acquisition of services through education and following market trends. In addition, the Purchasing Division will continue to enhance internal controls so taxpayer resources are maximized through strict adherence to governing law, the highest ethical standards, best practices, transparency, and customer focus. The department places a high priority on achieving its goals to help raise the trust and credibility of the City among its constituents.

Future Outlook (Continued)

Retirement

- Offer a broader range of retirement savings and investment options, including sustainable and socially responsible investment choices, to cater to diverse preferences and values among retirees.
- Embrace a culture of innovation and adaptability to anticipate and respond to evolving needs and trends in retirement planning, leveraging emerging technologies and insights to enhance service delivery and outcomes for retirees.

Streets

- The Streets Department's long-term goals are to improve Hialeah citizens' quality of life by completing several vital infrastructure projects. We want to continue reconstructing roads and extending the City's stormwater infrastructure, pedestrian-friendly routes, and road lighting systems to enhance traffic security and fortify our resistance to rising sea levels. These improvements will make our streets safer, easier to access, and more resilient to changing weather.
- In addition, we will prioritize sidewalk restoration and canopy reforestation projects throughout the City. These efforts aim to enhance pedestrian safety, improve the urban environment, and encourage walking among individuals of all ages. We strive to foster a culture of active mobility that promotes community health and connectedness by making the space seem cozier. Our commitment to resurfacing and pavement marking will ensure that our roads are modern and well-marked. Our City's infrastructure will result in safer travel for all users. Our City's infrastructure will be enhanced by these initiatives, making it more vibrant, resilient, and walkable for both the current and next generations.

Transit

- We will continue to improve accessibility to major employment centers, recreational areas, educational institutions, healthcare facilities and cultural attractions throughout the City.

Law

- The Law Department strives to maintain an organized structure, prioritize quick turnaround times, and represent the City with vigorous advocacy.

Stormwater

- The Streets Department's Stormwater Division's long-term goals center on improving the services and infrastructure's efficacy and resilience to meet the urgent issues brought on by sea level rise and climate change in South Florida. We intend to extend our stormwater infrastructure in the upcoming years to ensure it can handle more rainfall and runoff while safeguarding our neighborhoods. To support this project, we will significantly improve our drain cleaning and maintenance services, improving system responsiveness and dependability during storms.
- Our dedication is in presenting sturdy and inventive ideas that preemptively lessen the effects of climate change, cultivating a sustainable milieu for posterity. Raising public knowledge of these problems is also very important to us, so we will run educational initiatives to tell locals about the consequences of climate change and what they can do to lessen them. Furthermore, we will continue to encourage the installation of shade trees, which will help cool communities and facilitate water penetration as part of our broader stormwater management plan. To guarantee sustainable and environmentally conscious growth, we will employ the best management techniques on construction sites to prevent runoff, environmental pollution, and groundwater contamination. When these initiatives are combined, our community will become more resilient, and everyone's quality of life will rise.

Request for Information

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

Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Maria P. Bernal, Division Director of Finance and Chief Accountant, Finance Department, City of Hialeah, 501 Palm Avenue, Hialeah, Florida 33010. In addition, the City's Annual Comprehensive Financial Report may be obtained through the City's website at **https://www.hialeahfl.gov**.

BASIC FINANCIAL STATEMENTS



CITY OF HIALEAH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	Governmental Activities	Business Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 187,905,020	$ 40,358,955	$ 228,263,975
Investments	-	10,043,722	10,043,722
Receivables, net	30,052,165	35,706,161	65,758,326
Lease receivable	3,706,432	-	3,706,432
Internal balances	(5,410,063)	5,410,063	-
Inventories	1,650,872	1,921,665	3,572,537
Net pension asset	4,580,753	-	4,580,753
Advance contribution to pension	36,000,000	-	36,000,000
Restricted assets:			
Cash, cash equivalents and investments	3,537,879	21,450,621	24,988,500
Capital assets:			
Non-depreciable	36,700,887	4,202,142	40,903,029
Depreciable, net of depreciation/amortization	229,267,636	189,605,489	418,873,125
Total assets	**527,991,581**	**308,698,818**	**836,690,399**
DEFERRED OUTFLOWS OF RESOURCES			
Pension	41,234,589	6,895,036	48,129,625
OPEB	28,988,118	4,852,786	33,840,904
Total deferred outflows of resources	**70,222,707**	**11,747,822**	**81,970,529**
LIABILITIES			
Accounts payable and other current liabilities	19,820,494	29,213,581	49,034,075
Accrued interest	221,418	860,000	1,081,418
Unearned revenue	6,270,011	299,983	6,569,994
Liabilities payable from restricted assets	-	19,435,139	19,435,139
Non-current liabilities:			
Due within one year	72,324,635	13,770,000	86,094,635
Due in more than one year	604,859,332	127,193,721	732,053,053
Total liabilities	**703,495,890**	**190,772,424**	**894,268,314**
DEFERRED INFLOWS OF RESOURCES			
Local business tax	4,232,957	-	4,232,957
Pension	25,452,384	4,071,199	29,523,583
Leases	3,440,416	-	3,440,416
OPEB	38,910,897	6,513,920	45,424,817
Total deferred inflows of resources	**72,036,654**	**10,585,119**	**82,621,773**
NET POSITION			
Net invested in capital assets	219,708,289	149,879,192	369,587,481
Restricted			
Debt service	12,791,086	-	12,791,086
Human services	564,355	-	564,355
Public safety	3,188,796	-	3,188,796
Recreation and community services	289,585	-	289,585
Pension	4,580,753	-	4,580,753
Building Enforcement	53,371,955	-	53,371,955
Other	21,142,537	-	21,142,537
Unrestricted	(492,955,612)	(30,790,095)	(523,745,707)
Total net position	**$ (177,318,256)**	**$ 119,089,097**	**$ (58,229,159)**

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR SEPTEMBER 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-Type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Primary government:							
Governmental activities:							
General government	$ 69,697,277	$ 7,717,606	$ 66,521,963	$ 17,346,987	$ 21,889,279	$ -	$ 21,889,279
Police	70,678,148	56,709	1,381,120	5,880,864	(63,359,455)	-	(63,359,455)
Fire	60,292,959	1,660,749	7,954,663	1,885,900	(48,791,647)	-	(48,791,647)
Streets	5,341,208	-	4,962,155	22,829,070	22,450,017	-	22,450,017
Recreation and community services	13,231,375	973,064	1,549,393	1,286,370	(9,422,548)	-	(9,422,548)
Interest on long term debt	2,488,839	-	-	-	(2,488,839)	-	(2,488,839)
Total governmental activities	221,729,806	10,408,128	82,369,294	49,229,191	(79,723,193)	-	(79,723,193)
Business-type activities:							
Water and sewer	97,707,765	101,524,376	-	8,526	-	3,825,137	3,825,137
Solid waste	15,817,917	26,710,725	-	-	-	10,892,808	10,892,808
Stormwater	5,280,145	3,404,786	-	5,468,733	-	3,593,374	3,593,374
Total business-type activities	118,805,827	131,639,887	-	5,477,259	-	18,311,319	18,311,319
	$ 340,535,633	**$ 142,048,015**	**$ 82,369,294**	**$ 54,706,450**	**$ (79,723,193)**	**$ 18,311,319**	**$ (61,411,874)**
General revenues:							
Property taxes					121,765,414	-	121,765,414
Utility taxes					29,200,328	-	29,200,328
Franchise fees on gross receipts					16,130,574	-	16,130,574
Intergovernmental revenues not restricted to specific program					40,812,577	-	40,812,577
Unrealized gain on investments					-	205,233	205,233
Gain on sale of capital assets					204,330	-	204,330
Unrestricted interest					7,838,124	1,798,387	9,636,511
Transfers					(14,684,779)	14,684,779	-
Total general revenues					**201,266,568**	**16,688,399**	**217,954,967**
Change in net position					121,543,377	34,999,718	156,543,095
Net position - beginning					(298,861,633)	84,089,379	(214,772,254)
Net position - ending					**$ (177,318,256)**	**$ 119,089,097**	**$ (58,229,159)**

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2025

	General	Coronavirus State and Local Fiscal Recovery Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 134,271,991	$ -	$ 53,633,029	$ -	$ 187,905,020
Receivables, net	12,734,980	-	91,554	17,225,631	30,052,165
Lease receivable	3,706,432	-	-	-	3,706,432
Due from other funds	16,330,051	-	-	48,162,958	64,493,009
Inventories	1,637,327	-	-	13,545	1,650,872
Advance contribution to pension	36,000,000	-	-	-	36,000,000
Restricted cash, cash equivalents,and investments	-	-	-	3,537,879	3,537,879
Total assets	204,680,781	-	53,724,583	68,940,013	327,345,377
LIABILITIES					
Accounts payable and accrued liabilities	11,497,889	-	350,516	7,972,089	19,820,494
Compensated absences payable	944,694	-	-	-	944,694
Self-insurance claims payable	1,540,115	-	2,112	-	1,542,227
Due to other funds	56,289,460	-	-	13,613,614	69,903,074
Unearned revenue	9,566	-	-	6,260,445	6,270,011
Total liabilities	70,281,724	-	352,628	27,846,148	98,480,500
DEFERRED INFLOWS OF RESOURCES					
Local business tax	3,496,935	-	-	736,022	4,232,957
Leases	3,440,416	-	-	-	3,440,416
Unavailable revenues	-	-	-	2,378,649	2,378,649
Total deferred inflows of resources	6,937,351	-	-	3,114,671	10,052,022
FUND BALANCES					
Nonspendable	1,637,327	-	-	13,545	1,650,872
Restricted	-	-	53,371,955	37,976,359	91,348,314
Committed	4,533,535	-	-	3,708,364	8,241,899
Assigned	60,482,200	-	-	-	60,482,200
Unassigned	60,808,646	-	-	(3,719,074)	57,089,572
Total fund balances	127,461,708	-	53,371,955	37,979,194	218,812,857
Total liabilities, deferred inflows of resources, and fund balances	**$ 204,680,783**	**$ -**	**$ 53,724,583**	**$ 68,940,013**	

Amounts reported for the governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	265,968,523
Long-term liabilities, including bonds payable, and other financing obligations, are not due and payable in the current period	(58,632,901)
Compensated absences	(34,036,337)
Claims payable	(43,006,595)
Accrued interest	(221,418)
Unavailable revenue recognized	2,378,649
Net pension asset	4,580,753
Net pension liability	(292,882,287)
Deferred inflows-pensions	(25,452,384)
Deferred outflows - pensions	41,234,590
Leases (right-to-use asset)	(140,534)
Subscription arrangements	(5,759,507)
Deferred outflows - OPEB	28,988,118
Deferred inflows - OPEB	(38,910,898)
OPEB liability	(240,238,885)
Net position	**$ (177,318,256)**

CITY OF HIALEAH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	General Fund	Coronavirus State and Local Fiscal Recovery Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Ad valorem taxes	$ 121,765,414	$ -	$ -	$ -	$ 121,765,414
Charges for services	2,755,088	-	-	7,653,040	10,408,128
Fines and forfeitures	2,807,709	-	-	-	2,807,709
Franchise fees	13,912,475	-	-	2,218,099	16,130,574
Impact fees	-	-	-	2,741,626	2,741,626
Intergovernmental	40,812,577	57,523,393	-	45,574,999	143,910,969
Investment income	3,959,336	-	2,426,694	1,452,094	7,838,124
Licenses and permits	7,895,282	-	7,621,767	-	15,517,049
Other revenues	6,401,093	-	576	23,963	6,425,632
Utility taxes	29,200,328	-	-	-	29,200,328
Total revenues	**229,509,302**	**57,523,393**	**10,049,037**	**59,663,821**	**356,745,553**
Expenditures:					
Current:					
911 communications	5,942,736	-	-	1,206,428	7,149,164
Business tax division	1,559,237	-	-	-	1,559,237
City Clerk's office	1,606,748	-	-	-	1,606,748
Code compliance	2,008,163	-	-	-	2,008,163
Communications and special events	1,057,315	-	-	-	1,057,315
Construction and maintenance	3,820,663	-	-	-	3,820,663
Education and community services	2,718,678	-	-	-	2,718,678
Emergency management	170,864	-	-	-	170,864
Employee retirement	925,324	-	-	-	925,324
Finance	2,273,902	-	-	-	2,273,902
Fire	61,431,890	-	-	6,335,176	67,767,066
Fleet maintenance	3,276,596	-	-	-	3,276,596
General government	7,550,813	-	8,184,497	10,554,039	26,289,349
Grants and human services	-	-	-	5,887,167	5,887,167
Human resources	1,840,673	-	-	-	1,840,673
Information technology	2,938,335	-	-	-	2,938,335
Law	1,862,320	-	-	-	1,862,320
Library	2,347,573	-	-	-	2,347,573
Marketing	401,115	-	-	-	401,115
Media	244,118	-	-	-	244,118
Milander center	1,811,201	-	-	-	1,811,201
Office of Management and Budget	626,303	-	-	-	626,303
Office of the Mayor	705,253	-	-	-	705,253
Parks and recreation	14,872,576	-	-	-	14,872,576
Planning and zoning	2,024,843	-	-	-	2,024,843
Print Shop	176,963	-	-	-	176,963
Police	77,921,577	-	-	1,510,264	79,431,841
Public relations	533,386	-	-	-	533,386
Purchasing	1,021,013	-	-	-	1,021,013
Risk management	782,666	-	-	-	782,666
State housing initiative program	-	-	-	1,615,991	1,615,991
Streets	-	-	-	5,561,308	5,561,308
Capital outlay	10,730,637	-	1,871,162	36,627,392	49,229,191
Debt Service:					
Principal	3,822,899	-	-	5,267,760	9,090,659
Interest	361,572	-	-	2,127,267	2,488,839
Total expenditures	**219,367,952**	**-**	**10,055,659**	**76,692,792**	**306,116,403**
Excess of revenues over expenditures before other financing sources (uses)	10,141,350	57,523,393	(6,622)	(17,028,971)	50,629,150
Other financing sources (uses):					
Proceeds from disposal of capital assets	204,330	-	-	-	204,330
Initiation of Lease (Right-of-use asset)	96,858	-	-	-	96,858
Initiation of Subscription Arrangements	70,122	-	-	-	70,122
Transfers in	57,599,104	-	-	21,251,224	78,850,328
Transfers out	(30,216,779)	(57,523,393)	-	(5,794,935)	(93,535,107)
Total other financing sources (uses)	**27,753,635**	**(57,523,393)**	**-**	**15,456,289**	**(14,313,469)**
Net change in fund balances	**37,894,985**	**-**	**(6,622)**	**(1,572,681)**	**36,315,682**
Fund balances beginning	89,566,723	-	53,378,577	39,551,875	182,497,175
Fund balances, ending	**$ 127,461,708**	**$ -**	**$ 53,371,955**	**$ 37,979,194**	**$ 218,812,857**

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA

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

FOR THE FISCAL YEAR ENEDED SEPTEMBER 30, 2025

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (Page 35)		$ 36,315,682
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which depreciation and amortization exceeded capital outlays in the current period.		
The details of the difference are as follows:		
Capital outlay	49,229,191	
Depreciation/Amortization expense	(25,470,908)	
Net adjustment		23,758,283
The net effect of various transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase (decrease) net position.		
Capital outlay which did not meet the threshold for capitalization	4,845,511	
Transfer to Business-type Activities	(5,468,733)	
Net adjustment		(623,222)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
The details of the difference are as follows:		
Unavailable revenue - CITT funds	615,376	
		615,376
The issuance of long-term debt (e.g., bonds, leases) provides 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.		
The details of the differences are as follows:		
Principal payments:		
Notes payable	4,668,023	
Leases	958,756	
Subscription arrangement acquistions	(70,122)	
Subscription arrangement	2,451,884	
Lease (Right-of-use asset) acquisitions	(96,858)	
Lease (Right-of-use asset)	1,011,995	
Net adjustment		8,923,678
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.		
The details of the difference are as follows:		
OPEB liability	39,983,828	
Pension liability/asset	15,950,113	
Claims payable	(5,901,277)	
Amortization of bond discount/premium	206,014	
Compensated absences	2,314,899	
Net adjustment		52,553,577
Change in net position of governmental activities (Page 33)		**$ 121,543,377**

CITY OF HIALEAH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2025

	Water and Sewers Utility System	Solid Waste Utility System	Stormwater Utility System	Total
ASSETS				
Current assets:				
Cash and cash equivalents	$ 32,697,542	$ 7,373,697	$ 287,716	$ 40,358,955
Investments	10,043,722	-	-	10,043,722
Customers accounts receivable, net	24,945,890	2,466,000	755,954	28,167,844
Other receivables	5,524,797	2,013,520	-	7,538,317
Due from other funds	45,350	-	8,569,266	8,614,616
Inventories	1,921,665	-	-	1,921,665
Restricted assets:				
Cash, cash equivalents and investments	21,450,621	-	-	21,450,621
Total current assets	96,629,587	11,853,217	9,612,936	118,095,740
Non-current assets:				
Capital assets, not being depreciated	3,758,073	444,069	-	4,202,142
Capital assets, net of accumulated depreciation	168,095,364	2,828,288	18,681,837	189,605,489
Total capital assets, net	171,853,437	3,272,357	18,681,837	193,807,631
Total non-current assets	171,853,437	3,272,357	18,681,837	193,807,631
Total assets	**268,483,024**	**15,125,574**	**28,294,773**	**311,903,371**
DEFERRED OUTFLOWS OF RESOURCES				
Pension	4,784,213	1,803,095	307,728	6,895,036
OPEB	3,367,170	1,269,034	216,582	4,852,786
Total deferred outflows of resources	**8,151,383**	**3,072,129**	**524,310**	**11,747,822**
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	26,559,167	2,241,872	412,542	29,213,581
Accrued Interest payable	860,000	-	-	860,000
Current portion of self-insurance claims payable	2,031,791	289,292	35,909	2,356,992
Current portion of loans payable	1,510,794		733,171	2,243,965
Current portion of compensated absences	913,141	96,081	98,924	1,108,146
Due to other funds	855,344	2,345,250	3,957	3,204,551
	32,730,237	4,972,495	1,284,503	38,987,235
Current liabilities payable from restricted assets:				
DERM payable	7,612,465	-	-	7,612,465
Other payables	16,981	-	-	16,981
Customer deposits	11,805,693	-	-	11,805,693
Total current liabilities payable from restricted assets	19,435,139	-	-	19,435,139
Total current liabilities	52,165,376	4,972,495	1,284,503	58,422,374
Non-current liabilities:				
Loan payable	35,244,554	-	6,439,920	41,684,474
Unearned revenues	269,983	30,000	-	299,983
Net pension liability	34,020,298	12,821,720	2,188,239	49,030,257
Self-insurance claims payable	1,653,262	1,277,815	110,936	3,042,013
OPEB liability	27,918,271	10,517,218	1,787,139	40,222,628
Compensated absences payable	1,073,260	43,057	158,930	1,275,247
Total non-current liabilities	100,179,628	24,689,810	10,685,164	135,554,602
Total liabilities	**152,345,004**	**29,662,305**	**11,969,667**	**193,976,976**
DEFERRED INFLOWS OF RESOURCES				
Pension	2,824,856	1,064,644	181,699	4,071,199
OPEB	4,519,769	1,703,431	290,720	6,513,920
Total deferred inflow of resources	**7,344,625**	**2,768,075**	**472,419**	**10,585,119**
NET POSITION				
Net investment in capital assets	135,098,089	3,272,357	11,508,746	149,879,192
Unrestricted	(18,153,307)	(17,505,040)	4,868,252	(30,790,095)
Total net position	**$ 116,944,782**	**$ (14,232,683)**	**$ 16,376,998**	**$ 119,089,097**

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Water and Sewers Utility System	Solid Waste Utility System	Stormwater Utility System	Total
Operating revenues:				
Metered water sales	$ 31,224,522	$ -	$ -	$ 31,224,522
Sanitary sewer service	63,180,131	-	-	63,180,131
Sanitation fees	-	25,979,130	-	25,979,130
Intergovermental	-	-	-	-
Stormwater fees	-	-	3,404,786	3,404,786
Other	7,119,723	731,595	-	7,851,318
Total operating revenues	101,524,376	26,710,725	3,404,786	131,639,887
Operating expenses:				
Operating, administrative and maintenance	89,551,137	15,674,802	2,336,693	107,562,632
Depreciation	6,430,774	143,087	2,725,291	9,299,152
Total operating expenses	95,981,911	15,817,889	5,061,984	116,861,784
Operating income (loss)	**5,542,465**	**10,892,836**	**(1,657,198)**	**14,778,103**
Non-operating revenues (expenses):				
Unrealized gain on investments	205,233	-	-	205,233
Investment Income	1,048,799	59,572	690,016	1,798,387
Interest expense	(1,725,854)	(28)	(218,161)	(1,944,043)
Net non-operating revenues (expenses)	(471,822)	59,544	471,855	59,577
Gain (loss) before contributions	5,070,643	10,952,380	(1,185,343)	14,837,680
Capital contributions	8,526	-	5,468,733	5,477,259
Transfers in	14,684,779	-	-	14,684,779
Net capital contributions and transfers	14,693,305	-	5,468,733	20,162,038
Change in net position	**19,763,948**	**10,952,380**	**4,283,390**	**34,999,718**
Net position beginning	97,180,834	(25,185,063)	12,093,608	84,089,379
Net position - ending*	**$ 116,944,782**	**$ (14,232,683)**	**$ 16,376,998**	**$ 119,089,097**

**See note 1, paragraph 21*

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Water and Sewers Utility System	Solid Waste Utility System	Stormwater Utility System	Totals
Cash flows from operating activities:				
Cash received from customers	$ 95,535,973	$ 25,963,134	$ 3,748,151	$ 125,247,258
Cash received from others	7,838,340	1,476,471	-	9,314,811
Cash for interfund services (used)	(5,039,899)	(4,422,408)	(618,758)	(10,081,065)
Cash payments to suppliers	(96,633,824)	(20,408,299)	(1,704,132)	(118,746,255)
Cash payments to employees	(4,543,955)	(1,791,340)	(853,538)	(7,188,833)
Net cash provided by (used in) operating activities	(2,843,365)	817,558	571,723	(1,454,084)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(3,658,169)	-	(627,847)	(4,286,016)
Interest paid	(1,764,243)	-	(225,055)	(1,989,298)
Transfers in from General Fund	14,684,777	-	-	14,684,777
Payments on interfund note payable	-	(8,258)	-	(8,258)
Payments on long-term debt	(1,447,495)	-	(712,171)	(2,159,666)
Net cash provided by (used in) capital and related financing activities	7,814,870	(8,258)	(1,565,073)	6,241,539
Cash flows from investing activities:				
Interest received on investments	1,048,799	59,572	690,016	1,798,387
Net cash provided by investing activities	1,048,799	59,572	690,016	1,798,387
Net increase (decrease) in cash and cash equivalents	6,020,304	868,874	(303,335)	6,585,842
Cash and cash equivalents, beginning	48,127,859	6,504,823	591,051	55,223,733
Cash and cash equivalents, ending	**54,148,163**	**7,373,697**	**287,716**	**61,809,575**
Cash and cash equivalents per statement of net position:				
Unrestricted	32,697,542	7,373,697	287,716	40,358,955
Restricted - current	21,450,621	-	-	21,450,621
	$ 54,148,163	**$ 7,373,697**	**$ 287,716**	**$ 61,809,577**

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
(CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Water and Sewers Utility System	Solid Waste Utility System	Stormwater Utility System	Totals
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	$ 5,542,465	$ 10,892,836	$ (1,657,198)	$ 14,778,103
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	6,430,774	143,087	2,725,291	9,299,152
Amortization	(22,374)	-	(33,171)	(55,545)
Changes in operating assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	916,563	491,403	343,365	1,751,331
Other receivables	9,920	(1,072,216)	-	(1,062,296)
Due from other funds	-	-	(618,758)	(618,758)
Inventories	(767,174)	-	-	(767,174)
Deferred outflows	708,694	404,256	72,188	1,185,138
Increase (decrease) in:				
Accounts payable and accrued liabilities	(6,333,481)	(1,630,490)	410,471	(7,553,500)
Other payables	255,075	-	-	255,075
Self insurance claims payable	2,375,161	(46,470)	3,319	2,332,010
Compensated absences payable	185,366	6,665	35,142	227,173
OPEB liability	3,417,801	904,086	137,815	4,459,702
Deferred inflows	(3,126,941)	(1,340,603)	(232,506)	(4,700,050)
Net pension liability	(7,610,071)	(3,512,588)	(614,235)	(11,736,894)
Due to other funds	(5,039,899)	(4,422,408)	-	(9,462,307)
Customer deposits	214,756	-	-	214,756
Total adjustments	(8,385,830)	(10,075,278)	2,228,921	(16,232,187)
Net cash provided by (used in) operating activities	**$ (2,843,365)**	**$ 817,558**	**$ 571,723**	**$ (1,454,084)**
Schedule of non-cash capital and related financing activities:				
Contributions of capital assets from governmental activities	$ -	$ -	$ 5,468,733	$ 5,468,733
Increase in fair value of investments	205,233	-	-	205,233

CITY OF HIALEAH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2025

	Pension Trust
ASSETS	
Securities lending cash collateral	$ 26,527,523
Receivables:	
Accrued investment income	2,053,435
Accounts receivable: sale of investments	14,589
Other receivables	753,262
Total receivables	2,821,286
Investments, at fair value:	
Equity securities	400,661,214
Corporate bonds and asset -backed securities	82,629,382
Government securities	214,113,018
Pooled index trust fund	43,223,218
Closely-held limited liability fund	38,540,441
Closely-held limited partnership fund	18,107,446
Closely-held real estate fund	15,874,555
Limited partnerships	2,737,942
Collective investment equity fund	9,056,573
Bond Mutual Fund	5,568,852
Real Estate Investment Trust	674,418
Total investments, at Fair Value	831,187,059
Loans to members	5,683,908
Total assets	866,219,776
LIABILITIES	
Accounts payable	317,742
Accounts payable purchase of investments	24,706
Advance contribution from City	36,000,000
Total liabilities	36,342,448
NET POSITION RESTICTED FOR PENSIONS	
Net position restricted for pensions	820,302,740
Net position restricted for DROP benefits	9,574,588
NET POSITION RESTICTED FOR PENSIONS	$ 829,877,328

See notes to basic financial statements

CITY OF HIALEAH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Pension Trust
ADDITIONS	
Contributions:	
Employer	$ 38,759,625
Employee	6,282,722
Employee - buyback	106,779
Employee	3,924,577
State	461,877
Total contributions	49,535,580
Investment income:	
Net appreciation in fair value of investments	50,155,435
Investment Income	17,798,491
Total investment Income	67,953,926
Less investment expenses	1,617,438
Net investment income	66,336,488
Other income	82,296
Total Additions	115,954,364
DEDUCTIONS	
Pension benefits	71,156,862
DROP benefits	3,028,316
Refunds of contributions	13,225,525
Administrative expenses	209,118
Total deductions	87,619,821
Net increase	28,334,543
Net position restricted for pensions:	
Beginning of year	801,542,785
End of year	$ 829,877,328

See notes to basic financial statements

NOTES TO BASIC FINANCIAL STATEMENTS



NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Hialeah, Florida (the "City") was incorporated in 1925. The City operates under a strong mayor form of government with the legislative function being vested in a seven-member council. The City provides the following services as authorized by its charter: public safety (police and fire), streets, water and wastewater, sanitation, social services, culture-recreation, public improvements, planning and zoning and general administrative services. The basic financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental and financial reporting principles. The more significant of the City's accounting policies are described below.

A. The Financial Reporting Entity

As required by GAAP, these basic financial statements present the reporting entity of the City. Component units are legally separate entities for which the government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the City's combined financial statements to be misleading or incomplete. Primary government is considered financially accountable if it appoints a voting majority of an organization's governing body and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the Board. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity financial statements to be misleading or incomplete. The City fiduciary component units are further discussed in Note 13- Employees' and Elected Officials Retirement Systems.

Related Organization - The City Council is also responsible for appointing the members of the Board of the Hialeah Housing Authority, but the City's accountability for this organization does not extend beyond making the appointments.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Financial Fund Statements (Continued)

1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment.
2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
3) 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 and major individual enterprise funds are reported as separate columns in the fund financial statements.

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 revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, insurance claims, pensions and other post-employment benefits are recorded only when payment is due or when the City has made a decision to fund these obligations with current available resources.

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

In the government-wide financial statements, amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the City policy to use restricted resources first, and then unrestricted resources as needed.

The City reports the following major governmental funds:

General Fund

This fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Building Division Fund

This fund is responsible for the safety and welfare of the general public by ensuring that the review and inspection of permitted activity is in compliance with the Florida Building Code, State Statutes, and local ordinances.

Coronavirus State and Local Fiscal Recovery Fund

This fund accounts for the Coronavirus State and Local Fiscal Recovery Funds that congress has allocated to state, local, territorial, and Tribal governments, in order to support their response to and recovery from the COVID-19 public health emergency.

The City reports the following major proprietary funds:

Water and Sewers Utility System Fund

This fund accounts for the activities of the water and sewers department. The Department operates the sewage treatment plan, sewage pumping stations and collection systems, and the water distribution system.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Solid Waste Utility System Fund

This fund accounts for providing solid waste services to customers of the City.

Stormwater Utility System Fund

This fund accounts for providing stormwater services to customers of the City.

The City reports the following non-major governmental funds:

Special Revenue Funds

These funds account for the proceeds of specific revenue sources (other than those for major capital projects) that are restricted legally to expenditures for specified purposes.

Debt Service Funds

These funds account for the financial resources that are restricted for the periodic payment of principal and interest expenditures on long-term debt of the governmental funds.

Capital Projects Funds

These funds account for the financial resources that are restricted or committed for the acquisition or construction of specific capital projects.

Additionally, the City reports the following fund type:

Pension Trust Funds

These funds account for the activities of the retirement plans for the Employees' Retirement System and Elected Officials' Retirement System, which accumulate resources for pension benefits to those qualified employees.

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

1. Deposits and Investments - The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

   The City's retirement plans are authorized by its governing boards to invest in obligations of the U.S. Government, common stocks, corporate bonds, real estate, and other investment types allowed by Florida Statutes.

   Investments in the City's Retirement Plans are governed by each of the Plans' investment policies.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

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

   Investments are categorized according to the fair value hierarchy established by GASB Statement No. 72, Fair Value Measurement and Application, which requires the City to use valuation techniques which are appropriate under the circumstances and are either a market approach, a cost approach, or income approach. The Statement establishes a hierarchy of inputs used to measure fair value consisting of three levels.

   Level 1 inputs are quoted prices in active markets for identical assets or liabilities. Level 2 inputs are inputs, other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. Level 3 inputs are unobservable inputs and typically reflect management's estimates of assumptions that market participants would use in pricing the asset or liability.

   Unrealized gains and losses are presented as net appreciation (depreciation) in fair value of investments along with gains and losses realized on the sales of investments. Purchases and sales of investments are recorded on a trade-date basis.

2. Interfund Receivables, Payables, and Transfers - Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds.

   Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred as either "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

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

4. Inventories and Prepaid Items - Inventories of the governmental funds are valued at cost determined on the first-in/first-out (FIFO) method and consist of gasoline and expendable supplies available for consumption. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories of the water and sewer fund are valued at cost and consist of pipe, valves, fittings and meters.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

4. Inventories and Prepaid Items (Continued)- Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure/expense when consumed (consumption method).

5. Capital Assets - Capital assets, which include property, plant and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable government or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 and an estimated useful 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 at the date of donation.

   The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

   Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

   Capital assets are depreciated/amortized using straight-line method over the following estimated useful lives:

Assets	Estimate Useful Lives (Years)
Buildings	10-50
Improvements other than buildings	10-25
Furniture, fixtures, machinery and equipment	5-20
Public domain and system infrastructure	15-50
Right-to-use assets	Through lease maturity
Subscription arrangements	Through subscription maturity

6. Deferred Outflows/Inflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net asset that applies to a future period and therefore will not be recognized as an outflow of resources (expense/expenditure) until then. The City has pension, and other post-employment benefits items that it reports in this category in the amount of $48,129,626, and $33,840,904, respectively.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

6. Deferred Outflows/Inflows of Resources (Continued)- In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net asset that applies to a future period and therefore will not be recognized as inflows of resources (revenue) until that time. The City has other post-employment benefits, leases, and local business tax receipts/fire prevention fees, that qualify for reporting in this category in the amount of $45,424,817, 3,440,416 and 4,232,957 respectively. Unavailable revenues consist of CITT Surtax funds, and the Emergency Assistance Program Fund received after the period of availability.

7. Unearned Revenues - Unearned revenues represent grants and similar items received in advance for which the City has not all the eligibility requirements to allow for revenue recognition.

8. Leases (Right-of-Use Asset) – the leases (right-of-use asset) are initially measured at an amount equal to the initial measurement of the related lease liability plus 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 asset) are amortized on a straight-line basis over the life of the related lease.

9. Subscription-Based Information Technology Arrangements (SBITA) - The SBITA assets are initially measured at an amount equal to the initial measurement of the related SBITA liability plus any SBITA payments made prior to the subscription term less SBITA incentives, plus any ancillary charges necessary to place the SBITA into service. The SBITA assets are amortized on a straight-line basis over the life of the related contract.

10. Compensated Absences - City employees are granted vacation and sick leave in varying amounts based on length of service and the department which the employee services. The City's vacation and sick leave policy is to permit employees to accumulate earned but unused vacation and sick benefits. Such leave is accrued and reported as a fund liability when it is probable that the City will compensate the employee with expendable available financial resources. All vacation and sick leave are accrued when incurred in the government-wide financial statements and in the proprietary fund financial statements as a fund liability. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

11. Long-Term Obligations - In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payables are reported net of the applicable premium or discount. Issuance costs are expenditure in the period incurred.

    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, are reported as debt service expenditures.

12. Net Position – As of September 30, 2025, net position is categorized as follows:

    - *Net investment in capital assets*
      This category consists of capital assets (including restricted capital assets), net of accumulated depreciation/amortization and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, and improvements of those assets.

    - *Restricted net position*
      This category consists of net position restricted in their use by (1) external groups such as grantors, creditors or laws and regulations of other governments; or (2) law, through constitutional provisions or enabling legislation.

    - *Unrestricted net position*
      This category includes all of the remaining net positions that do not meet the definition of the other two categories.

13. 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 resources are considered to be applied. The City considers restricted net position to have been depleted before unrestricted net position is applied.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

14. Fund Balance – As of September 30, 2025, fund balances of the governmental funds are classified as follows:

    The City Council and the Mayor are the highest level of decision-making authority and are responsible for assigning amounts for specific purposes within the various fund balance classifications.

    When both restricted and unrestricted resources are available for use, the City first apply restricted resources. When unrestricted resources are available for use, the City applies committed resources first, followed by assigned resources, and then unassigned resources, as expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

- Non-spendable
  Amounts that cannot be spent either because they are not in spendable form (e.g., inventories and prepaid items) or because they are legally or contractually required to be maintained intact.
- Restricted
  Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints imposed externally by creditors, grantors, contributors, or the laws or regulations of other governments.
- Committed
  Amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of ordinances or resolutions. These amounts cannot be used for any other purpose unless the City Council removes or changes the specified use through the same formal action employed to establish the commitment. Ordinances and resolutions are equally binding and represent the City's highest level of decision-making authority.
- Assigned
  Assigned fund balances are amounts intended to be used for specific purposes but that do not meet the criteria to be classified as restricted or committed. Intent may be expressed by the City Council or by the Mayor under authority delegated by the City through adopted policy. This classification includes (a) all remaining amounts reported in governmental funds, other than the General Fund, that are not classified as non-spendable, restricted, or committed, and (b) amounts in the General Fund intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund or capital projects fund are assigned in accordance with the nature of the respective fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a purpose that is narrower than the general purposes of the City itself.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

- Unassigned
  Unassigned fund balance represents the residual classification for the General Fund and includes all amounts not contained in the other classification. The General Fund is the only fund that may report a positive unassigned fund balance. Other governmental funds may report a negative unassigned fund balance if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

	General Fund	Coronavirus State and Local Fiscal Recovery Fund	Building Fund	Other Governmental Funds	Total Govenmental Funds
Fund Balances:					
Nonspendable:					
Inventories	$ 1,637,327	$ -	$ -	$ 13,545	$ 1,650,872
Restricted:					
General government	-	-	53,371,955	2,352,103	55,724,058
Human services	-	-	-	916,177	916,177
Parks and recreation	-	-	-	13,248,301	13,248,301
Public safety	-	-	-	4,969,504	4,969,504
Road improvements	-	-	-	16,490,274	16,490,274
Committed:					
General government	4,034,835	-	-	553,266	4,588,101
Human services	-	-	-	265,698	265,698
Parks and recreation and Community Services	213,100	-	-	1,503,000	1,716,100
Public safety	285,600	-	-	145,000	430,600
Road improvements	-	-	-	1,241,400	1,241,400
Assigned:	60,482,200	-	-	-	60,482,200
Unassigned:	60,808,646	-	-	(3,719,074)	57,089,572
Total Fund Balances	**$ 127,461,708**	**$ -**	**$ 53,371,955**	**$ 37,979,194**	**$ 218,812,857**
Fund Balances:					
Nonspendable	$ 1,637,327	$ -	$ -	$ 13,545	$ 1,650,872
Restricted	-	-	53,371,955	37,976,359	91,348,314
Committed	4,533,535	-	-	3,708,364	8,241,899
Assigned	60,482,200	-	-	-	60,482,200
Unassigned	60,808,646	-	-	(3,719,074)	57,089,572
Total Fund Balances	**$ 127,461,708**	**$ -**	**$ 53,371,955**	**$ 37,979,194**	**$ 218,812,857**

15. Capital Contributions - Capital contributions in proprietary fund financial statements arise from grants or transfers from governmental activities or outside contributions of resources restricted to capital acquisition and construction.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

16. Utility Billings – Utility customers are billed either monthly or bi-monthly on a cycle basis. Unbilled revenue is recognized in the accompanying financial statements based upon estimates of revenues for services rendered between billing cycle and fiscal year end.

17. Employee Benefit Plans - The City provides two separate defined benefit pension plans for its employees and elected officials. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the Employees' Retirement System and the Elected Officials' Retirement System are presented in the government-wide statement of net position. The net pension asset (liability) is a function of the annual required contributions, interest, adjustments to the annual required contribution, annual pension costs and actual employer's contributions made to the Plans. Please refer to Note 14 for further information.

18. Post-Employment Benefits Other Than Pensions (OPEB) - Pursuant to Section 112.0801, Florida Statutes, the City is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. Retirees are required to pay 100% of the premium rates where premiums are determined based upon a blended rates used for active employees and retirees. These premium rates were adjusted to reflect differing utilization rates by age and gender and the impact of the Medicare program on claim costs. The blended rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees.

    The City currently provides these benefits in accordance with the vesting and retirement requirement of the City of Hialeah Employees' Retirement System and Elected Officials Retirement Plan covering substantially all elected officials, regular full time general, and fire department employees of the City.

    The plan is not accounted for as a trust fund and an irrevocable trust has not been established to fund this plan. The City is financing the post employee benefits on a pay-as-you-going basis. The OPEB plan does not issue separate financial statements.

19. Risk Management - The City is self-insured for automobile liability, general liability, and property damage claims pursuant to Florida Statute Section 768.28 (Waiver of Statute of Limitations; Exclusions: Indemnifications; Risk Management Programs). The City is protected by Florida Statute 768.28, which limits losses to (a) $100,000 per person / $200,000 per occurrence for claims arising between October 1, 1981, and October 1, 2011; and (b) $200,000 per person / $300,000 per occurrence for claims arising after October 1, 2011. These limits do not apply, though, to action brought in federal courts or to claim relief bills approved by the Florida legislature

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

19. Risk Management (Continued) - The City is also self-insured for worker's compensation claims. The City is self-insured for health claims and uses a commercial carrier as the administrator. The discounted accrued liability for estimated insurance claims represents an estimate of the ultimate cost of settling claims arising prior to year-end including claims incurred but not yet reported.

20. Use of Estimates - The financial statements and related disclosures are prepared in conformity with GAAP in the United States of America. Management is required to make estimates and assumptions that affect the reported amounts of assets and deferred outflows of resources and liabilities and deferred inflows of resources, the disclosure of contingent assets/deferred outflows and liabilities/deferred inflows at the date of the financial statements and revenue and expenditures/expenses during the period reported. These estimates include assessing the collectability of accounts receivable, the use and recoverability of inventory, pension and postretirement obligations, useful lives of capital assets, impairment of tangible assets, and the determination of the actuarially accrued liability for unpaid claims. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

21. Fund Deficits - The following Funds had a deficit in the amounts indicated as of September 30, 2025.

Fund		Deficit
Proprietary Fund:		
Solid Waste Utility System	$	14,232,683
Special Revenue Funds:		
Affordable Housing Fund	$	57,880
Emergency Disaster Fund	$	326,882
Emergency Covid-19 Fund	$	2,253,398
Capital Project Funds:		
41st to 45 st	$	747,215
45 st to 49 st	$	29,425
Fire Rescue	$	113,415

The Solid Waste Utility System fund had a prior year ending fund deficit of approximately $25.2 million.

The City has completed the transition from municipal services to private services for Solid Waste, which began in November 2015, and amounts applicable for employee personnel expenses remain fairly consistent. For the fiscal year 2024-2025 the change in net position for the Solid Waste Utility System was approximately $11.0 million. This change is inclusive of a credit to expenses for other post-employment benefits of approximately $2.3 million, and a credit to expenses for pensions of approximately $2.9 million.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Balance (Continued)

21. Fund Deficits (Continued) - The City's business-type activity funds continue to have significant fluctuations in operating income/losses due to adjustments and changes in actuarially determined long-term liabilities, as well as operating losses. The City Council adjusted the monthly Solid Waste fee charged to customers to $36.50. Given the current monthly retail rate for solid waste services, it is projected that additional adjustments in FY 2025-2026 are necessary to cover operating expenses. The City anticipates annual CPI adjustments to the monthly residential fees in FY 2026, including a fuel adjustment. Financial results for fiscal year ended 2025 show the fund achieved a net operating surplus of approximately $11.0 million.

22. Excess Expenditures over Appropriations – For the fiscal year ended September 30, 2025, expenditures exceeded appropriations in the following non-major governmental funds:

	Final Budget	Actual	Amount in Excess of Final Budget
Afforable Housing	$ 4,195,000	$ 5,144,324	$ 949,324
Rescue Transportation Fund	3,962,100	5,104,202	1,142,102
E - 911 Wireless Fund	972,800	1,206,428	233,628
Alliance for Aging	2,250,000	2,282,873	32,873

These excess expenditures were funded with excess revenues received in the current fiscal year or available fund balance.

NOTE 2 - PROPERTY TAXES

Property taxes (ad valorem taxes) are assessed on January 1 and are billed and payable November 1, with discounts ranging from one to four percent if paid before March 1 of the following calendar year. Taxes remaining unpaid after March 31 become delinquent on April 1 and accrue interest until a tax certificate is sold. Assessed values are determined by the Miami-Dade County Property Appraiser at approximately fair market value, and the Miami-Dade County Tax Collector bills and collects all property taxes on behalf of the City.

Under Florida law, property tax assessment and collection for counties, municipalities, school districts, and special districts are centralized through the Miami-Dade County Property Appraiser and Tax Collector. State statutes authorize municipalities to levy up to 10 mills ($10 per $1,000 of assessed valuation) for general governmental services, excluding debt service on general obligation bonds. For the fiscal year ended September 30, 2025, the City's millage rate for general governmental services was 6.3018 mills per $1,000 of assessed valuation.

NOTE 3 - DEPOSITS AND INVESTMENTS

Deposits

In addition to insurance provided by the Federal Deposit Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, all amounts reported as deposits are deemed as insured or collateralized with securities held by the entity or its agent in the entity's name.

Investments

As required by Florida Statutes, the City has adopted a written investment policy, which may, from time to time, be amended by the City. The administration is authorized to invest in those instruments authorized by the Florida statutes and the City's investment policy. Investments consist of the Florida Municipal Investment Trust (FMIvT) administered by the Florida League of Cities, Inc., Vanguard funds, and investments held by the City's retirement funds. The FMIvT is a local government investment pool designed for Florida's municipalities to pool their surplus funds and invest them in various portfolios. Membership in the Trust is limited to agencies or political subdivisions in or of the State of Florida. The City's investment is the FMIvT portfolio, not the individual securities held within each FMIvT portfolio. The investments held in the Plans' may be invested in obligations of the U.S. Government or its agencies, first mortgages or first mortgage bonds, corporate bonds, and common and preferred stock.

Interest Rate Risk - Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. In accordance with its investment policy, the City places no limit on the amount that may be invested in securities of the U.S.

Investments – City

As of September 30, 2025, the City's investments consisted of the following:

		Total	Fitch Rating
FMIvT 0-2 Year High Quality Bond	$	854,364	AAAf/S1
FMIvT 1-3 Year High Quality Bond		861,451	AAAf/S2
FMIvT Intermediate High Quality Bond		3,653,107	AAf/S3
FMIvT Broad Market High Quality Fund		3,593,583	AAf/S4
		8,962,505	
Federal Money Market Fund		1,077,174	NR
Inter-Term Corp Bond		4,043	NR
Total	**$**	**1,081,217**	

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Investments – City (Continued)

		Investment Maturities (In Years)		
Investment Type	Fair Value	Less Than 1	1 to 5	6 to 10
Vanguard - Bond	$ 1,081,217	$ 4,043	$ 1,077,174	$ -
FMIvT Portfolios	8,962,505	-	1,715,815	7,246,690
Total	**$ 10,043,722**	**$ 4,043**	**$ 2,792,989**	**$ 7,246,690**

Concentration Credit Risk - Disclosure of investments in any one issuer that represents 5% or more of the total of the City's investments is required. Conversely, investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds or pools are excluded from the concentration of credit risk disclosure requirement.

Investments - Pension Plans

The Board of Trustees has developed certain investment policies and has retained investment managers. The investment managers are expected to maximize the return on the investment portfolio and may make transactions consistent with that expectation within the Board's policies. The investment managers are compensated based on a percentage of their portfolio's market value.

The Plans' investment policies are determined by each Board who is responsible for directing the investment of the assets of the Plans to ensure that there will be adequate monies for future benefits. The policies have been identified by each Board to conduct the operations of the Plans in a manner so that the assets will provide the pension and other benefits provided under applicable laws, including City ordinances, preserving principal while maximizing the rate of return.

Employee Retirement System (PERS) – The Plan's investments follow Florida Statutes and its own policy, which allow the Board of Trustees to invest in domestic and international stocks, bonds, diversified assets, emerging markets, and real estate. All investments follow the Prudent Person Rule, focusing on safety and reasonable returns rather than speculation.

To reduce risk, the Plan uses a multi-manager approach, with each asset manager assigned to a specific area and overseen by an investment consultant. The Board sets and can update the asset allocation policy, aiming for long-term total returns to fully fund the Plan's benefits. The investment policy was last updated on October 17, 2023, with the adopted asset allocation in place as of September 30, 2025.

Elected Officials' Retirement System (EORS) - Investment in all equity securities shall be limited to those listed on a major U.S. stock exchange or traded over the counter. The equity position in any one company shall not exceed 5% of the total cost of equity investments. Fixed income securities must be rated "BBBf" or higher by a major rating agency. The average quality rating of the fixed income portfolio shall be "A" or better by a major rating agency.

Types of Investments - Florida statutes and the Plans' investment policies authorize each Board to invest funds in various investments. The current target allocation of these investments at fair value is as follows:

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Investments - Pension Plans (Continued)

	Target Allocation	
	Employees'	Elected Officials
Asset Class	Retirement System	Retirement System
Domestic Equity	50.00%	45.00%
International Equity	5.00%	10.00%
Domestic fixed	40.00%	30.00%
Alternatives - Other	5.00%	15.00%
	100.00%	**100.00%**

Rate of Return - For the year ended September 30, 2025 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.83% and 10.50% for the PERS and EORS, respectively. The money-weighted rate of return expresses investment performance, net investment expense, adjusted for the changing amounts actually invested. Inputs to the internal rate of return calculations are determined on a monthly basis.

As of September 30, 2025, the Plans had the following investments:

City of Hialeah Employees' Retirement System		Investment Maturities (In Years)			
Investment Type	Fair Value	Less than 1	1 to 5	6 to 10	More than 10
Corporate Bonds	$ 66,210,553	$ 1,451,758	$ 22,900,685	$ 38,251,443	$ 3,606,667
Asset-backed securities	16,418,829		7,484,944	8,933,885	-
U.S. Treasury notes	101,600,868	4,612,869	66,690,002	30,297,997	-
U.S. Treasury bonds	1,148,581	-	-	-	1,148,581
U.S. agency securities	2,502,800	-	1,249,450	1,253,350	-
Collateralized mortgage obligations	6,200,405	-	-	2,115	6,198,290
Mortgate-backed Securities	102,660,364	16	39,620	297,637	102,323,091
Total	$ 296,742,400	$ 6,064,643	$ 98,364,701	$ 79,036,427	$ 113,276,629

Elected Officials' Retirement Plan		Investment Maturities (In Years)			
Investment Type	Fair Value	Less than 1	1 to 5	6 to 10	More than 10
Vanguard-IT Bond mutual funds	$ 3,991,220	$ -	$ -	$ 3,991,220	$ -
Vanguard-HY Bond mutual funds	1,577,632	-	-	-	1,577,632
Sub-total	**$ 5,568,852**	$ -	$ -	$ 3,991,220	$ 1,577,632
Vanguard-equity mutual funds	8,921,183				
Real estate investment trusts	674,418				
Total Fair Value	**$ 15,164,453**				

Interest Rate Risk – Interest rate risk refers to the portfolio's exposure to fair value losses arising from increasing interest rates. The Plan does not have a formal investment policy that limits investments maturities as means of managing its exposure to market value losses arising from increasing interest rates.

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Investments - Pension Plans (Continued)

Credit Risk – The Plans invest in various securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The Plan's investment policy limits investments by restricting at least 40% and 30% for PERS and EORS respectively of their investments in fixed income securities to U.S. government and agency securities, or corporate bonds which are rated BBB or higher by a major rating service – (Standard and Poor's, Moody's Investors Services and Fitch Ratings).

As of September 30, 2025, the Plan's fixed income portfolio shall have a minimum rating of investment grade as required by a major crediting service. The Plan's investments in fixed income securities had ratings as follows:

Employees Retirement System

Credit Rating by Moody's Rating	Fair Value	Corporate bonds	Asset-backed securities	U.S. Treasury notes	U.S. Treasury bonds	U.S. agency securities	Collateralized mortgage obligations	Mortgage-backed securities
Aaa	$ 84,830,174	$ -	$ -	$ 77,832,921	$ 1,148,581	$ 1,249,450	$ 4,599,222	$ -
Aa3	944,170	944,170	-	-	-	-	-	-
A1	9,750,914	9,750,914	-	-	-	-	-	-
A2	661,823	661,823	-	-	-	-	-	-
A3	5,843,332	4,739,685	1,103,647	-	-	-	-	-
Baa1 and Below	21,211,518	21,211,518	-	-	-	-	-	-
Not Rated	173,500,469	28,902,443	15,315,182	23,767,947	-	1,253,350	1,601,183	102,660,364
Total	**$ 296,742,400**	**$ 66,210,553**	**$ 16,418,829**	**$101,600,868**	**$ 1,148,581**	**$ 2,502,800**	**$ 6,200,405**	**$ 102,660,364**

*Obligations of the U.S. Government or obligations explicitly or implicitly guaranteed by the U.S. Government are not considered to have credit risk and do not have purchase limitations.

Concentration Credit Risk - Disclosure of investments in any one issuer that represents 5% or more of the total of the City's investments is required. Conversely, investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds or pools are excluded from the concentration of credit risk disclosure requirement. As of September 30, 2025, no investments in any one issuer represented 5% or more of the total of the City's investments.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of the failure of the counter-party, 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. Consistent with the City of Hialeah Employees' Retirement System's (the "Plan") investment policy, the investments are held by the Plan's custodial bank and registered in the Plan's name.

Foreign Currency Risk - Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of the investment or a deposit. The investment policy of the Plan limits the foreign investments to no more than 5% of the Plan's investment balance. As of September 30, 2025, the Plan had no investments denominated in foreign currency.

NOTE 4 - FAIR VALUE MEASUREMENTS

The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City does not have any investments that are categorized as Level 3.

As of September 30, 2025, the City had the following investments within the fair value hierarchy:

	Total	Level 1	Level 2
FMIvT 0-2 Year High Quality Bond	$ 854,364	$ -	$ 854,364
FMIvT 1-3 Year High Quality Bond	861,451	-	861,451
FMIvT Intermediate High Quality Bond	3,653,107	-	3,653,107
FMIvT Broad Market High Quality Fund	3,593,583	-	3,593,583
Federal Money Market Fund	1,077,174	1,077,174	-
Inter-Term Corp Bond	4,043	4,043	-
Total	**$ 10,043,722**	**$ 1,081,217**	**$ 8,962,505**

FMIvT portfolios invest mainly in US government and agency securities, asset-backed securities and corporate bonds and notes. 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. The City is reporting these shares as level 2, since the value is based on market-corroborated data. Vanguard securities are traded in an active market with available quoted prices (Level 1).

As of September 30, 2025, the Elected Officials' Retirement System had the following investments within the fair value hierarchy:

Investments by fair value level	Total	Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2
Equity Mutual Funds	$ 8,921,183	$ 8,921,183	$ -
Bond Mutual Funds	5,568,852	5,568,852	-
Real Estate Investment Trust	674,418	-	674,418
Total Investments by fair value level	**$ 15,164,453**	**$ 14,490,035**	**$ 674,418**

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

The Plan's investments are measured at fair value in accordance with the fair value hierarchy, which prioritizes the input used to measure fair value into three levels:

- Level 1 – Quoted prices in active markets for identical assets or liabilities.
- Level 2 – Observable inputs other than quoted prices, such as quoted prices for similar assets, interest rates, credit risks, etc.
- Level 3 – Unobservable inputs reflecting the Plan's own assumptions about the assumptions market participants would use.

Prices for Level 1 and Level 2 investments are obtained from various pricing sources by the Plan's custodian.

Level 1 Investments

Equity securities traded on national or international exchanges, including common stock, American Depository Receipts (ADRs), foreign equities, mutual fund equities, and Real Estate Investment Trusts (REITs), are classified as Level 1. These investments are valued at the last reported sales price on the exchanges on which they are traded or based on current exchange rates.

Level 2 Investments

Debt securities are valued using pricing inputs that reflect the assumptions that market participants would use in pricing the assets, including observable market data obtained from independent sources. These investments include, but are not limited to:

- U.S. Treasury bonds and notes
- Asset-backed securities
- Inflation-indexed bonds
- Securities issued by U.S. federal agencies
- Mortgage-backed and collateralized securities
- Municipal bonds
- Corporate obligations
- Mutual bond funds
- Foreign bonds and notes

These are classified as Level 2 due to the use of market-corroborated inputs and valuation models.

Investments Measured at Net Asset Value (NAV)

The Plan also holds investments in alternative asset classes including pooled index trust funds, closely-held limited liability and partnership funds, real estate equity funds, and collective investment equity funds. These investments do not have readily available market quotations and are measured using the net asset value (NAV) provided by the respective fund managers.

The NAV is determined based on each fund's proportionate share of the underlying investments and incorporates valuation techniques such as pricing models and discounted cash flows. As a practical expedient, these investments are not classified within the fair value hierarchy (Levels 1, 2, or 3), but their fair values are presented separately in the fair value disclosures.

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

The following table presents the Plan's fair value hierarchy for investments at fair value as of September 30, 2025:

Investments by fair value level	Total	Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
Equity securities:				
Common stocks	$ 383,628,420	$ 383,628,420	$ -	$ -
International equity	6,496,768	6,496,768	-	-
REITs	10,536,026	10,536,026	-	-
Total equity securities	400,661,214	400,661,214	-	-
Debt Securities:				
Corporate bonds	66,210,553	-	66,210,553	-
Asset-backed securities	16,418,829	-	16,418,829	-
U.S. Treasury notes	101,600,868	101,600,868	-	-
U.S. Treasury bonds	1,148,581	1,148,581	-	-
U.S. agency securities	2,502,800	-	2,502,800	-
Collateralized mortgage obligations	6,200,405	-	6,200,405	-
Mortgage backed securities	102,660,364	-	102,660,364	-
Total debt securities	296,742,400	102,749,449	193,992,951	-
Total investments by fair value level	$ 697,403,614	$ 503,410,663	$ 193,992,951	$ -
Investments measured at the net asset value (NAV)*				
Pooled index trust fund	43,223,218			
Closely-held limited liability fund	38,540,441			
Closely-held limited partnership fund	18,107,446			
Closely-held real estate equity fund	15,874,555			
Limited partnerships	2,737,942			
Collective investment equity fund	135,390			
Total investments measured at NAV	118,618,992			
Total investments	**$ 816,022,606**			

**As required by 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 4 - FAIR VALUE MEASUREMENTS (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 by fair value level	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Pooled indes trust fund	$ 43,223,218	$ -	Daily	N/A
Closely-held limited liability fund	38,540,441	-	Quarterly	90 Days
Closely-held limited partnership fund	18,107,446	2,125,265	Quarterly	60 Days
Closely-hel real estate equity fund	15,874,555	-	Daily	N/A
Limited partnerships	2,737,942	-	Quarterly	95 Days
Collective investment equity fund	135,390	2,125,265	N/A	N/A
Total investments measured at NAV	**$ 118,618,992**	**$ 4,250,530**		

1. *Pooled index trust fund:* This investment objective of the trust is to seek long-term growth of capital by investing primarily in common stocks of issuers whose market capitalization fall within the range of companies within the MSCI EAFE Index.

2. *Closely-held limited liability fund:* The Fund is a private investment company that seeks to achieve its performance objective by originating, purchasing and holding loans secured by agricultural land located in the United States. The Fund also invests in real estate assets, primarily by making equity investments in agricultural land, but such investments shall not exceed 20% of the aggregate gross value of the Fund's investment.

3. *Closely-held limited partnership fund:* The fund was formed to operate as a perpetual life, open-end, commingled collective investment fund and intends to invest primarily in real estate primarily leased to the U.S. federal government either through the General Services Administration ("GSA") or other federal government agencies.

4. *Closely-held real estate equity fund:* This fund targets middle market real estate opportunities, investing in both debt and equity investments. The investment strategy of each Series of the fund will have a primary focus on private credit and specialty finance assets with short to intermediate-term durations and often contractual cash flows.

5. *Limited partnerships:* The partnership seeks to achieve above-average rates of return and long-term capital growth by investing opportunistically in a select group of funds and investment vehicles that are generally expected to be illiquid.

6. *Collective investment equity fund:* The Fund's objective is to achieve above-average rates of return and long-term capital growth through investment in or with a diversified portfolio of private investment entities and/or separately managed accounts.

NOTE 5 – RECEIVABLES

Receivables as of September 30, 2025, for the City's individual major funds and non-major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Building	Water & Sewer	Solid Waste	Stormwater	Nonmajor Governmental Funds	Total
Receivables:							
Billed	$ -	$ -	$ 18,107,488	$ 1,668,382	$ 624,381	$ 2,261,497	$ 22,661,748
Unbilled	-	-	13,022,754	1,398,797	356,561	-	14,778,112
Franchise and utility	5,134,997	-	-	-	-	-	5,134,997
State and local shared	1,999,778	-	-	-	-	-	1,999,778
Grants	134,642	-	-	-	-	6,943,984	7,078,626
Other	2,168,188	91,554	5,524,797	2,013,520	-	8,020,150	17,818,209
Sales taxes	3,489,993	-	-	-	-	-	3,489,993
Gross receivables	12,927,598	91,554	36,655,039	5,080,699	980,942	17,225,631	72,961,463
Less: allowance for uncollectibles	192,618	-	6,184,352	601,179	224,988	-	7,203,137
Net total receivables	**$ 12,734,980**	**$ 91,554**	**$ 30,470,687**	**$ 4,479,520**	**$ 755,954**	**$ 17,225,631**	**$ 65,758,326**

Governmental funds defer revenue recognition in connection with resources that have been received but not yet earned. Revenues of the Rescue Transportation fund are reported net of uncollectible amounts.

At the end of the current fiscal year, unearned revenue reported in the other governmental funds was as follows:

Grants and other uneared revenues	$ 1,027,153
State Housing Initiative Program (SHIP)	4,264,345
Other General Government deferred revenue	968,947
	$ 6,260,445

NOTE 6 – LEASE RECEIVABLE

Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases* enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right-to-use an underlying asset. A lessor is required to recognize a lease receivable and a deferred inflow of resources for fiscal year ended September 30, 2025. For the fiscal year ended September 30, 2025 the City recognized $3,706,433 in the net book value lease receivable and a deferred inflow of resources of $3,440,416 for the lessor agreements.

NOTE 6 – LEASE RECEIVABLE (Continued)

The following schedule represents the future principal and interest revenue to be received:

Fiscal Year	Principal	Interest	Total
2026	$ 586,054	$ 180,501	$ 766,555
2027	463,059	152,350	615,409
2028	489,585	130,441	620,026
2029	392,697	107,303	500,000
2030	412,136	87,864	500,000
2031-2033	1,362,902	137,099	1,500,001
Total	$ 3,706,433	$ 795,559	$ 4,501,992

NOTE 7- INTERFUND ACTIVITY

The amounts due to/from other funds at September 30, 2025, were as follows:

	Receivables	Payables
General Fund	$ 16,330,051	$ 56,289,460
Non-Major Governmental Funds	48,162,958	13,613,614
Total Governmental Type Funds	64,493,009	69,903,074
Major Proprietary Type Funds		
Water and Sewer	45,350	855,344
Solid Waste	-	2,345,250
Stormwater	8,569,266	3,957
Total Major Proprietary Type Funds	8,614,616	3,204,551
Total Interfund Activity	**$ 73,107,625**	**$ 73,107,625**

- Amounts due from the non-major governmental funds to the general fund are for advances made to those funds to cover expenditure until the receivables on those funds are collected.
- Amounts due to the non-major governmental funds from the general fund are for amounts due to those funds for amounts collected on their behalf.
- Amounts due to the solid waste fund are for receivables collected by the water and sewer fund before year end which are owed to that fund.
- Amounts due from the water and sewer funds to the solid waste fund, stormwater fund and general fund is for waste fees collected and utility taxes collected at year end.

NOTE 7 - INTERFUND ACTIVITY (Continued)

As of September 30, 2025, major fund and non-major fund activity were as follows:

	Transfers in	Transfers out
General Fund	$ 57,599,104	$ 30,216,779
Coronaviorus State and Local Fiscal Recovery Fund	-	57,523,393
Non-Major Governmental Funds	21,251,224	5,794,935
Enterprise Funds	14,684,779	-
	$ 93,535,107	**$ 93,535,107**

Transfers among funds totaled $93,535,107, with the General Fund, Non-Major Governmental Funds, and Enterprise Funds each receiving resources to support operations and program needs. Transfers were made in accordance with the City's financial plan to allocate funding, subsidize activities, and align costs with benefiting funds. Total transfers in and out were equal, maintaining balanced interfund activity for the fiscal year.

NOTE 8 - RESTRICTED ASSETS

Restricted assets consist of the cash restricted for debt service, capital projects, advances, public safety and customer deposits at September 30, 2025:

Water and Sewers Fund	
Customer deposits - cash and investments	$ 11,805,693
Department of Environmental Resource Management (DERM)	7,645,890
Other restricted assets	1,999,038
Total restricted cash water and sewers fund	**$ 21,450,621**
Governmental Funds	
Special Revenue Funds:	
Rescue Transportation	$ 1,165,105
Emergency Disaster Fund	10,000
Fire Prevention	1,297,565
Law Enforcement Trust - State	143,205
Law Enforcement Trust - Federal	149,416
Affordable Housing	772,588
Total Governmental Funds	**3,537,879**
Total restricted assets	**$ 24,988,500**

NOTE 9- CAPITAL ASSETS

A summary of the City's capital assets on September 30, 2025, is as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Governmental Activities:					
Capital assets not being depreciated:					
Land	$ 29,694,984	$ -	$ -	$ -	$ 29,694,984
Construction in Progress	7,005,903	-	-	-	7,005,903
Total capital assets not being depreciated	36,700,887	-	-	-	36,700,887
Capital assets being depreciated/amortized:					
Buildings	149,017,556	6,569,037	-	-	155,586,593
Improvements other than buildings	30,303,103	939,921	-	-	31,243,024
Furniture, fixtures, machinery and equipment	111,144,733	13,586,368	(3,164,926)	-	121,566,175
Infrastructure	332,875,093	27,343,663	-	(5,468,733)	354,750,023
Leases (Right-of-use asset)	2,903,530	96,858	(2,781,248)	-	219,140
Subscription arrangements	9,776,205	70,122	(75,384)	-	9,770,943
Total capital assets being depreciated/amortized	636,020,219	48,605,969	(6,021,558)	(5,468,733)	673,135,897
Less accumulated depreciation/amortization for:					
Buildings	60,667,575	3,431,215	-	-	64,098,790
Improvements other than buildings	27,750,803	459,486	-	-	28,210,289
Furniture, fixtures, machinery and equipment	81,619,481	9,671,150	(3,164,926)	-	88,125,705
Infrastructure	251,115,491	9,739,605	-	-	260,855,096
Leases (Right-of-use asset)	1,894,927	979,144	(2,781,248)	-	92,823
Subscription arrangements	1,370,635	1,190,307	(75,384)	-	2,485,558
Total accumulated depreciation/amortization	424,418,912	25,470,907	(6,021,558)	-	443,868,261
Total capital assets being depreciated/amortized, net	211,601,308	23,135,062	-	(5,468,733)	229,267,636
Governmental activities capital assets, net	**$ 248,302,194**	**$ 23,135,062**	**$ -**	**$ (5,468,733)**	**$ 265,968,523**

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Business-type Activities:					
Capital assets not being depreciated/amortized:					
Land	$ 4,202,141	$ -	$ -	$ -	$ 4,202,142
Construction in progress	519,768	-	-	(519,767)	1.00
Total capital assets not being depreciated/amortized	4,721,909	-	-	(519,767)	4,202,143
Capital assets being depreciated/amortized:					
Buildings and utility plant	73,701,336	71,902	-	-	73,773,238
Improvements other than buildings	320,533	-	-	-	320,533
Furniture, fixtures, machinery and equipment	12,435,959	388,641	-	-	12,824,600
Infrastructure	315,696,525	14,665,123	-	519,767	330,881,415
Total capital assets being depreciated/amortized	402,154,353	15,125,666	-	519,767	417,799,786
Less accumulated depreciation/amortization for:					
Buildings and utility plant	20,394,497	1,815,089	-	-	22,209,586
Improvements other than buildings	320,533	-	-	-	320,533
Furniture, fixtures, machinery and equipment	10,560,278	311,623	-	-	10,871,901
Infrastructure	187,619,837	7,172,440	-	-	194,792,277
Total accumulated depreciation/amortization	218,895,145	9,299,152	-	-	228,194,297
Total capital assets being depreciated/amortized, net	183,259,208	5,826,514	-	519,767	189,605,488
Business-type activities capital assets, net	**$ 187,981,117**	**$ 5,826,514**	**$ -**	**$ -**	**$ 193,807,631**

NOTE 9- CAPITAL ASSETS (Continued)

Depreciation/amortization expense was charged to functions /programs of the City as follows:

Governmental activities:		
General government	$	8,109,652
Police		8,219,843
Fire		7,023,145
Streets		575,367
Recreation		1,542,900
Total depreciation/amortization expense - governmental activities	**$**	**25,470,907**
Business-type activities:		
Water and sewer	$	6,430,774
Solid waste		143,087
Stormwater		2,725,291
Total depreciation expense - business-type activities	**$**	**9,299,152**

NOTE 10- LONG- TERM DEBT

1. Leases (Right-of-use Asset) The City has entered into multiple Lease agreements. The lease agreement's quality as other than short-term Leases under GASB Statement No. 87 and; therefore, have been recorded at the present value of the future minimum payments as of the date of their inception.

   The City entered into 3 lease agreements of 48 months in duration, 60 months of duration and 72 months in duration respectively. As of September 30, 2025, the value of the lease liability was $140,534. The net book value of the leased assets as of September 30, 2025, is $126,317. Principal and interest payments made during the fiscal year totaled $99,803.

   The future minimum lease obligations and the net position value of these minimum lease payments as of September 30, 2025, were as follows:

Fiscal Year End	Principal	Interest	Total
2026	$ 78,155	$ 21,649	$ 99,803
2027	27,400	2,025	29,425
2028	21,944	1,105	23,049
2029	13,035	411	13,446
	$ 140,534	**$ 25,190**	**$ 165,724**

NOTE 10- LONG- TERM DEBT (Continued)

2. Subscription-Based Information Technology Arrangements (SBITA) – The City has entered into multiple subscription arrangements. The subscription arrangements qualify as other than short-term lease under GASB Statement No.96 and; therefore, have been recorded at the present value of the future minimum payments as of the date of their inception.

   The City entered into 5 subscription arrangements of 60 months in duration, 1 subscription arrangement of 120 months, and 2 subscription arrangements of 36 months in duration. An initial subscription arrangement liability was recorded in the amount of $8,827,426 during the fiscal year ended September 30, 2024. As of September 30, 2025, the value of the subscription arrangement liability was $5,759,507. The netbook value of the SBITA assets as of September 30, 2025, is $7,281,489 with accumulated amortization of $2,485,558. Principal and interest payments made during the fiscal year totaled $2,642,959.

   The future minimum subscription obligations and the net present value of these minimum lease payments as of September 30, 2025, were as follows:

Fiscal Year	Principal	Interest	Total
2026	$ 853,784	$ 135,544	$ 989,328
2027	898,536	111,572	1,010,108
2028	771,382	86,156	857,538
2029	595,408	64,718	660,126
2030	620,519	52,810	673,329
2031-2033	2,019,879	81,882	2,101,761
Total	**$ 5,759,507**	**$ 532,682**	**$ 6,292,189**

Notes Payable

1. Tax-exempt Refunding Revenue Note – Series 2022- On May 1, 2003, the City executed a loan agreement with the Florida Municipal Loan Council to borrow $48,135,000 the proceeds of the Florida Municipal Loan Council Revenue Bonds, Series 2003A, were for major roadway improvements and infrastructure projects. The loan bears interest at varying rates ranging from 2.0% to 5.25%.

   On November 5, 2012, the City executed a loan agreement with the Florida Municipal Loan Council to borrow $41,620,000 for the purpose of the proceeds of the Florida Municipal Loan Council Revenue Bonds, Series 2012A, were to refinance Florida Municipal Loan Council Revenue Bonds, Series 2003A. The transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately $4,090,000. The loan matures on May 1, 2033, and bears an interest rate of approximately 3.5%.

NOTE 10- LONG-TERM DEBT (Continued)

Notes Payable (Continued)

1. Tax-exempt Refunding Revenue Note – Series 2022 (Continued)

On September 22, 2021, the City executed a loan agreement with Truist Bank, to borrow $28,400,000 taxable refunding revenue note, Series 2021. Proceeds of the bonds were used to refund the City's outstanding Florida Municipal Loan Council Revenue Bonds, Series 2012A. The transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately $2.7 million. The loan matures on May 1, 2033, and bears an interest rate of 1.68%

The debt is payable solely from the non-advalorem revenues received by the City. Non-advalorem revenues received from the current year were approximately $108.9 million.

Annual debt service requirements to maturity for the Truist Bank Taxable Revenue Bond Series 2022 loan payable are as follows:

Tax-Exempt Refunding Revenue Note - Series 2022 (Refinanced 2012A Bond) (Refinanced 2003 Bond)

	Governmental Activities			Business - type Activities		
Fiscal Year End	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2026	$ 1,944,000	$ 280,358	$ 2,224,358	$ 486,000	$ 70,090	$ 556,090
2027	1,984,000	247,699	2,231,699	496,000	61,925	557,925
2028	2,024,000	214,368	2,238,368	506,000	53,592	559,592
2029	2,064,000	180,365	2,244,365	516,000	45,091	561,091
2030	2,108,000	145,690	2,253,690	527,000	36,422	563,422
2031-2033	6,564,000	222,029	6,786,029	1,641,000	55,507	1,696,507
	$ 16,688,000	**$ 1,290,509**	**$ 17,978,509**	**$ 4,172,000**	**$ 322,627**	**$ 4,494,627**

2. Revolving Loan - On May 11, 2001, the City entered into a revolving loan agreement with the State of Florida Department of Environmental Protection for the purpose of providing financial assistance for planning and designing water and sewer system improvements. As of September 30, 2017, the project has been completed and the City has withdrawn $2,779,844 for the project. The loan shall be repaid in 18 semi-annual loan payments beginning September 15, 2007, which is based on the total amount owed. The amount due as of September 30, 2025, was $86,319.

Annual debt service requirements to maturity for the revolving loan payable are follows:

State Revolving Loan Fund

Fiscal Year End	**Principal**	**Interest**	**Total**
2026	$ 86,319	$ 1,184	$ 87,503
	$ 86,319	**$ 1,184**	**$ 87,503**

NOTE 10- LONG-TERM DEBT (Continued)

Notes Payable (Continued)

3. Affordable Housing Note, Series 2011 - On March 23, 2011 City issued the City of Hialeah Affordable Housing Note, Series 2011 (the TD Bank Note) in the principal amount of $14,489,840 to refund and extend the maturity of the Amended and Restated Bond Anticipation Refunding Note, Series 2010 and pay-off the mortgage payable due to the Miami-Dade Housing Agency

   The transaction resulted in an economic gain of approximately $115,740. The proceeds of the Series 2010 note were used for the purpose of financing the construction of a 300-unit affordable housing project in the City of Hialeah. The TD Bank Note is secured by a pledge of net rental income and a covenant to budget and appropriate non-ad valorem revenues sufficient to pay the principal and interest due on the note for the fiscal year. At September 30, 2025, the TD Bank Note had an outstanding balance of $7,952,362.

   Annual debt service requirements to maturity for the TD Bank Note are as follows:

Affordable Housing Note, Series 2011

Fiscal Year End	Principal	Interest	Total
2026	$ 618,382	$ 338,197	$ 956,579
2027	645,915	310,663	956,579
2028	674,675	281,904	956,579
2029	704,714	251,864	956,579
2030	736,092	220,487	956,579
2031-2035	4,202,249	580,645	4,782,894
2036	370,335	5,510	375,845
	$ 7,952,362	**$ 1,989,271**	**$ 9,941,633**

4. Utility System Revenue Refunding Bond Series 2022 - On May 1, 2011, the City executed a loan agreement with the Florida Municipal Loan Council to borrow $48,235,000 from the proceeds of the Florida Municipal Loan Council Revenue Bonds, Series 2011D, for construction, expansion and improvements of the City's sewer treatment plant. The loan has an outstanding balance of $34,400,000 and calls for annual principal payments due on October 1, commencing on October 1, 2012 through October 1, 2041, and semi-annual interest payments commencing on October 1, 2011 at varying rates of interest ranging from 3.0% to 5.5%. The arbitrage rebate requirement generally requires issuers of tax-exempt debt to rebate to the U.S. Treasury that investment income arising from the proceeds of tax-exempt debt to the extent that such income results from investments yields in excess of the bond yield. The City has pledged the net revenues (gross revenues after reduction of the cost of operation and maintenance of the project). Net available pledged revenue for the year ended September 30, 2025 was approximately $12.8 million.

NOTE 10- LONG-TERM DEBT (Continued)

Notes Payable (Continued)

4. Utility System Revenue Refunding Bond Series 2022 (Continued)- On May 19, 2022, the city executed a loan agreement with Morgan Stanley, to borrow $38,270,000 tax-exempt utility system revenue refunding bonds, Series 2022. Proceeds of the bonds were used to refund the City's outstanding Florida Municipal Loan Council Revenue Bonds, Series 2011D.

   The transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately $3.5 million. The loan matures on October 1, 2041, and bears an interest rate of 5.0%.

   Annual debt service requirements to maturity for the Series 2022 note payable are as follows:

Utility System Revenue Refunding Bonds, Series 2022			
Fiscal Year End	**Principal**	**Interest**	**Total**
2026	$ 1,335,000	$ 1,686,625	$ 3,021,625
2027	1,390,000	1,618,500	3,008,500
2028	1,465,000	1,547,125	3,012,125
2029	1,540,000	1,472,000	3,012,000
2030	1,615,000	1,393,125	3,008,125
2031-2035	9,390,000	5,635,750	15,025,750
2036-2040	11,985,000	2,976,850	14,961,850
2041-2042	5,680,000	287,525	5,967,525
	$ 34,400,000	**$ 16,617,500**	**$ 51,017,500**

Revenue Bonds

5. Special Obligation Revenue Bonds Series 2015A and Special Obligation Refunding Revenue Bonds Series 2015B - On December 2, 2015, the City issued the Series 2015A and 2015B bonds in the amounts of $25,000,000 and $21,145,000 respectively. The Series 2015A bonds were issued to provide funds to finance a portion of the annual required contribution for fiscal years 2015 and 2016 with respect to the contributory defined benefit retirement plan known as the Employees' Retirement System ("ERS"). The Series 2015B bonds were issued to provide funds to pay the outstanding amount of a loan pursuant to a loan agreement between the City and the Florida Municipal Loan Council ("FMLC") dated February 1, 2005 (the "refunded bonds") and such funds will be used by FMLC to refund all of that portion of the outstanding Florida Municipal Loan.

NOTE 10- LONG-TERM DEBT (Continued)

Revenue Bonds (Continued)

5. Special Obligation Revenue Bonds Series 2015A and Special Obligation Refunding Revenue Bonds Series 2015B- (Continued) Council Revenue Bonds, Series 2005A. The transaction resulted in an economic gain (difference between the present value of the debt service for the old and the new bonds) of approximately $2,555,000. The 2015 Bonds are special limited obligations of the City payable solely from and secured by a line upon pledged Franchise Fee Revenues. Franchise Fee Revenues are defined in the Bond Ordinance to mean franchise fees levied and collected by the City, pursuant to Ordinance No. 07-55 (the "Electric Franchise Ordinance"). Available pledged revenues for the fiscal year ended September 30, 2025 was approximately $14.7 million.

   The Series 2015A bonds have an outstanding balance of $17,520,000 and calls for annual principal payments due on December 1, commencing on December 1, 2020 through December 2, 2035 and semi-annual interest payments commencing on June 1, 2016 at varying rates of interest ranging from 2.0% to 5.0%. The Series 2015B bonds have an outstanding balance of $13,500,000 and calls for annual principal payments due on December 1, commencing on December 1, 2017, through December 1, 2035, and semi-annual interest payments commencing on June 1, 2016, at varying rates of interest ranging from 2.0% to 5.0%. The arbitrage rebate requirement generally requires issuers of tax-exempt debt to rebate to the U.S. Treasury that investment income arising from the proceeds of tax-exempt debt to the extent that such income results from investments yields in excess of the bond yield. There is no arbitrage rebate liability in connection with either of the Special Obligation Revenue Bonds at September 30, 2025.

   Annual debt service requirements to maturity for the Series 2015A and B bonds payable are as follows:

REVENUE BOND 2015 A

	Governmental Activities		
Fiscal Year End	**Principal**	**Interest**	**Total**
2026	$ 1,415,000	$ 802,849	$ 2,217,849
2027	1,475,000	743,126	2,218,126
2028	1,540,000	678,188	2,218,188
2029	1,610,000	608,383	2,218,383
2030	1,685,000	533,716	2,218,716
2031-2035	9,795,000	1,305,269	11,100,269
	$ 17,520,000	**$ 4,671,530**	**$ 22,191,530**

NOTE 10- LONG-TERM DEBT (Continued)

Revenue Bonds (Continued)

REVENUE BOND 2015 B

	Governmental Activities			Business - type Activities		
Fiscal Year End	Principal	Interest	Total	Principal	Interest	Total
2026	$ 856,000	$ 518,600	$ 1,374,600	$ 214,000	$ 129,650	$ 343,650
2027	900,000	474,700	1,374,700	225,000	118,675	343,675
2028	948,000	428,500	1,376,500	237,000	107,125	344,125
2029	992,000	380,000	1,372,000	248,000	95,000	343,000
2030	1,040,000	329,200	1,369,200	260,000	82,300	342,300
2031-2035	6,064,000	788,400	6,852,400	1,516,000	197,100	1,713,100
	$ 10,800,000	**$ 2,919,400**	**$ 13,719,400**	**$ 2,700,000**	**$ 729,850**	**$ 3,429,850**

Financed Purchases

The City has entered into various lease agreements; a transit bus in the amount of $340,400, a fire ladder truck in the amount of $633,827, computer software in the amount of $1,276,325, radio tower equipment in the amount of $3,432,343, radios in the amount of $4,600,925, computer equipment in the amount of $171,655, various software in the amount of $9,776,205, body cameras for the amount of $2,144,225, motorcycles for police in the amount of $122,282 and Ricoh equipment for the amount of $96,858.

These lease agreements qualify as leases for accounting purposes and therefore, have been recorded at the present value of the future minimum lease payments as of the inception date in the capital assets section and the related liability in the government-wide financial statements.

Capital assets acquired through the issuance of leases are as follows:

	Governmental Activities
Equipment	$ 8,830,153
Vehicles	1,611,250
Infrastructure	3,432,343
Less: accumulated depreciation	(8,224,836)
	$ 5,648,910

NOTE 10- LONG-TERM DEBT (Continued)

Financed Purchases (Continued)

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2025, are as follows:

Leases			
Fiscal Year End	**Principal**	**Interest**	**Total**
2026	$ 986,147	$ 101,700	$ 1,087,848
2027	1,014,337	73,511	1,087,848
2028	1,045,895	44,498	1,090,394
2029	654,064	17,976	672,040
2030	82,085	810	82,894
	$ 3,782,529	**$ 238,496**	**$ 4,021,024**

NOTE 10- LONG-TERM DEBT (Continued)

Changes in Long-Term Liabilities

The following is a summary of changes in the long-term debt for the year ended September 30, 2025:

	October 1, 2024	Additions	Reductions	September 30, 2025	Due Within One Year
Governmental Activities					
Revenue Bonds:					
Special Obligation Revenue Bonds, Series 2015A	$ 18,880,000	$ -	$ (1,360,000)	$ 17,520,000	$ 1,415,000
Special Obligation Refunding Revenue Bonds, Series 2015B	11,612,000	-	(812,000)	10,800,000	856,000
Refunding Revenue Note, Series 2022	18,592,000	-	(1,904,000)	16,688,000	1,944,000
Notes:					
TD Bank (Refi Suntrust Loan)	8,544,385	-	(592,023)	7,952,362	618,382
Total bonds and notes payable	57,628,385	-	(4,668,023)	52,960,362	4,833,382
Plus deferred amounts:					
Premium (2015A)	844,991	-	(92,283)	752,708	92,283
Premium (2015B)	1,251,033	-	(113,731)	1,137,302	113,731
	2,096,024	-	(206,014)	1,890,010	206,014
Bonds and notes payable net	59,724,409	-	(4,874,037)	54,850,372	5,039,396
Lease Obligations					
Banc of America Public Capital (Radio equip)	1,551,786	-	(369,007)	1,182,779	380,950
Motorola Solutions Credit Company, LLC (radios)	2,334,383	-	(441,188)	1,893,195	453,674
Banc of America Public Capital (Fire equipment)	855,116	-	(148,561)	706,555	151,524
Lease (Right-of-use asset)					
Axon Enterprise Inc. (Tasers)	218,981	-	(218,981)	-	-
Axon Enterprise Inc. (Body Cameras)	737,090	-	(737,090)	-	-
Ricoh	-	96,858	(19,988)	76,870	20,660
Bruce Rossmeyer's Daytona Harley-davidson (Motorcycles)	99,600	-	(35,936)	63,664	57,534
Subscription arrangements	8,141,269	70,122	(2,451,884)	5,759,507	853,784
Total lease obligations	13,938,225	166,980	(4,422,636)	9,682,570	1,918,125
Claims payable	48,907,872	10,871,917	(15,230,967)	44,548,822	8,760,927
Compensated absences	31,721,438	14,674,215	(11,414,622)	34,981,031	13,599,038
OPEB liability	210,723,345	29,515,540	-	240,238,885	9,862,000
Net pension liability	358,053,964	22,091,487	(87,263,164)	292,882,287	33,145,148
	649,406,619	77,153,159	(113,908,753)	612,651,025	65,367,113
Total Governmental activities	**$ 723,069,253**	**$ 77,320,139**	**$ (123,205,426)**	**$ 677,183,967**	**$ 72,324,635**

	October 1, 2024	Additions	Reductions	September 30, 2025	Due Within One Year
Business-Type Activities					
Revolving loan	$ 251,440	$ -	$ (165,121)	$ 86,319	$ 86,319
Utility System Revenue Refunding Bonds, Series 2022	35,660,000	-	(1,260,000)	34,400,000	1,335,000
Special Obligation Refunding Revenue Bonds, Series 2015B	2,903,000	-	(203,000)	2,700,000	214,000
Refunding Revenue Note, Series 2022	4,648,000	-	(476,000)	4,172,000	486,000
Total bonds and loans payable	43,462,440	-	(2,104,121)	41,358,319	2,121,319
Plus deferred amounts:					
Premium(Series 2022)	2,291,402	-	(22,374)	2,269,028	70,395
Premium (2015B)	334,262	-	(33,171)	301,091	33,171
	2,625,664	-	(55,545)	2,570,119	103,566
Bonds and loans payable net	46,088,104	-	(2,159,666)	43,928,438	2,224,884
Claims payable	3,066,995	3,728,373	(1,396,364)	5,399,004	2,356,993
Compensated absences	2,156,221	924,618	(697,445)	2,383,394	1,108,146
OPEB liability	35,762,926	4,459,702	-	40,222,628	2,465,500
Net pension liability	60,767,152	3,978,499	(15,715,394)	49,030,257	5,614,477
	101,753,294	13,091,192	(17,809,203)	97,035,283	11,545,116
Total Business-type activities	**$ 147,841,398**	**$ 13,091,192**	**$ (19,968,869)**	**$ 140,963,721**	**$ 13,770,000**

Claims and judgments, compensated absences, net pension and net OPEB obligations are generally liquidated by the General Fund for governmental activities.

NOTE 11 – RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The City is self-insured for general liability, automobile, workers' compensation, and health. The City also purchases stop loss coverage on its health insurance program. For all other coverage, the City carries commercial insurance. The City currently reports all of its risk management activities in its General Fund, except those related to Enterprise Funds, which are reported in those funds.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported (IBNR). Claims liabilities are actuarially determined using historical and recent claim settlement trends. There were no significant reductions in insurance coverage from coverage in the prior year, and there were no settlements that exceeded insurance coverage for each of the past three years.

The City only records the current portion of claims payable within the General Fund if there is a settled claim which is due and payable at year end and is outstanding. The long-term portion is reported in the statement of net position. Amounts payable from proprietary funds are accounted for within those funds.

The following is a summary of changes in claims payable for the year ending September 30, 2025:

	2025	2024	2023
Unpaid claims, beginning	$ 51,974,868	$ 51,269,415	$ 53,169,604
Incurred claims (including IBNR)	14,600,290	20,223,003	17,106,505
Claims payments	(16,627,331)	(19,517,550)	(19,006,694)
Unpaid claims, ending	**$ 49,947,827**	**$ 51,974,868**	**$ 51,269,415**

NOTE 12 – COMMITMENTS AND CONTINGENCIES

Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds.

NOTE 12 – COMMITMENTS AND CONTINGENCIES(Continued)

Water and Sewers Fund- Agreements with Miami-Dade County

In 2008, the City Council approved a 20-year agreement with Miami-Dade County (the "County") providing for the rendition of water service to the City by the County and the purchase of treated water from the County until 2027. In 2011, the City of Hialeah entered into a multi-year agreement with the County to provide wastewater treatment and disposal services until 2029. Rates paid by the City of Hialeah vary depending on and costs incurred by the County. The charges to operations under these agreements for the fiscal year ending September 30, 2025, were $15,866,099 for water services and $50,925,910 for wastewater treatment and disposal services.

Joint Participation Agreement- Reverse Osmosis Water Treatment Plant

On December 27, 2007 (amended August 2009), the City entered into a Joint Participation Agreement with Miami-Dade County for the design, construction, and operation of a 17.5 MGD reverse osmosis water treatment plant ("the Plant") located within the City's annexation area. The City and County each hold a 50% ownership interest in the Plant and share equally in associated costs. The Plant began operations with a 10 MGD capacity (expandable to 17.5 MGD) and is currently operating at 7.5 MGD, serving the City, unincorporated Miami-Dade County, and Hialeah.

Each party receives 50% of the water produced, with the option of purchasing the other's share if needed. The County has contributed over $55 million to the project, representing its 50% share. To fund its portion, the City issued $48.2 million in Florida Municipal Loan Council Revenue Bonds (Series 2011D), which were refinanced as Utility System Revenue Refunding Bonds, Series 2022, on May 19, 2022. Reconciliation of capital expenses and contributions from both the City and County as of September 30, 2025, is provided below.

	October 1, 2024	Additions	Deletions	September 30, 2025
Land	$ 3,300,000	$ -	$ -	$ 3,300,000
RO Plant	55,796,881	143,804	-	55,940,685
	$ 59,096,881	**$ 143,804**	**$ -**	**$ 59,240,685**
Other Receivables - Miami Dade County	**$ 4,246,269**	**$ 3,707,205**	**$ (3,838,527)**	**$ 4,114,947**
Total Contributed by Miami Dade County				
Contributions to the City	$ 49,613,226			
Due from Miami Dade County	4,246,269			
50% Share of interest income earned	731,190			
50% Share of v alue of the land	1,650,000			
50% Share of grants from SFWMD	3,000,000			
	$ 59,240,685			

NOTE 12 – COMMITMENTS AND CONTINGENCIES(Continued)

Construction Commitments

At September 30, 2025, the City had in process various construction projects that were not completed with estimated completion cost of totaling approximately $22,443,024 Funding of these projects is to be made primarily through tax revenues, fees and grants.

Encumbrances

As of September 30, 2025, the City reported encumbrances for the General fund of $4,533,535.

Litigation

The City is involved in routine litigation that is not expected to materially affect its financial position. The City is also in a dispute with Miami-Dade County over an alleged water flow claim, and the outcome is currently uncertain.

Tax-Exempt Bonds

As disclosed in Note 10 Long-Term Debt; the City has issued tax-exempt bonds to fund capital projects and infrastructure. If the bonds were deemed to be taxable, then the City's interest costs would markedly rise; the potential increase in interest costs would only be determinable at the time such debt was deemed taxable. The City does not at this time; expect the tax-exempt status of the debt to change.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS

Employees' Retirement System

The following brief description of the Plan is provided for general information purposes only. Participants should refer to the City of Hialeah Employees' Retirement System Plan document for more complete information. The Plan issues an annual stand-alone audited financial statement. A copy can be requested in person by visiting City Hall, 501 Palm Avenue, Hialeah, FL 33010.

1. Plan Description – The City of Hialeah Employees' Retirement System is a single-employer defined benefit pension plan administered by a Board of Trustees. The Plan was established effective January 1, 1956, by City Ordinance No. 874 and has since been amended through subsequent ordinances relevant to the System. The Plan is designed to comply with the applicable provisions of the Florida Statutes, including Chapter 112, and Chapters 175 and 185, which govern Municipal Firefighters' and Police Officers' Retirement Trust Funds.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

1. Plan Description (Continued) – Pension benefits under the plan are subject to collective bargaining and are address in the current agreements between the City of Hialeah and the following unions:
    - AFSCME Local 161
    - Dade County Police Benevolent Association
    - International Association of Fire Fighters (IAFF)

As a City-sponsored plan, the Retirement System is reported as a pension trust fund within the City's Annual Comprehensive Financial Report (ACFR) and is considered part of the City's overall financial reporting entity.

On May 22, 2012, the City passed Ordinance No. 2012-27, retroactively to April 1, 2012, closing membership to the Plan for all general employees hired after April 1, 2012. New employees will instead participate in a new defined contribution plan. The latest available actuarial valuation is as of October 1, 2024.

Membership in the Plan as of October 1, 2024, consisted of the following:

Inactive plan members:	
Beneficiaries currently receiving benefits	1,627
Entitled to benefits but not yet receiving them	310
Active plan members	725
Total	**2,662**

2. Loans to Members - The Employees' Retirement System Plan permits members to borrow from their annuity savings fund accounts from $500 up to a maximum of $50,000. The maximum amount allowed depends on the employee's account balance and vesting status. Loan terms may range from 1 to 5 years unless the loans are for the purchase of a primary residence. The loans are secured by the balance in the employee's annuity savings account, and bears interest at the prime rate, as published in the Wall Street Journal on the first business day of the week in which the loan application is made plus 1.5% Principal and interest would be paid ratably through biweekly payroll deductions.

3. Administrative Expenses - Administrative expenses incurred by the Plan is absorbed by the City.

4. Funding Requirements - The contribution requirements of the Plan members and the City are established and may be amended by the Employees' Retirement System Board of Trustees.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

- Plan Members Contribution - All members may contribute up to 7% of their compensation per year into the Annuity Savings Fund. All members not eligible for normal retirement on the date the ordinance took effect will also be required to make the following additional contributions:

  - Non-Police Officers and Firefighters must contribute 5.00% of pensionable compensation from May 15, 2014, to September 30, 2014, and 4.00% of pensionable compensation from October 1, 2014, forward except that it drops to 3.00% if the funded ratio is between 80% to 100% and 0% if it is 100% funded. 9.00% of pensionable compensation effective November 30, 2017.

  - Firefighters must contribute 5.00% of pensionable compensation from October 1, 2013, to September 30, 2014 (4.00% of pensionable compensation if hired on or after November 15, 2013) and 4.00% of pensionable compensation from October 1, 2014, forward except that it drops to 3.00% if the funded ratio is between 80% to 100% and 0% if it is 100% funded. 6.00% pensionable compensation effective June 4,2020. 8.00% of pensionable compensation effective October 1, 2020. 10.00% of pensionable compensation effective October 1, 2021.

  - Police Officers must contribute 5.00% of pensionable compensation from March 2, 2014, to September 30, 2014, and 4.00% of pensionable compensation from October 1, 2014. 6.00% of pensionable compensation from October 1, 2018. 8.00% of pensionable compensation effective October 1, 2019. 10.00% of pensionable compensation effective October 1, 2020.

- City Contribution - On August 25, 2009, the City passed Ordinance 09-54, which established a minimum City contribution ("floor") to the Plan equal to 22% of the member payroll. Once every five years, the City may increase or decrease the floor up to 2% of member payroll, if supported by an actuarial study.

  The floor shall not be less than 16% or more than 28% of member payroll. The new provisions also indicate that the floor is subject to Section 70-168(b) which specifies the contribution shall be computed as a level percent of payroll in accordance with generally recognized actuarial principles and the provisions of Chapter 112 of the Florida Statutes. Provisions under Chapter 112 of the Florida Statutes. Provisions under chapter 112 of the Florida Statues will take precedence in the event the required City contribution calculated under Chapter 112 exceeds the 28% of member payroll.

  The City contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan's actuary to select and maintain contribution method. The Plan determined to use the "Percentage of payroll contribution" method for the fiscal year ended September 30, 2025.

NOTE 13- EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

5. Net Pension Liability - The City's net pension liability of $341,912,546 was measured as of September 30, 2024, (GASB 68 measurement date).

6. Actuarial Assumptions – The total pension liability was determined using the following actuarial assumptions:

Measurement Date:	**September 30, 2025**	**September 30, 2024**
Actuarial Valuation:	**October 1, 2024**	**October 1, 2023**
Interest rates:		
Single Discount rate	**7.5%**	**7.5%**
Inflation rate	**2.50%**	**2.30%**
Salary Increases	**Service Based**	**Service Based**
Mortality table	**Police Officers and Firefighters:** *Healthy Active Lives:* Female: PubS.H-2010 (Below Median) for Employees, set forward one year. Male: PubS.H-2010 (Below Median) for Employees, set forward one year. *Healthy Retiree Lives:* Female: PubS.H-2010 (Above Median) for Healthy Retirees, set forward one year. Male: PubS.H-2010 (Above Median) for Healthy Retirees, set forward one year. *Beneficiary Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 (Above Median) for Healthy Retirees, set back one year. *Disabled Lives:* *Female: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees* *Male: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees* **General Employees:** *Healthy Active Lives:* Female: PubG.H-2010 for Employees. Male: PubG.H-2010 for Employees, set back one year. *Healthy Inactive Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back one year. *Beneficiary Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 (Above Median) for Healthy Retirees, set back one year. *Disabled Lives:* Female :PubG.H-2010 for Disabled Retirees, set forward three years. Male: PubG.H-2010 for Disabled Retirees, set forward three years. All rates are projected generationally with Mortality Improvement Scale MP-2021.	**Police Officers and Firefighters:** *Healthy Active Lives:* Female: PubS.H-2010 (Below Median) for Employees, set forward one year. Male: PubS.H-2010 (Below Median) for Employees, set forward one year. *Healthy Retiree Lives:* Female: PubS.H-2010 (Above Median) for Healthy Retirees, set forward one year. Male: PubS.H-2010 (Above Median) for Healthy Retirees, set forward one year. *Beneficiary Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 (Above Median) for Healthy Retirees, set back one year. *Disabled Lives:* *Female: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees* *Male: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees* **General Employees:** *Healthy Active Lives:* Female: PubG.H-2010 for Employees. Male: PubG.H-2010 for Employees, set back one year. *Healthy Inactive Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back one year. *Beneficiary Lives:* Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 (Above Median) for Healthy Retirees, set back one year. *Disabled Lives:* Female :PubG.H-2010 for Disabled Retirees, set forward three years. Male: PubG.H-2010 for Disabled Retirees, set forward three years. All rates are projected generationally with Mortality Improvement Scale MP-2018.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employee's Retirement System (Continued)

7. Long-Term Expected Rate of Return - The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses 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 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 pension plan's target asset allocation as of September 30, 2025, and 2024 are summarized in the following table:

Asset Class	Target Allocation	2025	2024
Domestic Equity	48.00%	7.42%	7.25%
International Equity	5.00%	7.25%	6.25%
Domestic Bonds	37.00%	4.29%	4.11%
Other	10.00%	7.00%	6.50%
Total	**100.00%**		

8. Discount Rate - The discount rate used to measure the total pension liability as of September 30, 2025, was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member's contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. 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.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

9. Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Liability (a)-(b)**
Reporting period ending at September 30, 2024	$ 1,102,741,000	$ 683,919,884	$ 418,821,116
Changes for the year:			
Service Cost	8,685,092	-	8,685,092
Interest	80,217,914	-	80,217,914
Change in Annuity Savings Fund	3,765,570	-	3,765,570
Differences between expected and actual experience	10,366,689	-	10,366,689
Changes of assumptions	-	-	-
Change of benefit terms	6,433,488	-	6,433,488
Contributions - Employer	-	34,152,136	(34,152,136)
Contributions - State	-	461,877	(461,877)
Contributions - Annuinity Savings Fund	-	3,765,570	(3,765,570)
Contributions - Employee	-	5,186,420	(5,186,420)
Contributions - Buy Back	309,056	309,056	-
Net investment income	-	143,013,897	(143,013,897)
Benefit payments, including refunds of employee contributions	(83,707,823)	(83,707,823)	-
Administrative expense	-	(202,577)	202,577
Net Changes	26,069,986	102,978,556	(76,908,570)
Reporting period ending at September 30, 2025*	**$ 1,128,810,986**	**$ 786,898,440**	**$ 341,912,546**
Plan fiduciary net position as a percentage of the total pension liability		69.71%	
Covered-payroll		$ 55,961,947	
Net pension liability as a percentage of Covered-payroll		610.97%	

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

10. Sensitivity of the Net Pension Liability to the Changes in the Discount Rate - The following presents the net pension liability of the City, calculated using the discount rate of 7.50% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher:

		Current Discount	
	1% Decrease	Rate	1% Increase
Reporting Date	6.50%	7.50%	8.50%
September 30, 2025	$ 440,833,046	$ 341,912,546	$ 258,468,282

11. Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in a separately issued Plan financial report.

12. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended September 30, 2025, the City recognized pension expense of $46,309,716. On September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 8,861,040	$ -
Net difference between projected and Actual Earnings on Pension investments	-	28,390,515
Employer and State Contributions subsequent to the measurement date*	39,221,502	-
Total	**$ 48,082,542**	**$ 28,390,515**

(*) The deferred outflow of resources, resulting from the City's contributions made after the measurement date of the net pension liability, but before the end of the City's reporting period will be recognized as a reduction of the City's net pension liability in the subsequent fiscal period rather than in the current fiscal period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (income) as follows:

Year ended September 30,	
2026	$ 4,144,265
2027	17,884,541
2028	(22,914,035)
2029	(18,644,246)
Total	**$ (19,529,475)**

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Employees' Retirement System (Continued)

13. Drop Plan – Effective February 19, 2008, for general employees, and March 1, 2007, for police officer and firefighters, employees are eligible to participate in a deferred retirement option program (DROP) upon completion of 25 years of service credit provided that the sum of the employee's age and service is equal to at least 70. The monthly retirement benefit (basic plus service pension), based on final average earnings and service upon entering the DROP, will be paid to the participant's DROP account. At the end of each fiscal year, interest will be credited to the DROP account at the same rate credited to the annuity savings account.

    Employee contributions cease upon entering the DROP and the employee shall be eligible for disability benefits provided by the plan. Upon termination of employment or death, the DROP account balance will be paid in a cash lump sum. The maximum period of participation in the DROP is 36 months and participants cannot buy service in order to be eligible for the DROP. General Employees who are participants of the Plan are prohibited from entering the DROP on or after April 2, 2012.

Elected Officials' Retirement System

1. Plan Description - The City of Hialeah Elected Officials' Retirement System (EORS) is a single employer defined benefit pension plan administered by the City of Hialeah. The EORS was established by City Ordinance effective June 1998. The Plan is considered part of the City's financial reporting entity and is included in the City's financial statements as a pension trust fund. All qualified elected officials and city attorneys are eligible to participate in the plan. The Plan does not issue a stand-alone financial report. Benefit and contribution provisions are established by City ordinance and may be amended only by the City Council. The latest available actuarial valuation is as of October 1, 2021. The City of Hialeah Elected Officials' Retirement System (EORS) was closed January 1, 2014.

    Membership in the Plan consisted of the following:

Inactive plan members:	October 1, 2024	October 1, 2023
Beneficiaries currently receiving benefits	17	17
Entitled to benefits but not yet receiving them	5	5
Active plan members	1	1
Total	**$ 23**	**$ 23**

2. Pension Benefits - Participants earn one vesting credit for each year of service completed. A participant is considered fully vested after 8 years of credited service. After 8 years of credited service, the participant need not render any further service as an employee of the City, in order to begin receiving a pension benefit upon attaining eligibility. A participant is eligible for normal retirement benefits when the participant has attained age 55 and 8 vesting credits or has attained 20 vesting credits regardless of age. Normal retirement benefits are based on 3% of average final compensation multiplied by the years of service for each year of prior service.

13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

3. Funding Requirement - Plan members are required to contribute 7% of their basic compensation. The City contributes at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. Effective May 30, 2012, the Division of Retirement mandated that local governments confer with the Plan's actuary to select and maintain a contribution method (percentage of payroll or fixed dollar contributions) that best fits the funding requirements of the Plan. The Plan determined to use the "percentage of payroll contribution" method for the fiscal year ended September 30, 2025.

4. Net Pension Asset - The City's net pension asset of $4,580,753 was measured as of September 30, 2024 (GASB 68 measurement date). The Plan has reported a net pension asset of $5,175,784 as of September 30, 2025, measurement date.

5. Actuarial Assumptions - The total pension liability was determined using the following actuarial assumptions:

Measurement Date:	**September 30, 2025**	**September 30, 2024**
Actuarial Valuation:	**October 1, 2024**	**October 1, 2023**
Interest rates:		
Single Discount rate	**6.00%**	**6.00%**
Inflation rate	**2.75%**	**2.75%**
Salary Increases	**7.25%**	**7.25%**
Mortality table	For healthy participants during employment, PUB-2010 Headcount Weighted General Below Median Employee Mortality Table, separaterates for males and females, setback 1 year for males, with fully generational mortality improvements projected to each futuredecrement date with Scale MP-2021. For healthy participants post employment, PUB-2010 Headcount Weighted General Below Median Healthy Retiree Mortality Table, separate frates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2021	For healthy participants during employment, PUB-2010 Headcount Weighted General Below Median Employee Mortality Table, separaterates for males and females, setback 1 year for males, with fully generational mortality improvements projected to each futuredecrement date with Scale MP-2018. For healthy participants post employment, PUB-2010 Headcount Weighted General Below Median Healthy Retiree Mortality Table, separate frates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018

6. Long-Term Expected Rate of Return - The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

6. Long-Term Expected Rate of Return (Continued)

These ranges are combined to produce the long term expected rate of return by weighting the expected 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 pension plan's target asset allocation as of September 30, 2025, and 2024 are summarized in the following table:

Asset Class	Target Allocation	2025	2024
Domestic Equity	48.00%	7.42%	7.25%
International Equity	5.00%	7.25%	6.25%
Domestic Bonds	37.00%	4.29%	4.11%
Other	10.00%	7.00%	6.50%
Total	**100.00%**		

7. Rate of Return - For the fiscal years ended September 30, 2025, and 2024, the annual money-weighted rate of return on Plan investments, net of investment expense, was 10.5% and 23.2%, respectively. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested. Inputs to the internal rate of return calculation are determined on a monthly basis.

8. Discount Rate - The discount rate used to measure the total pension liability as of September 30, 2025 and 2024 was 6.00 percent. The projection of cash flows used to determine the discount rate assumed that plan members' contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. 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.

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

9. Changes in Net Pension Asset

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Asset (a)-(b)**
Reporting period ending at September 30, 2024	$ 9,638,928	$ 12,682,622	$ (3,043,694)
Changes for the year:			
Service Cost	28,906	-	28,906
Interest	594,111	-	594,111
Differences between expected and actual experience	666,373	-	666,373
Assumption Changes	-	-	-
Contributions - Employer	-	-	-
Contributions - Employee	-	10,186	(10,186)
Net investment income	-	2,836,460	(2,836,460)
Benefit payments, including refunds of employee contributions	(864,726)	(864,726)	-
Administrative expense	-	(20,197)	20,197
Net changes	424,664	1,961,723	(1,537,059)
Reporting period ending at September 30, 2025	**$ 10,063,592**	**$ 14,644,345**	**$ (4,580,753)**
Plan fiduciary net position as a percentage of the total pension liability		145.52%	
Covered-payroll		$ 144,848	
Net pension asset as a percentage of covered-payroll		-3162.46%	

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

9. Changes in Net Pension Asset (Continued)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Asset (a)-(b)
Reporting period ending at September 30, 2025	$ 10,063,592	$ 14,644,345	$ (4,580,753)
Changes for the year:			
Service Cost	29,530	-	29,530
Interest	593,476	-	593,476
Differences between expected and actual experience	225,065	-	225,065
Benefit Changes	37,101	-	37,101
Contributions - Employer	-	-	-
Contributions - Employee	-	11,122	(11,122)
Net investment income	-	1,490,045	(1,490,045)
Benefit payments, including refunds of employee contributions	(928,040)	(928,040)	-
Administrative expense	-	(20,964)	20,964
Net changes	(42,868)	552,163	(595,031)
Reporting period ending at September 30, 2026	**$ 10,020,724**	**$ 15,196,508**	**$ (5,175,784)**
Plan fiduciary net position as a percentage of the total pension liability		151.65%	
Covered-payroll		$ 158,738	
Net pension asset as a percentage of Covered-payroll		-3260.58%	

10. Sensitivity of the Net Pension Asset to the Changes in the Discount Rate - The following presents the net pension asset of the Plan, calculated using the discount rate of 6.0%, as well as what the City's net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00%) or 1-percentage-point higher (7.00%):

		Current Discount	
Measurement Date	1% Decrease 5.00%	Rate 6.00%	1% Increase 7.00%
September 30, 2025	$ (4,146,837)	$ (5,175,784)	$ (6,037,931)
	5.00%	**6.00%**	**7.00%**
September 30, 2024	$ (3,531,862)	$ (4,580,753)	$ (5,457,891)

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

11. Pension Expense (income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the fiscal year ended September 30, 2025, the EORS recognized pension expense of $322,408. At September 30, 2025, the EORS reported deferred outflows of resources and deferred outflows of resources related to pensions from the following sources:

    Contributions made after the measurement date of the net pension liability, but before fiscal year end will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2025.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Earnings on the Pension Plan Investments	$ -	$ 1,133,069
Employer Contributions subsequent to the measurement date	47,084	-
Total	**$ 47,084**	**$ 1,133,069**

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

Year ended September 30,	
2026	$ (238,994)
2027	66,964
2028	(540,690)
2029	(420,349)
Total	**$ (1,133,069)**

The net pension liability/asset, deferred outflows and inflows of resources, and pension expense (income) related to these retirement plans at September 30, 2025 (Reporting Date) are summarized as follows:

	Employee Retirement System	Elected Officials	Total
Net Pension Liability	$ 341,912,546	$ -	$ 341,912,546
Net Pension Asset	-	(4,580,753)	(4,580,753)
Deferred Outflows of Resources	48,082,542	47,084	48,129,626
Deferred Inflows of Resources	28,390,515	1,133,069	29,523,584
Pension Expense (Benefit)	46,309,716	(322,408)	45,987,308

NOTE 13 - EMPLOYEES' AND ELECTED OFFICIALS' RETIREMENT SYSTEMS (Continued)

Elected Officials' Retirement System (Continued)

12. Statement of net position and statement of changes in net position - The statement of net position and statement of changes in net position for the Elected Officials' Retirement System as of September 30, 2025, are presented below:

STATEMENT OF NET POSITION		
ASSETS		
Cash and Cash Equivalents	$	739
Other receivable		31,316
Investments, at fair value:		
Equity Mutual funds		8,921,183
Bond Mutual funds		5,568,852
Real estate investment trusts		674,418
Total assets		15,196,508
Net position restricted for pensions	$	15,196,508

STATEMENT OF CHANGES IN NET POSITION	
ADDITIONS	
Contributions - Member	11,122
Net investment income (loss)	1,490,045
Total additions	1,501,167
DEDUCTIONS	
Pension benefits	928,040
Administrative Expenses	20,964
Total deductions	949,004
Net increase	552,163
Net position restricted for pensions	
Beginning of year	14,644,345
Ending	$ 15,196,508

NOTE 14 - DEFINED CONTRIBUTIONS PLANS

The City of Hialeah has two defined contribution plans: the City of Hialeah Police Pension Fund and the City of Hialeah Firemen's Relief and Pension Fund. The Plans were created on March 27, 1984, by Ordinance 1781 as amended by Ordinance 84-43 and on May 26, 1981, by Ordinance 631 as amended by Ordinance 81-62, respectively. The purpose of these Plans is to provide a means whereby police officers and firefighters of the City may receive benefits from funds provided for that purpose by contributions of the City through state contributions provided by Chapter 175/185 of the Florida Statutes. The participants do not contribute to the Plans. These funds are a supplement to and in no way affect police officer and firefighter benefits under the City of Hialeah Employees' Retirement System. The City no longer receives passed-through State contributions for the police officers or firefighters. The City under Chapter 185 of the Florida Statutes has provided authorization to the State for the direct contribution of benefits to the Police Pension Fund. The City's Employment Retirement System received passed-through contributions from the two defined contribution plans totaling $461,877 for the fiscal year ended September 30, 2025.

Both funds issue publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained by writing to Hialeah Employees' Retirement Department, 501 Palm Avenue, Hialeah, Florida, 33010.

The City created the City of Hialeah Employee's Retirement Plan on April 1, 2012. The City as a single-employer contributes to the Money Purchase Plan, which is a defined contribution plan created in accordance with Internal Revenue Code Section 401(a). The Plan is available to all full-time general employees hired after April 1, 2012, and the City contributes 7% of the employees' salary for employees classified as AFSCME, and 4% for employees classified as Management and Confidential. Employees are required to contribute the same percentage amount that the City contributes. Employer contributions for the fiscal year ended September 30, 2025, were approximately $38.8 million.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS

Plan Description

The City of Hialeah sponsors a single-employer defined benefit OPEB plan. Retirees who meet certain age and service requirements may elect coverage for themselves and dependents. Self-funded and fully insured options are available. The employer currently charges no contribution for retirees with single coverage, and the single funding rate for double (employee plus spouse) coverage. Self-funded management retirees pay less for double coverage. Disabled contributions vary between plans. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Benefits Provided

Program Members

Current full-time, part-time employees hired prior to April 1, 2012, and scheduled to work in excess of an average of 29 hours per week along with eligible former employees (including eligible dependents) of the City of Hialeah.

Normal Retirement

Eligibility conditions for retiree health care benefits are as follows:

• Elected Officials - completion of eight (8) years of service.

• Members of the City of Hialeah Employees' Retirement System (defined benefit plan):

- ✓ Members hired before January 27, 1970, the earlier of (a) age 50 with at least 10 years of service and (b) completion of 20 years of service. – No longer applicable because all current actives are hired after January 1, 1974.
- ✓ Members hired on or after January 27, 1970, but before January 1, 1974, the earlier of (a) age 55 with at least 15 years of service and (b) completion of 20 years of service. – No longer applicable because all current actives are hired after January 1, 1974.
- ✓ Members hired on or after January 1, 1974, age plus service equal to at least 70 and completion of at least 20 years of service.
- ✓ Non-grandfathered General employees on or after December 1, 2017, age 62 with 20 years of service.
- ✓ Firefighter members hired on or after November 15, 2013, age plus service equal to at least 76 and completion of at least 20 years of service.
- ✓ Police Officer members hired on or after March 2, 2014, age plus service equal to at least 76 and completion of at least 20 years of service.
- ✓ Police Officer members classified as Tier 1E and Tier 1F as of October 1, 2018, the earlier of (a) age 55 with 10 years of service, (b) age 52 with 25 years of service or (c) completion of 27 years of service regardless of age.
- ✓ 8. Police Officer members classified as Tier 1G and Tier 2 as of October 1, 2018, the earlier of (a) age 55 with 10 years of service or (b) age 52 with 25 years of service.

Members of the City of Hialeah Employees' Retirement Plan (money purchase plan) - attainment of age 59.5.

NOTE 15- OTHER POST EMPLOYMENT BENEFITS (Continued)

Benefits Provided (Continued)

Early Retirement

Eligibility conditions for retiree health care benefits are as follows:

- General Employees, age 55 and completion of at least 10 years of service.

- Firefighters and Police Officers, age 50 and completion of at least 10 years of service.

Deferred Retirement

Members who terminate employment for reasons other than retirement, disability or death are not eligible for retiree health care benefits.

Death in Service Retirement

Covered spouses and dependents of active members who die prior to retirement are eligible to continue coverage through COBRA - maximum 36 months.

Spouses of deceased Firefighters and Police Officers whose death was the result from a violent act in line of duty - benefit fully subsidized for life (or remarriage).

Disability Retirement

Members must be totally and permanently incapacitated for duty in member's classified position as an employee of the City. No age or service requirement for job related - at least ten years of service requirement for non-job related. For Firefighters, in service disability retirement includes the diagnoses of cancer or circumstances that arise out of the treatment of cancer.

Spouse and Dependent Coverage

Spouses and qualified dependents of retired employees are eligible to receive retiree health care benefits. In the event of the retiree's death, covered spouses and dependents may elect to continue coverage for as long as they would have been eligible had the retiree survived, by payment of the premium for such spouse or eligible dependent.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Benefits Provided (Continued)

Retiree Contributions

• *Members of the City of Hialeah Employees' Retirement Plan* (money purchase plan) pay full cost for coverage for themselves and any eligible dependents.

• *Elected Officials* - City pays cost of health insurance premium for the retiree's individual coverage retiree pays the difference between the active rate for any spouse and / or dependent coverage and the active employee only rate.

• *Members of the City of Hialeah Employees' Retirement System (defined benefit plan)*:

- ✓ Employees hired on or before October 10, 2006 - City pays health insurance premium for the retiree's individual coverage.
- ✓ Employees hired after October 10, 2006 - City pays the same amount as active employees for individual coverage until age 65. At age 65 and thereafter, if member eligible and enrolled in Medicare Part A and Part B - City pays retiree's individual coverage for the retiree only.
- ✓ Members may include coverage for spouse and / or other eligible dependents by payment of full premium for such spouse and / or other eligible dependents. However, retired Management employees pay the difference between the active rate for spouse and / or dependent coverage and the active employee only rate.
- ✓ Notwithstanding the above, members (other than Police Officer and Firefighters members) who retire on or after March 25, 2014, prior to attaining eligibility for normal retirement pay premium for coverage for themselves and any eligible dependents.

• *Disabled retirees in the City of Hialeah Employees' Retirement System (defined benefit plan)*:

- ✓ Disabled members hired on or before to October 10, 2006 - City pays the cost of individual health insurance coverage.
- ✓ Disabled members hired after October 10, 2006, pay the same amount as active employees for individual coverage until age 65. At age 65 and thereafter, if member is eligible and enrolled in Part A and Part B - City pays retiree's individual coverage for the retiree only.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Benefits Provided (Continued)

Retiree Contributions (Continued)

- Job related
  - ✓ Option (1): Retiree receives 75% of average compensation for three years of membership and pays full premium for spouse and / or other eligible dependents.
  - ✓ Option (2): Retiree receives 66-2/3% of average compensation for three years of membership and pays active rate for spouse and / or other eligible dependents.
  - ✓ Enhanced disability benefits: Retiree receives 75% of average compensation of three years of membership and pays active rate for spouse and / or other eligible dependents.
  - ✓ Retired Management employees pay difference between active rate for spouse and / or dependent coverage and active employee only rate.

- Not job related
  - ✓ Retiree pays premium for spouse and / or other eligible dependents; however, retirees receive credit towards payment of premium based on the following criteria:

Total monthly income from City	Credit Amount
From zero ($0) to $2,000	75%
Greater than $2,000 to $3,250	50%
Greater than $3,250 to $4,500	25%

- Firefighters or Police Officers with a disability resulting from a catastrophic line of duty injury- benefit fully subsidized for life for member, spouse and eligible dependents.

Medicare-Eligible Provisions

Retirees are not required to enroll in Medicare Part A or Part B, but coverage under the Program becomes secondary upon eligibility for Medicare. If an eligible retiree does not enroll for coverage under Medicare Part A or Part B, the Claims Administrator will calculate benefits as if the retiree were enrolled in both Medicare Part A and Part B and full claims for benefits have been paid.

The City offers a Medicare Advantage plan in lieu of the other health plans offered by the City. This plan is the default plan for members eligible for Medicare. Members must opt out of this plan to continue in another plan offered by the City. The City pays the full single premium for retirees who are covered under the Medicare Advantage plan.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Benefits Provided (Continued)

Dental and Vision Coverage

Retired employees are eligible to continue dental and vision coverage by paying 100% of the premium. Claims do not vary significantly by age. Therefore, there is no City liability for dental and vision benefits under GASB requirements.

Life Insurance

The City provides the following life insurance benefits to all members who elect medical coverage.

	Under age 65	Age 65 and above
Management Employees – Retired on or after 7/1/2002	$100,000	$25,000
Management Employees – Retired 11/1/1980 – 6/30/2002	$50,000	$12,500
Other Employees	$10,000	$2,000

Changes in Provisions since Prior Valuation

None

Employees Covered by Benefit Terms

As of October 1, 2024, actuarial valuation, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	1,351
Active plan members	1,102
Total	**2,453**

Total OPEB Liability

The City's total OPEB liability of $280,461,513 was based on the measurement date October 1, 2024, and was determined by an actuarial valuation on October 1, 2024.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Actuarial Methods and Assumptions

The total OPEB liability was determined using the following actuarial methods and assumptions applied to all periods included in the measurement, unless otherwise specified:

Valuation date	10/1/2024
Inflation	2.30% - not explictly used in valuation
Discount rate	3.81%
Salary increases	3.00% to 15.00%, depending on the member's employment group
Mortality	Healty members based on various PUB-2010 base table, generational mortality using gender-specific MP-2018 mortality improvement projection scale. Disable Employees based on various PUB-2010 Disable mortality tables and no projected improvements
Healthcare cost trend rates	Based on the Getzen Model starting at 6.3% gradually decreasing to an ultimate rate of 3.5% in 2041.
Retirees' share of benefit-related costs	Varies from 0% to 100% of blended health insurance premium rates.
Expenses	Administrative expenses are included in the per capita health costs.
Other information	The retirement, disability, termination and salary increase actuarial assumptions used in the valuation are based on results of experience studies conducted by the City of Hialeah Employees' Retirement System dated January 29, 2019 and the City of Hialeah Elected Officers' Retirement System dated July 12, 2021. The mortality assumptions used in the valuation relfect an Experience Study conducted by the Florida Retirement System as of July 1, 2019.

Changes in Total OPEB Liability:

	Total OPEB Liability
Service Cost	$ 5,316,137
Interest	11,392,849
Changes of assumptions and other inputs	28,870,624
Benefit payments	(11,604,368)
Net change in total OPEB liability	33,975,242
Total OPEB liability - beginning	$ 246,486,271
Total OPEB liability - ending	$ 280,461,513
Covered employee payroll	$ 85,162,393
Total OPEB liability as a percentage of covered employee payroll	329.33%

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (Continued)

Sensitivity of the Total OPEB Liability to the Changes in the Discount Rate Assumption - The following presents the total OPEB liability of the City, calculated using the discount rate of 3.81% as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage- point lower (2.81%) or 1-Percentage-point higher (4.81%):

	Current Discount	
1% Decrease	Rate	1% Increase
2.81%	**3.81%**	**4.81%**
$ 323,718,691	$ 280,461,513	$ 245,905,587

Sensitivity of the Total OPEB Liability to the Healthcare Cost Trend Rate Assumption - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.30% decreasing to 2.50%) or 1-percentage-point higher (7.30% decreasing to 4.50%):

	Current Healthcare Cost	
1% Decrease	Trend Rate	1% Increase
5.30% to 2.50%	**6.3%to 3.50%**	**7.30% to 4.50%**
$ 242,242,922	$ 280,461,513	$ 328,731,545

For the fiscal year ended September 30, 2025, the City recognized OPEB expense (income) of $(34,968,990) on September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 9,789,621
Changes of Assumptions	21,467,899	35,635,196
Projected OPEB benefits	12,350,699	-
Projected administrative expenses	22,306	-
Total	$ 33,840,904	$ 45,424,817

Contributions made after the measurement date of the net OPEB liability, but before fiscal year end will be recognized as a reduction of the total OPEB liability in the fiscal year ending September 30, 2025.

Amounts reported as deferred outflows of resources and deferred inflows of resources that will be recognized in OPEB expenses (income) in future years.

Year ended September 30,	
2026	$ (28,796,660)
2027	(1,202,848)
2028	6,042,590
Total	**$ (23,956,918)**

REQUIRED SUPPLEMENTARY INFORMATION

(OTHER THAN MD&A)



CITY OF HIALEAH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED SEPTEMBER 30, 2025

0	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	Positive (Negative)
Revenues:				
Ad valorem taxes	$ 119,570,200	$ 119,570,200	$ 121,765,414	$ 2,195,214
Charges for services	2,166,000	2,166,000	2,755,088	589,088
Fines and forfeitures	1,913,700	1,913,700	2,807,709	894,009
Franchise fees	12,020,000	12,020,000	13,912,475	1,892,475
Intergovernmental	39,218,000	39,218,000	40,812,577	1,594,577
Investment income	5,100,000	5,100,000	3,959,336	(1,140,664)
Licenses and permits	7,084,000	7,084,000	7,895,282	811,282
Other revenues	4,161,400	4,161,400	6,401,093	2,239,693
Utility taxes	26,465,000	26,465,000	29,200,328	2,735,328
Total revenues	217,698,300	217,698,300	229,509,302	11,811,002
Expenditures:				
Current:				
911 Communications division	6,580,000	7,001,500	5,942,736	1,058,764
Business tax division	1,634,100	1,658,100	1,559,237	98,863
City Clerk's office	2,149,500	2,159,500	1,606,748	552,752
Code compliance	1,555,000	1,575,000	2,008,163	(433,163)
Communications and special events	1,844,100	1,918,100	1,299,268	618,832
Construction and maintenance	4,197,900	4,251,900	3,856,831	395,069
Education and community services	3,232,800	3,259,800	2,947,899	311,901
Emergency management	175,000	323,300	170,864	152,436
Employee retirement	1,037,300	1,043,300	925,324	117,976
Finance	2,209,400	2,283,400	2,273,902	9,498
Fire	56,361,000	56,509,500	61,431,890	(4,922,390)
Fleet maintenance	5,051,600	5,249,600	3,817,787	1,431,813
General government	8,542,640	15,861,140	14,441,414	1,419,726
Human resources	1,854,200	1,899,200	1,840,673	58,527
Information technology	5,445,500	6,512,100	3,225,938	3,286,162
Law	1,971,800	2,122,000	1,862,320	259,680
Library	2,542,700	2,605,700	2,453,031	152,669
Marketing	276,000	276,000	401,115	(125,115)
Media	584,100	588,100	533,386	54,714
Milander center	1,112,800	1,125,400	1,811,201	(685,801)
Office of Management and Budget	568,300	573,300	626,303	(53,003)
Office of the Mayor	924,600	928,600	705,253	223,347
Parks and recreation	16,338,208	20,271,508	17,590,792	2,680,716
Planning and zoning	1,933,900	1,951,400	2,024,843	(73,443)
Print Shop	292,200	294,200	176,963	117,237
Police	80,900,180	82,318,680	81,786,274	532,406
Public Relations	253,600	256,600	244,118	12,482
Purchasing	1,153,200	1,163,200	1,021,013	142,187
Risk management	875,400	885,900	782,666	103,234
Total expenditures	211,597,028	226,866,028	219,367,952	7,498,076
Other financing sources (uses):				
Appropiation of prior year fund balance	12,306,700	38,278,700	-	(38,278,700)
Proceeds from disposal of capital assets	198,000	198,000	204,330	6,330
Initiation of Lease (Right-of-use asset)	-	-	96,858	96,858
Initiation of Subscription Arrangements	-	-	70,122	70,122
Transfers in	31,686,000	31,686,000	57,599,104	25,913,104
Transfers out	(50,291,972)	(60,994,972)	(30,216,779)	30,778,193
Total financing sources (uses)	(6,101,272)	9,167,728	27,753,635	18,585,907
Net change in fund balance	-	-	37,894,985	$ 37,894,985
Fund balances - beginning	-	-	89,566,723	
Fund balances - ending			$ 127,461,708	

CITY OF HIALEAH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GOVERNMENTAL FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Coronavirus State and Local Fiscal Recovery Fund				Building Fund			
	Budgeted Amounts		Actual	Variance with Final Budget Positive	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
Revenues:								
Investment income	$ -	$ -	$ -	$ -	$ 1,500,000	$ 1,500,000	$ 2,426,694	$ 926,694
Intergovernmetnal	39,389,000	57,523,393	57,523,393	-	-	-	-	-
Licenses and permits	-	-	-	-	6,814,500	6,814,500	7,621,767	807,267
Other revenues	-	-	-	-	112,500	112,500	576	(111,924)
Appropiation of prior year fund balance	-	-	-	-	11,787,600	11,997,600	-	(11,997,600)
Total revenues	39,389,000	57,523,393	57,523,393	-	20,214,600	20,424,600	10,049,037	(10,375,563)
Expenditures:								
Current:								
General government	37,489,000	57,523,393	57,523,393	-	18,054,600	18,154,600	8,184,497	9,970,103
Streets	1,900,000	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	2,160,000	2,270,000	1,871,162	398,838
Total expenditures	39,389,000	57,523,393	57,523,393	-	20,214,600	20,424,600	10,055,659	10,368,941
Net change in fund balance	-	-	-	$ -	-	-	(6,622)	$ (6,622)
Fund balances - beginning	-	-	-		-	-	53,378,577	
Fund balances - ending			$ -				**$ 53,371,955**	

NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The City follows the procedures below in establishing the budgetary data reflected in the accompanying financial statements.

1. Prior to September 1, the Mayor submits to the City Council a proposed operating budget for the General Fund for the ensuing fiscal year, commencing October 1. The operating budget includes proposed expenditures and the means of funding them.

2. Public hearings are conducted to obtain taxpayer comments.

3. Prior to October 1, the budget is legally enacted through passage of an ordinance.

4. The Mayor can transfer unencumbered funds within departments at any time, and the City Council can move them between departments in the last 6 months of the fiscal year. At year-end, all unused funds return to their original fund for future budgeting, with control set at the department level (general fund) and fund level (other funds).

5. The reported budgetary data represents the final approved budget after amendments adopted by the City Council. Unencumbered appropriations lapse at fiscal year-end.

6. The City Council may make supplemental appropriations during the fiscal year. Supplemental appropriations were $25,972,000 for the General Fund, $3,477,328 for the CDBG Fund, $333,200, for Law Enforcement Trust Federal Fund, $62,000 for Fire Prevention Fund, $6,000 for E-911 Wireless Fund, $3,468,579 for Home Investment Partnership Fund, $600,398 for Park and Recreation Grants Fund, $699,419 for Police Grant Fund, $3,271,391 for SHIP Fund, $18,134,393 for Coronavirus State and Local Fiscal Recovery Fund $1,276,5423 for Emergency Rental Assistance Program Grant Fund, ($53,649) for Children's Trust Step Ahead Fund, ($166,186) for Children's Trust CLAP Fund, ($10,666) for Children's Trust YLC Fund, $45,114 for ECS and Library Grant Fund, $210,000 for Building Fund, $2,250,000 for Alliance for Aging Grant Fund, $1,314,500 for Radio Annex Tower Fund, $10,100 for Police Impact Fee Fund, $10,700 for Fire Rescue Impact Fees Fund, $118,983 for Streets Impact Fees Fund, $8,227,523 for CITT Surtax – Transportation, $549,000 for CITT Surtax – Circulator, $1,176,697 for NW 97th Ave Road Improvement Fund, $40,637 for NW 102 Ave – 138 Street to 145 Place Capital Improvement Fund, $4,137,927 for E 8 Ave to 10 Ave - 41st to 45 St Capital Improvement Fund, $4,371,224 for E 8 Ave to 10 Ave - 45 to 49 St Capital Improvement Fund, $2,508,698 for W 32 Ave - 68 St to 76 ST Capital Improvement Fund, $2,769,868 for E 2 to 4 Ave - 63 to 65 St Capital Improvement Fund, $482,229 for Urban Area Security Initiative Fund, $1,524,096 for Streets Local Option Fuel Tax 6 Cents Fund, $425,900 for Streets Local Option Fuel Tax 3 Cents Fund, $3,634,90 for Streets Capital Projects Fund, $5,448,400 for Parks, Recreation & Open Spaces Impact Fee Fund, $752,400 for Stormwater Fund, $14,000 for Solid Waste Fund, and $284,200 for Water & Sewer Fund.

7. Several General Fund departments, Code Compliance, Fire, Marketing, Milander Center, OMB, and Planning and Zoning, had expenditures exceed their individual appropriations in FY 2025; however, total General Fund expenditures remained within the overall legally adopted budget.

All governmental funds with legally adopted budgets have been included as either a budgetary comparison schedule in the required supplementary information section or as a schedule of revenues and expenditures and fund balance-budget vs actual in the combining fund statements section.

CITY OF HIALEAH, FLORIDA
EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS

Reporting period ending	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016
Measurement date	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Total pension liability										
Service cost	$ 8,685,092	$ 7,944,324	$ 7,727,927	$ 7,134,328	$ 7,021,824	$ 7,371,026	$ 7,202,768	$ 8,302,554	$ 8,887,641	$ 9,104,164
Interest	80,217,914	77,468,832	76,142,405	75,701,386	74,884,189	74,095,607	70,617,995	65,295,454	62,786,218	61,082,848
Change in annuity savings fund	3,765,570	3,738,370	3,715,053	3,568,229	3,445,364	3,435,022	3,399,514	3,594,508	4,032,235	3,887,151
Change in annuity reserve fund	-	-	-	-	-	-	-	48,248,469	-	-
Change in benefit terms	6,433,488	22,197,436	(17,530)	-	1,920,804	-	(6,194,034)	(15,079,464)	-	-
Difference between actual & expected experience	10,366,689	5,849,741	9,629,910	787,690	(9,206,862)	546,364	21,250,857	17,047,994	13,256,782	10,359,527
Changes of assumptions	-	-	-	8,454,318	22,132,420	8,141,313	33,984,415	-	21,734,473	-
Contributions - buy back	309,056	251,501	300,110	609,371	434,794	915,261	3,658,285	2,569,143	907,919	975,579
Benefit payments, including refunds of employee contributions	(83,707,823)	(79,365,288)	(80,726,913)	(74,613,487)	(75,937,099)	(71,058,782)	(75,067,920)	(67,397,153)	(61,753,388)	(66,047,848)
Net change in total pension liability	26,069,986	38,084,916	16,770,962	21,641,835	24,695,434	23,445,811	58,851,880	62,581,505	49,851,880	19,361,421
Total pension liability - beginning	1,102,741,000	1,064,656,084	1,047,885,122	1,026,243,287	1,001,547,853	978,102,042	919,250,162	856,668,657	806,816,777	787,455,356
Total pension liability - ending (a)	$ 1,128,810,986	$ 1,102,741,000	$ 1,064,656,084	$ 1,047,885,122	$ 1,026,243,287	$ 1,001,547,853	$ 978,102,042	$ 919,250,162	$ 856,668,657	$ 806,816,777
Plan fiduciary net position										
Contributions - employer	$ 34,152,136	$ -	$ 46,420,203	43,667,040	$ 33,184,511	$ 31,778,947	$ 40,432,760	$ 29,197,532	$ 26,327,799	$ 27,382,906
Contributions - state	461,877	461,877	461,877	461,877	461,877	461,877	461,877	461,877	461,877	461,877
Contributions - member	5,186,420	4,879,904	5,160,421	4,723,287	3,685,758	3,208,424	2,792,321	2,152,895	2,433,031	2,132,259
Contributions - buy back	309,056	251,501	300,110	609,371	434,794	915,261	3,658,285	2,569,143	907,919	975,579
Contributions - annuity savings fund	3,765,570	3,738,370	3,715,053	3,568,229	3,445,364	3,435,022	3,399,514	3,594,508	4,032,235	3,887,151
Net investment income	143,013,897	70,026,537	(125,063,854)	132,666,392	60,504,254	14,893,168	61,184,032	70,077,666	48,674,393	2,881,487
Benefit payments, including refunds of employee contributions	(83,707,823)	(79,365,288)	(80,726,913)	(74,613,487)	(75,937,099)	(71,058,782)	(75,067,920)	(67,397,153)	(61,753,388)	(66,047,848)
Administrative expense	(202,577)	(248,768)	(883,781)	(885,940)	(254,016)	(676,624)	(734,099)	-	-	-
Revision to methodology to include annuity reserve fund	-	-	-	-	-	-	-	48,248,469	-	-
Net change in plan fiduciary net position	102,978,556	(255,867)	(150,616,884)	110,196,769	25,525,443	(17,042,707)	36,126,770	88,904,937	21,083,866	(28,326,589)
Plan fiduciary net position - beginning	683,919,884	684,175,751	834,792,635	724,595,866	699,070,423	716,113,130	679,986,360	591,081,423	569,997,557	598,324,146
Plan fiduciary net position - ending (b)	$ 786,898,440	$ 683,919,884	$ 684,175,751	$ 834,792,635	$ 724,595,866	$ 699,070,423	$ 716,113,130	$ 679,986,360	$ 591,081,423	$ 569,997,557
Net pension liability - ending (a) - (b)	$ 341,912,546	$ 418,821,116	$ 380,480,333	$ 213,092,487	$ 301,647,421	$ 302,477,430	$ 261,988,912	$ 239,263,802	$ 265,587,234	$ 236,819,220
Plan fiduciary net position as a percentage of total pension liability	69.71%	62.02%	64.26%	79.66%	70.61%	69.80%	73.21%	73.97%	69.00%	70.65%
Covered payroll	$ 55,961,947	$ 55,037,786	$ 53,919,088	$ 51,911,720	$ 50,199,563	$ 50,993,205	$ 51,863,886	$ 55,447,024	$ 54,783,012	$ 57,948,210
Net pension liability as a percentage of covered payroll	610.97%	760.97%	705.65%	410.49%	600.90%	593.17%	505.15%	431.52%	484.80%	408.67%

CITY OF HIALEAH, FLORIDA
EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS

Fiscal Year Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll*	Actual Contribution as a % of Covered Payroll
2016	$ 26,477,463	$ 26,789,676	$ (312,213)	$ 54,783,012	48.90%
2017	29,659,409	29,659,409	-	55,447,024	53.49%
2018	30,894,637	40,894,637	(10,000,000)	51,863,886	78.85%
2019	32,240,824	32,240,824	-	50,993,205	63.23%
2020	33,646,385	33,646,388	(3)	50,199,563	67.03%
2021	34,128,917	44,128,917	(10,000,000)	51,911,720	85.01%
2022	34,790,305	46,882,080	(12,091,775)	53,919,088	86.95%
2023	33,926,753	27,461,877	6,464,876	55,037,786	49.90%
2024	35,904,321	34,614,013	1,290,308	55,987,476	61.85%
2025	40,389,685	39,221,502	1,168,183	63,024,037	62.23%

* Total covered-payroll for fiscal year ending September 30.

Notes to the Schedule of Contributions

Valuation Date	10/1/2023
Notes	Actuarially determined contribution rates are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	The entry age normal cost method was used to determine all liabilities, except that the liability associated with member contributions has been assumed to be equal to those contributions.
Amortization Method	Beginning October 1, 2017, the method of amortizing all outstanding unfunded liability bases was changed to be a level dollar amount (0.0% increases).
Asset Valuation Method	Actuarial Assets for funding purposes are developed by recognizing the total actuarial investment gain or loss for each Plan Year over a five year period. In the first year, 20% of the gain or loss is recognized. In the second year 40%, in the third year 60%, in the fourth year 80%, and in the fifth year 100% of the gain or loss is recognized. The actuarial investment gain or loss is defined as the acual return on investments minus the actuarial assumed investment return. Actuarial Assets shall not be less than 80% nor greater than 120% of Fair Value of Assets.
Inflation	2.5% per year

The schedule is presented as required by accounting principles geneally accepted in the United State of America.

CITY OF HIALEAH, FLORIDA
ELECTED OFFICIALS' RETIREMENT SYSTEM
REQUIRED SUPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS

Reporting period ending	9/30/2026	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016
Measurement date	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Total Pension Liability											
Service cost	$ 29,530	$ 28,906	$ 28,310	$ 73,200	$ 105,265	$ 153,299	$ 156,228	$ 163,244	$ 160,470	$ 169,969	$ 214,225
Interest	593,476	594,111	580,607	605,462	580,910	573,480	569,807	549,563	527,684	504,307	502,980
Benefit changes	37,101	-	-	-	-	-	-	-	-	-	-
Difference between actual & expected experience	225,065	666,373	(24,926)	514,843	6,687	18,209	28,448	53,554	10,202	(332,714)	(237,890)
Changes of assumptions	-	-	-	(39,630)	-	(228,363)	-	-	80,686	-	-
Benefit payments, including refunds of employee contributions	(928,040)	(864,726)	(1,236,923)	(809,281)	(630,943)	(492,255)	(411,218)	(382,474)	(377,185)	(354,923)	(281,298)
Net change in total pension liability	(42,868)	424,664	(652,932)	344,594	61,919	24,370	343,265	383,887	401,857	(13,361)	198,017
Total pension liability - beginning	10,063,592	9,638,928	10,291,860	9,947,266	9,885,347	9,860,977	9,517,712	9,133,825	8,731,968	8,745,329	8,547,312
Total pension liability - ending (a)	$ 10,020,724	$ 10,063,592	$ 9,638,928	$ 10,291,860	$ 9,947,266	$ 9,885,347	$ 9,860,977	$ 9,517,712	$ 9,133,825	$ 8,731,968	$ 8,745,329
Plan fiduciary net position											
Contributions - City	$ -	$ -	$ -	$ 129,503	$ 147,015	$ 152,234	$ 171,793	$ 164,417	$ 155,257	$ 203,796	$ 304,126
Contributions - member	11,122	10,186	9,942	10,635	15,607	16,262	23,598	23,118	22,297	21,718	21,453
Net investment income	1,490,045	2,836,460	1,320,938	(2,131,839)	2,332,612	1,246,894	746,766	788,367	1,112,500	1,030,248	(11,419)
Benefit payments, including refunds of employee contributions	(928,040)	(864,726)	(1,236,923)	(809,281)	(630,943)	(492,255)	(411,218)	(382,474)	(377,185)	(354,923)	(281,298)
Administrative expense	(20,964)	(20,197)	(23,952)	(56,475)	(17,606)	(39,200)	(16,867)	(19,085)	(30,780)	(25,428)	(5,925)
Net change in plan fiduciary net position	552,163	1,961,723	70,005	(2,857,457)	1,846,685	883,935	514,072	574,343	882,089	875,411	26,937
Plan fiduciary net position - beginning	14,644,345	12,682,622	12,612,617	15,470,074	13,623,389	12,739,454	12,225,382	11,651,039	10,768,950	9,893,539	9,866,602
Plan fiduciary net position - ending (b)	$ 15,196,508	$ 14,644,345	$ 12,682,622	$ 12,612,617	$ 15,470,074	$ 13,623,389	$ 12,739,454	$ 12,225,382	$ 11,651,039	$10,768,950	$ 9,893,539
Net pension liability (asset) - ending (a) - (b)	(5,175,784)	(4,580,753)	(3,043,694)	(2,320,757)	(5,522,808)	(3,738,042)	$ (2,878,477)	$ (2,707,670)	$ (2,517,214)	$ (2,036,982)	$ (1,148,210)
Plan fiduciary net position as a percentage of total pension liability	151.65%	145.52%	131.58%	122.55%	155.52%	137.81%	129.19%	128.45%	127.56%	123.33%	113.13%
Covered payroll	$ 158,738	$ 144,848	$ 141,928	$ 154,364	$ 499,025	$ 558,182	$ 679,872	$ 684,581	$ 695,295	$ 688,294	$ 872,761
Net pension liability as a percentage of covered payroll	-3260.58%	-3162.46%	-2144.53%	-1503.43%	-1106.72%	-669.68%	-423.39%	-395.52%	-362.04%	-295.95%	-131.56%

CITY OF HIALEAH, FLORIDA
ELECTED OFFICIALS' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS

Fiscal Year Ending 9/30	Actuarially determined contribution	Actual contribution**	Contribution deficiency (excess)	Covered payroll *	Actual contribution as a % of covered payroll
2016	$ 203,796	$ 203,796	$ -	$ 688,294	29.61%
2017	155,257	155,257	-	695,295	22.33%
2018	164,417	164,417	-	684,581	24.02%
2019	171,793	171,793	-	679,872	25.27%
2020	152,234	152,234	-	679,871	22.39%
2021	147,015	147,015	-	499,025	29.46%
2022	129,503	129,503	-	154,364	83.89%
2023	75,287	75,287	-	141,928	53.05%
2024	75,046	75,046	-	144,848	51.81%
2025	47,084	47,084	-	158,738	29.66%

* Total covered payroll for fiscal year ending September 30.
** In Fiscal Year 2025, the City Utilized a credit balance from previous years.

Notes to the Schedule of Contributions

Valuation Date	10/1/2023
Notes	Actuarially determined contribution rates are calculated as of October 1, which is two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level dollar amount, closed
Amortization Period	15 years
Asset Valuation Method	Smoothed fair value
Inflation	2.75%
Salary Increases	7.25%
Investment Rate of Return	6.00%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	For healthy participants during employment, PUB-2010 headcount weighted general below median employee mortality table, separate rates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement date with scale MP-2018 For healthy participants post employment, PUB-2010 headcount weighted general below median employee mortality table, separate rates for males and females, set back 1 year for males, with fully generational mortality improvements projected to each future decrement with scale MP-2018

The schedule is presented as required by accounting principles generally accepted in the United State of America.

CITY OF HIALEAH, FLORIDA
ELECTED OFFICIALS' RETIREMENT SYSTEM
REQUIRED SUPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENTS RETURNS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expense	10.50%	23.20%	11.00%	(14.10)	17.40%	9.93%	6.29%	6.80%	10.40%	10.50%

The schedule is presented as required by accounting principles generally accepted in the United State of America.

CITY OF HIALEAH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Reporting period ending	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018
Measurement date	10/1/2024	10/1/2023	10/1/2022	10/1/2021	10/1/2020	10/1/2019	10/1/2018	10/1/2017
Total OPEB Liability								
Service cost	$ 5,316,137	$ 5,338,530	$ 9,694,058	$ 13,192,000	$ 11,907,557	$ 8,777,476	$ 9,389,841	$ 10,715,811
Interest	11,392,849	11,706,214	7,974,770	11,644,446	11,970,430	14,385,492	13,511,291	12,388,409
Benefit changes	-	682,379	-	-	-	(2,774,343)	-	-
Difference between actual & expected experience	-	(17,960,143)	-	(12,400,996)	-	(29,563,317)	-	(36,940,499)
Changes of assumptions	28,870,624	(7,454,160)	(98,685,370)	(112,153,620)	17,488,707	89,370,912	(21,857,532)	12,853,978
Benefit payments	(11,604,368)	(13,076,658)	(12,301,473)	(11,434,018)	(11,120,288)	(11,090,272)	(10,554,522)	(12,098,132)
Net change in total OPEB liability	33,975,242	(20,763,838)	(93,318,015)	(111,152,188)	30,246,406	69,105,948	(9,510,922)	(13,080,433)
Total OPEB liability - beginning	246,486,271	267,250,109	360,568,124	471,720,312	441,473,906	372,367,958	381,878,880	394,959,313
Total OPEB liability - ending	$ 280,461,513	$ 246,486,271	$ 267,250,109	$ 360,568,124	$ 471,720,312	$ 441,473,906	$ 372,367,958	$ 381,878,880
Covered-employee payroll	$ 85,162,393	$ 82,311,605	$ 91,903,857	$ 89,535,763	$ 68,880,594	$ 66,935,765	$ 66,225,515	$ 64,886,940
Net pension liability as a percentage of covered-employee payroll	329.33%	299.46%	290.79%	402.71%	684.84%	659.55%	562.27%	588.53%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

The City's OPEB plan is not accounted for as a trust fund and an irrevocable trust has not been estabilised to fund this benefit plan. The City is financing the post-employment benefits on a pay-as-you go basis. The OPEB plan does not issue separate financial statements.

COMBINING AND INDIVIDUAL FUND STATEMENTS



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

Streets – This fund was established to account for revenues derived from Miami-Dade County's 5 cents and 6 cents gas tax. The City funds its Streets Department from these gas tax revenues and the expenditures include regular salaries for the department, major repairs and maintenance to the City streets and capital outlay for road resurfacing and construction.

Community Development Block Grant (CDBG) – This fund was established to account for expenditures and revenues derived from a Community Development Block Grant obtained from HUD. The grant was established to provide the following: Administration/Planning, Economic Development, Public Services, Housing Development, Commercial Improvement/ Urban Development, 1st Time Home Buyer Assistance, and Section 108 Loan Guarantees.

Law Enforcement Trust (State) – This fund is used to account monies received from state confiscated and forfeited property. These funds are to be used to purchase equipment for the Police Department and for improvements to the Police Department.

E-911 Non-Wireless Fund – This fund administers revenues collected by the phone companies for emergency 911 calls. Expenditures from this fund are mainly for salaries of dispatchers for the Police and Fire Departments and for capital improvements.

Emergency Solutions Grant – This fund administers revenues from the Emergency Shelter Grants Program from HUD. The program was designed to help improve the quality of existing emergency shelters, make available additional emergency shelters and meet the costs to operate the shelters for the homeless.

Fire Prevention – This fund administers revenues collected from re-inspection fees. Expenditures from this fund are mainly for salaries and operating expenses for the Fire Department.

Rescue Transportation – This fund administers revenues collected from Þ re rescue calls service billings. The main expenditures are for salaries and capital outlays for the Fire Department.

Emergency Disaster – (COVID-19) – This fund was established to account for expenditures and revenues derived from funding received from the Federal Emergency Management Agency (FEMA) and other sources for the COVID-19 pandemic.

Emergency Disaster – (FEMA) – This fund was established to account for expenditures and revenues derived from funding received from the Federal Emergency Management Agency (FEMA), as a result of natural disasters such as hurricanes, tropical storms, etc.

Home Investment Partnership Program (HOME) – This fund was established to account for expenditures and revenues derived from grants obtained from the U.S. Department of Housing and Urban Development. The purpose of the grants is for the City of Hialeah (the City) to provide affordable housing for its citizens. The City manages the grant and obtains reimbursements from HUD after expenditures are incurred.

Park Impact Fees and Grants – This fund was established to account for revenues derived from Park Impact Fees established by Ordinance 92-145 collected from building permits for new units. Expenditures from this fund are mainly for park improvements and development of open spaces.

The Children's Trust - This fund was established to account for revenues awarded by the Children's Trust to expand and enhance programs servicing the young community.

The Children's Trust-YLC - This fund was established to account for revenues awarded by the Children's Trust (Young Leaders with Character) to expand and enhance programs servicing the young community.

Urban Areas Security Grants – This fund was established to account for expenditures and revenues derived from an Inter-local Agreement entered into with Miami-Dade County, passed through from the State of Florida Department of Community Affairs. The purpose of the grant is for the City to carry out the Urban Areas Security Initiative (UASI) program objectives.

CITT Surtax – Transportation Fund – This fund was established to account for revenues derived from Miami- Dade County's cents gas tax. The City funds its Streets Department from these gas tax revenues and the expenditures which include professional services, street lights, repair and maintenance of sidewalks and road construction.

Police Grant Surtax – This fund is funded by various grants such JAG in which the program covers many activities that help to prevent or control crimes, including supporting law enforcement programs.

State Housing Initiative Program (SHIP) – This fund was established to account for revenues and expenditures derived from a grant obtained from the State of Florida (the State). The purpose of the grant is for the City of Hialeah to provide affordable housing for its citizens. The City manages the grant and obtains reimbursements from the State after expenditure is incurred.

E-911 Wireless – This fund administers revenues collected from Þ re rescue calls service billings. The main expenditures are for salaries of billing clerks, one lieutenant, and capital outlays for the Fire Department.

Affordable Housing – Created to manage the building and revenues consisting of rental payments from the tenants and regular maintenance expenses as well as debt service payments on the mortgage.

The Children's Trust Step Ahead – This fund was established to account for revenues awarded by the Children's Trust for the youth enrichment program that offers free after school activities for Miami-Dade County Public School (M-DCPS) high school students with special needs.

Law Enforcement Trust - Federal – This fund is used to account monies received from federal confiscated and forfeited property. These funds are to be used to purchase equipment for the Police Department and for improvements to the Police Department.

EMS County Grant – This fund was created to account for revenues awarded by Miami Dade County to enhance training and acquire emergency medical equipment for the City's Fire Department.

CITT Surtax Hialeah Circulator – This fund was established to account for the revenues and expenditures of the City of Hialeah transit system. Funds for this fund are derived from the discretionary half cents sales tax as well as fees charged for fares on City's transportation.

Emergency Assistance Grant - This fund was established to account for revenues and expenditures related to COVID-19 emergency rental assistance for City of Hialeah residents. This fund is being funded by allocation of the Emergency Solutions Grant (ESG) funds from the United States Department of Housing and Urban Development (HUD) as a result of the Coronavirus Aid, Relief, and Economic Security (CARES) Act.

NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUES FUNDS
(CONTINUED)

Streets 3 Cents Optional Gas Tax – This fund was established to account for revenues derived from Miami-Dade County's cents gas tax. The City funds its Streets Department from these gas tax revenues, and the expenditure includes regular salaries for the department, and construction.

21st Century Grant– This fund was established to account for expenditures and revenues derived from a federal grant, passed through from the State of Florida Department of Education The purpose of the grant is to provide academic enrichment opportunities for students in 6th through 8th grades during after school and summer camp.

Alliance for Aging Grant – This fund was established to account for expenditures and revenues as a passthrough from the State of Florida, to provide a wide range of services for the elderly community living within City limits.

ECS and Library Grant – This fund administers revenues from different grants to provide a better environment for the libraries located on the city. The grants help improve the students' achievement by focusing in available resources such as media centers.

Parking Improvement Fund – This fund administers expenditures and revenues from parking fees, and its related parking expenditures, in order to provide suitable parking facilities for visitor's and City residents.

Hurricane Milton 2024 - This fund was established to account for revenues and expenditures related to federal, state disaster recovery funds received to support emergency response, recovery, and reconstruction activities following Hurricane Milton.

NONMAJOR GOVERNMENTAL FUNDS
DEBT SERVICE FUNDS

Debt service funds are used to account for the resources accumulated and payments made for principal and interest on long term general obligation debt of governmental funds.

Revenue Bond Series 2015A – The City of Hialeah's Revenue Bond Series 2015A was created to account for the principal and interest costs, which is funded by franchise fees.

CITT Surtax Transportation Debt Service – The City of Hialeah's Debt Service Fund accounts for the revenue bonds and related costs, which is funded by discretionary ½ cent sales tax.

NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS

Capital Projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

E. 8th Ave. to 10th Ave. 41st to 45th St. – This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to E. 8th Ave. to 10th Ave. 41st to 45th St.

E. 8th Ave. to 10th Ave. 41st to 49th St – This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to E. 8th Ave. to 10th Ave. 41st to 49th St.

W. 32nd Ave. 68th to 76th St. MDC (JPA) – This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to W. 32nd Ave. 68th to 76th St.

E. 2nd to 4th Ave. from 63rd St. to 65th St. MDC (JPA) – This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to E. 2nd to 4th from 63rd St. to 65th St.

Street Capital Project – This fund was established to account for revenues and expenditures received from dedicated funding sources for the construction, reconstruction, resurfacing, and improving of public streets and related infrastructure.

Radio Tower Annex MDC (JPA) – This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) where a police station, fire station, library and building department would exist under one roof.

W. 76th St. from 28th to 31st Ave. MDC (JPA) - This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to W. 76th Ave. from 28th to 31st Ave.

W. 24th Ave. & 76th St. Drainage MDC (JPA) - This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) to improve drainage to W. 24th Ave. & 76th St.

N.W. 97th Ave. from 154th St. to 170th St. MDC (JPA) - This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to N.W. 97th Ave. from 154th St. to170th St.

Hialeah Wastewater Improvement – This fund was established to account for revenues and expenditures received from wastewater service charges and other related funding sources used to finance wastewater system improvements.

N.W. 142nd St. from 97th Ave. to 107th Ave. MDC (JPA) - This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road & water and sewer improvements to N.W. 142hd St. from 97th Ave. to107th Ave.

N.W. 102nd Ave. from 138th St. to 145th Pl. MDC (JPA) - This fund was established to account for revenues and expenditures received from Miami-Dade County, Florida through a joint participation agreement (JPA) for road improvement to N.W. 102nd Ave. from 138th St. to145th Pl.

Police Impact Fee – This fund was established to account for revenues and expenditures received from impact fees for Police facilities, including buildings, land, vehicles, apparatus and equipment used by the City Police Department.

Fire Rescue Impact Fee – This fund was established to account for revenues and expenditures received from impact fees for Police facilities, including buildings, land, vehicles, apparatus and equipment used by the City Fire Department.

Parks, Recreation & Open Spaces Impact Fee – This fund was established to account for revenues and expenditures received from impact fees for Park, Recreation and open space facilities provided by the City for public use and enjoyment including but not limited to active parks, passive parks, water access sites, and associated recreational facilities and buildings.

Transportation Impact Fee – This fund was established to account for revenues and expenditures received from impact fees for transportation facilities including capital facilities related to the City roadway and public transit systems.

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue							
	Streets Transportation Fund	CDBG Fund	Law Enforcement Trust - State Fund	E-911 Non-Wireless Fund	Emergency Solutions Grant Fund	Fire Prevention Fund	Rescue Transportation Fund	Emergency Disaster Covid - 19 Fund
ASSETS								
Receivables, net	$ 682,451	$ 1,977,180	$ -	$ 43,412	$ 2,824	$ 12,841	$ 2,261,496	$ -
Due from other funds	4,260,784	509,902	229,747	-	-	1,456,116	-	-
Restricted cash and cash equivalents	-	-	143,205	-	-	1,297,565	1,165,105	-
Total assets	4,943,235	2,487,082	372,952	43,412	2,824	2,766,522	3,426,601	-
LIABILITIES								
Accounts payable and accrued liabilities	246,588	1,764,326	8,340	16,208	-	6,230	249,898	-
Due to other funds	-	-	221,382	15,345	2,824	-	2,010,407	2,253,398
Unearned revenues	666,647	158,403	-	11,859	-	-	-	-
Total liabilities	913,235	1,922,727	229,722	43,412	2,824	6,230	2,260,305	2,253,398
DEFERRED INFLOWS OF RESOURCES								
Local business tax	-	-	-	-	-	736,022	-	-
Total deferred inflows of resources	-	-	-	-	-	736,022	-	-
FUND BALANCES								
Fund balances:								
Nonspendable								
Restricted	3,401,600	564,355	143,230	-	-	2,019,270	1,026,296	-
Committed	628,400	-	-	-	-	5,000	140,000	-
Unassigned	-	-	-	-	-	-	-	(2,253,398)
Total fund balances	4,030,000	564,355	143,230	-	-	2,024,270	1,166,296	(2,253,398)
Total liabilities, deferred inflows of resources, and fund balances	$ 4,943,235	$ 2,487,082	$ 372,952	$ 43,412	$ 2,824	$ 2,766,522	$ 3,426,601	$ -

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue						
	Emergency Disaster Fund	Home Investment Partnership Fund	Park Impact Fees and Grants Fund	The Children's Trust Fund	The Children's Trust-YLC Fund	Urban Area Security Grants Fund	CITT Surtax Fund
ASSETS							
Receivables, net	$ 1,485,260	$ 37,504	$ 119,466	$ 169,419	$ 4,559	$ 852,924	$ 1,727,258
Due from other funds	-	410,708	289,323	-	-	-	13,671,878
Restricted cash and cash equivalents	10,000	-	-	-	-	-	-
Total assets	1,495,260	448,212	408,789	169,419	4,559	852,924	15,399,136
LIABILITIES							
Accounts payable and accrued liabilities	9,318	-	5,411	-	-	-	1,228,878
Due to other funds	1,812,824	-	-	169,419	4,559	852,924	-
Unearned revenues	-	448,212	403,376	-	-	-	-
Total liabilities	1,822,142	448,212	408,789	169,419	4,559	852,924	1,228,878
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues	-	-	-	-	-	-	766,172
Total deferred inflows of resources	-	-	-	-	-	-	766,172
FUND BALANCES							
Fund balances:							
Restricted	-	-	-	-	-	-	12,791,086
Committed	-	-	-	-	-	-	613,000
Unassigned	(326,882)	-	-	-	-	-	-
Total fund balances	(326,882)	-	-	-	-	-	13,404,086
Total liabilities, deferred inflows of resources, and fund balances	$ 1,495,260	$ 448,212	$ 408,789	$ 169,419	$ 4,559	$ 852,924	$ 15,399,136

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue						
	Police Grant Surtax Fund	S.H.I.P Fund	E-911 Wireless Fund	Affordable Housing Fund	The Children's Trust Step Ahead Fund	Law Enforcement Trust - Federal Fund	EMS County Grant Fund
ASSETS							
Receivables, net	$ 561,822	$ -	$ 350,093	$ 249,186	$ 59,075	$ -	$ 10,572
Due from other funds	221,382	4,417,333	-	-	-	-	51,666
Inventory	-	-	-	13,545	-	-	-
Restricted cash and cash equivalents	-	-	-	772,588	-	149,416	-
Total assets	783,204	4,417,333	350,093	1,035,319	59,075	149,416	62,238
LIABILITIES							
Accounts payable and accrued liabilities	100	152,988	-	242,774	-	-	-
Due to other funds	743,829	-	350,093	850,425	59,075	-	-
Unearned revenues	39,276	4,264,345	-	-	-	-	-
Total liabilities	783,204	4,417,333	350,093	1,093,199	59,075	-	-
FUND BALANCES							
Fund balances:							
Nonspendable	-	-	-	13,545	-	-	-
Restricted	-	-	-	-	-	149,416	62,238
Unassigned	-	-	-	(71,425)	-	-	-
Total fund balances	-	-	-	(57,880)	-	149,416	62,238
Total liabilities and fund balances	$ 783,204	$ 4,417,333	$ 350,093	$ 1,035,319	$ 59,075	$ 149,416	$ 62,238

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue								Debt Service
	CITT - Surtax Hialeah Circulator Fund	Emergency Assitance Program Grant Fund	Streets 3 Cents Optional Gas Tax Fund	21st Century Grant Fund	Alliance For Aging Grant Fund	ECS and Library Grant Fund	Parking Improvement Fund	Hurricane Milton 2024 Fund	CITT Surtax Transportation Fund
ASSETS									
Receivables, net	$ 840,900	$ -	$ 168,143	$ 59,798	$ 456,557	$ -	$ -	$ 164,859	$ 885,500
Due from other funds	1,155,945	10,238	1,514,744	-	-	499,405	648,834	-	-
Total assets	1,996,845	10,238	1,682,887	59,798	456,557	499,405	648,834	164,859	885,500
LIABILITIES									
Accounts payable and accrued liabilities	403,383	-	269,014	289	440,088	8,866	-	-	-
Due to other funds	-	-	-	59,509	9,545	-	-	164,859	492,800
Unearned revenues	-	10,238	-	-	6,924	169,190	-	-	-
Total liabilities	403,383	10,238	269,014	59,798	456,557	178,056	-	164,859	492,800
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenues	1,219,777	-	-	-	-	-	-	-	392,700
Total deferred inflows of resources	1,219,777	-	-	-	-	-	-	-	392,700
FUND BALANCES									
Fund balances:									
Restricted	-	-	1,177,673	-	-	289,585	648,834	-	-
Committed	551,000	-	236,200	-	-	31,764	-	-	-
Unassigned	(177,315)	-	-	-	-	-	-	-	-
Total fund balances	373,685	-	1,413,873	-	-	321,349	648,834	-	-
Total liabilities, deferred inflows of resources, and fund balances	$ 1,996,845	$ 10,238	$ 1,682,887	$ 59,798	$ 456,557	$ 499,405	$ 648,834	$ 164,859	$ 885,500

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Capital Project					
	E. 8 Ave. to 10 Ave. 41St. to 45 St. Fund	E. 8 Ave. to 10 Ave. 45 St. to 49 St. Fund	W. 32 Ave 68 St to 76 St. MDC (JPA) Fund	E. 2 to 4 Ave 63 to 65 St MDC (JPA) Fund	Street Capital Project MDC (JPA) Fund	Radio Tower Annex MDC (JPA) Fund
ASSETS						
Receivables, net	$ -	$ -	$ 400,000	$ 1,957,500	$ -	$ -
Due from other funds	-	319,349	-	-	1,021,753	394,350
Total assets	-	319,349	400,000	1,957,500	1,021,753	394,350
LIABILITIES						
Accounts payable and accrued liabilities	169,978	348,774	374,916	434,907	1,021,753	394,350
Due to other funds	577,237	-	25,084	1,225,005	-	-
Unearned revenues	-	-	-	-	-	-
Total liabilities	747,215	348,774	400,000	1,659,912	1,021,753	394,350
FUND BALANCES						
Fund balances:						
Restricted	-	-	-	297,588	-	-
Committed	-	-	-	-	-	-
Unassigned	(747,215)	(29,425)	-	-	-	-
Total fund balances	(747,215)	(29,425)	-	297,588	-	-
Total liabilities and fund balances	$ -	$ 319,349	$ 400,000	$ 1,957,500	$ 1,021,753	$ 394,350

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Capital Projects					
	W. 76 St. 28 to 31 Ave. MDC (JPA) Fund	W. 24 Ave 76 St. Drainage MDC (JPA) Fund	N.W. 97 Ave. Road Improvement (JPA) Fund	Hialeah Wastewater Improvement Fund	NW 142 STREET Roadway Improvement Fund	N.W. 102 Ave. 138 St. to 145 Pl. MDC (JPA) Fund
ASSETS						
Receivables, net	$ 83,420	$ 65,281	$ 896,644	$ 288,299	$ 350,522	$ 866
Total assets	83,420	65,281	896,644	288,299	350,522	866
LIABILITIES						
Due to other funds	73,420	65,281	824,669	288,299	350,522	866
Unearned revenues	10,000	-	71,975	-	-	-
Total liabilities	83,420	65,281	896,644	288,299	350,522	866
FUND BALANCES						
Fund balances:						
Total fund balances	-	-	-	-	-	-
Total liabilities and fund balances	$ 83,420	$ 65,281	$ 896,644	$ 288,299	$ 350,522	$ 866

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Capital Projects				
	Police Impact Fee Fund	Fire Rescue Impact Fee Fund	Parks, Recreation & Open Spaces Impact Fee Fund	Transportation Impact Fee Fund	Total Non-Major Governmental Funds
ASSETS					
Receivables, net	$ -	$ -	$ -	$ -	$ 17,225,631
Due from other funds	1,634,491	-	14,877,614	567,396	48,162,958
Inventory	-	-	-	-	13,545
Restricted cash and cash equivalents	-	-	-	-	3,537,879
Total assets	1,634,491	-	14,877,614	567,396	68,940,013
LIABILITIES					
Accounts payable and accrued liabilities	3,200	3,400	164,113	4,000	7,972,089
Due to other funds	-	110,014	-	-	13,613,614
Unearned revenues	-	-	-	-	6,260,445
Total liabilities	3,200	113,414	164,113	4,000	27,846,148
DEFERRED INFLOWS OF RESOURCES					
Local business tax	-	-	-	-	736,022
Unavailable revenues	-	-	-	-	2,378,649
Total deferred inflows of resources	-	-	-	-	3,114,671
FUND BALANCES					
Fund balances:					
Nonspendable	-	-	-	-	13,545
Restricted	1,631,291	-	13,248,301	525,596	37,976,359
Committed	-	-	1,465,200	37,800	3,708,364
Unassigned	-	(113,414)	-	-	(3,719,074)
Total fund balances	1,631,291	(113,414)	14,713,501	563,396	37,979,194
Total liabilities, deferred inflows of resources, and fund balances	$ 1,634,491	$ -	$ 14,877,614	$ 567,396	$ 68,940,013

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue							
	Streets Transportation Fund	CDBG Fund	Law Enforcement Trust - State Fund	E-911 Non-Wireless Fund	Emergency Solutions Grant Fund	Fire Prevention Fund	Rescue Transportation Fund	Emergency Disaster Covid-19 Fund
Revenues:								
Charges for services	$ 250,900	$ -	$ -	$ -	$ -	$ 1,660,749	$ 1,033,566	$ -
Intergovernmental	3,040,243	3,411,556	-	138,642	108,848	-	5,631,356	99,788
Investment income	196,717	-	2,884	-	-	73,758	7,569	-
Other revenues	569	-	-	-	-	-	4,256	-
Total revenues	3,488,429	3,411,556	2,884	138,642	108,848	1,734,507	6,676,747	99,788
Expenditures:								
Current:								
Fire	-	-	-	-	-	1,656,912	4,678,264	-
General government	-	207,031	-	138,642	-	-	-	-
Grants and human services	-	1,466,651	-	-	108,848	-	-	-
Police	-	-	44,751	-	-	-	-	-
Streets	2,308,059	-	-	-	-	-	-	-
Capital outlay	814,925	1,737,875	-	-	-	195,442	261,149	-
Debt service:								
Principal	-	-	214,621	-	-	-	148,561	-
Interest	-	-	6,761	-	-	-	16,228	-
Total expenditures	3,122,984	3,411,556	266,133	138,642	108,848	1,852,354	5,104,202	-
Excess (deficiency) of revenues over expenditures	365,445	-	(263,249)	-	-	(117,847)	1,572,545	99,788
Other financing sources (uses):								
Transfers out	(66,873)	-	-	-	-	-	-	-
Total other financing sources (uses)	(66,873)	-	-	-	-	-	-	-
Net change in fund balance	298,572	-	(263,249)	-	-	(117,847)	1,572,545	99,788
Fund balances, beginning	3,731,428	564,355	406,479	-	-	2,142,117	(406,249)	(2,353,185)
Fund balances, ending	$ 4,030,000	$ 564,355	$ 143,230	$ -	$ -	$ 2,024,270	$ 1,166,296	$ (2,253,398)

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue							
	Emergency Disaster Fund	Home Investment Partnership Fund	Park Impact Fees and Grants Fund	The Children's Trust Fund	The Children's Trust-YLC Fund	Urban Area Security Grants Fund	CITT Surtax Fund	Police Grant Surtax Fund
Revenues:								
Intergovernmental	$ 44,098	$ 278,630	$ 466,502	$ 786,881	$ 18,277	$ 941,883	$ 7,350,536	$ 3,955,034
Investment income	-	-	-	-	-	-	870,033	-
Other revenues	-	-	-	-	-	-	-	242
Total revenues	44,098	278,630	466,502	786,881	18,277	941,883	8,220,569	3,955,276
Expenditures:								
Current:								
General government	44,098	-	-	-	-	-	18,176	-
Grants and human services	-	118,630	97,389	849,266	18,277	-	-	-
Police	-	-	-	-	-	292,128	-	1,159,738
Streets	-	-	-	-	-	-	1,065,011	-
Capital outlay	-	160,000	513,951	-	-	724,123	3,388,033	2,654,534
Debt service:								
Principal	-	-	-	-	-	-	-	214,621
Interest	-	-	-	-	-	-	-	6,761
Total expenditures	44,098	278,630	611,340	849,266	18,277	1,016,251	4,471,220	4,035,654
Excess (deficiency) of revenues over expenditures	-	-	(144,838)	(62,385)	-	(74,368)	3,749,349	(80,378)
Other financing sources (uses):								
Transfers in	-	-	144,838	62,385	-	74,368	-	80,378
Transfers out	-	-	-	-	-	-	(5,652,351)	-
Total other financing sources (uses)	-	-	144,838	62,385	-	74,368	(5,652,351)	80,378
Net change in fund balance	-	-	-	-	-	-	(1,903,002)	-
Fund balances, beginning	(326,882)	-	-	-	-	-	15,307,088	-
Fund balances, ending	$ (326,882)	$ -	$ -	$ -	$ -	$ -	$ 13,404,086	$ -

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue							
	S.H.I.P Fund	E-911 Wireless Fund	Affordable Housing Fund	The Children's Trust Step Ahead Fund	Law Enforcement Trust - Federal Fund	EMS County Grant Fund	CITT - Surtax Hialeah Circulator Fund	Emergency Rental Assistance Program (ERAP) Fund
Revenues:								
Charges for services	$ -	$ -	$ 4,107,825	$ -	$ -	$ -	$ -	$ -
Intergovernmental	1,707,681	1,206,428	-	347,537	121,794	21,437	4,024,840	1,114,862
Investment income	-	-	-	-	1,384	-	63,302	167,920
Other revenues	-	-	18,896	-	-	-	-	-
Total revenues	1,707,681	1,206,428	4,126,721	347,537	123,178	21,437	4,088,142	1,282,782
Expenditures:								
Current:								
911 communications	-	1,206,428	-	-	-	-	-	-
General government	-	-	4,187,745	-	-	-	4,471,706	1,282,782
Grants and human services	91,691	-	-	348,102	-	-	-	-
Police	-	-	-	-	847	-	-	-
State housing initiative program	1,615,991	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	364,838	-	-	-
Debt service:								
Principal	-	-	592,023	-	21,934	-	-	-
Interest	-	-	364,556	-	2,216	-	-	-
Total expenditures	1,707,681	1,206,428	5,144,324	348,102	389,835	-	4,471,706	1,282,782
Excess (deficiency) of revenues over expenditures	-	-	(1,017,603)	(565)	(266,657)	21,437	(383,564)	-
Other financing sources (uses):								
Transfers in	-	-	961,343	565	-	-	-	-
Total other financing sources (uses)	-	-	961,343	565	-	-	-	-
Net change in fund balance	-	-	(56,260)	-	(266,657)	21,437	(383,564)	-
Fund balances, beginning	-	-	(1,620)	-	416,073	40,801	757,249	-
Fund balances, ending	$ -	$ -	$ (57,880)	$ -	$ 149,416	$ 62,238	$ 373,685	$ -

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue						Debt Service	
	Streets 3 Cents Optional Gas Tax Fund	21st Century Grant Fund	Alliance For Aging Grant Fund	ECS and Library Grant Fund	Parking Improvement Fund	Hurricane Milton 2024 Fund	Revenue Bond Series 2015A Fund	CITT Surtax Transportation Fund
Revenues:								
Charges for services	$ -	$ -	$ -	$ -	$ 600,000	$ -	$ -	$ -
Franchise fees	-	-	-	-	-	-	2,218,099	-
Intergovernmental	1,029,847	457,140	2,282,873	44,744	-	164,859	-	3,627,646
Investment income	68,527	-	-	-	-	-	-	-
Total revenues	1,098,374	457,140	2,282,873	44,744	600,000	164,859	2,218,099	3,627,646
Expenditures:								
Current:								
General government	-	-	-	-	-	164,859	-	39,000
Grants and human services	-	457,140	2,282,873	48,300	-	-	-	-
Streets	1,027,580	-	-	-	-	-	-	-
Capital outlay	330,726	-	-	16,378	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	1,360,000	2,716,000
Interest	-	-	-	-	-	-	858,099	872,646
Total expenditures	1,358,306	457,140	2,282,873	64,678	-	164,859	2,218,099	3,627,646
Excess (deficiency) of revenues over expenditures	(259,932)	-	-	(19,934)	600,000	-	-	-
Other financing sources (uses):								
Transfers in	-	-	-	270,506	-	-	-	-
Total other financing sources and (uses)	-	-	-	270,506	-	-	-	-
Net change in fund balance	(259,932)	-	-	250,572	600,000	-	-	-
Fund balances, beginning	1,673,805	-	-	70,777	48,834	-	-	-
Fund balances, ending	$ 1,413,873	$ -	$ -	$ 321,349	$ 648,834	$ -	$ -	$ -

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Capital Projects					
	E. 8 Ave. to 10 Ave. 41St. to 45 St. Fund	E. 8 Ave. to 10 Ave. 45 St. to 49 St. Fund	W. 32 Ave. 68 to 76 St. MDC (JPA) Fund	E. 2 to 4 Ave. 63 St. to 65 St. MDC (JPA) Fund	Streets Capital Projects MDC (JPA) Fund	Radio Tower Annex Fund
Revenues:						
Intergovernmental	$ -	$ -	$ 400,000	$ 1,957,500	$ -	$ 195,353
Total revenues	-	-	400,000	1,957,500	-	195,353
Expenditures:						
Current:						
Streets	250,028	265,392	187,126	197,669	219,644	-
Capital outlay	4,698,404	4,307,499	2,538,542	3,133,657	6,695,432	1,239,642
Total expenditures	4,948,432	4,572,891	2,725,668	3,331,326	6,915,076	1,239,642
Excess (deficiency) of revenues over expenditures	(4,948,432)	(4,572,891)	(2,325,668)	(1,373,826)	(6,915,076)	(1,044,289)
Other financing sources (uses):						
Transfers in	4,201,217	4,543,466	2,325,668	1,671,414	6,915,076	-
Transfers out	-	-	-	-	-	(75,711)
Total other financing sources (uses)	4,201,217	4,543,466	2,325,668	1,671,414	6,915,076	(75,711)
Net change in fund balance	(747,215)	(29,425)	-	297,588	-	(1,120,000)
Fund balances, beginning	-	-	-	-	-	1,120,000
Fund balances, ending	$ (747,215)	$ (29,425)	$ -	$ 297,588	$ -	$ -

CITY OF HIALEAH, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Capital Projects							
	NW 97th Ave Road Improvement Fund MDC (JPA) Fund	Hialeah Wastewater Improvements Fund	NW 102nd Ave 138 St to 145 Pl Fund	Police Impact Fee Fund	Fire Rescue Impact Fee Fund	Parks, Recreation & Open Spaces Impact Fee Fund	Transportation Impact Fee Fund	Total Non-Major Governmental Funds
Revenues:								
Charges for services	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,653,040
Franchise fees	-	-	-	-	-	-	-	2,218,099
Impact Fees	-	-	-	388,840	384,557	1,909,173	59,056	2,741,626
Intergovernmental	204,671	288,299	105,214	-	-	-	-	45,574,999
Investment income	-	-	-	-	-	-	-	1,452,094
Other revenues	-	-	-	-	-	-	-	23,963
Total revenues	204,671	288,299	105,214	388,840	384,557	1,909,173	59,056	59,663,821
Expenditures:								
Current:								
911 communications	-	-	-	-	-	-	-	1,206,428
Fire	-	-	-	-	-	-	-	6,335,176
General government	-	-	-	-	-	-	-	10,554,039
Grants and human services	-	-	-	-	-	-	-	5,887,167
Police	-	-	-	12,800	-	-	-	1,510,264
State housing initiative program	-	-	-	-	-	-	-	1,615,991
Streets	-	-	-	-	13,599	11,199	16,001	5,561,308
Capital outlay	204,671	288,299	105,214	-	1,429,309	756,041	68,708	36,627,392
Debt service:								
Principal	-	-	-	-	-	-	-	5,267,760
Interest	-	-	-	-	-	-	-	2,127,267
Total expenditures	204,671	288,299	105,214	12,800	1,442,908	767,240	84,709	76,692,792
Excess (deficiency) of revenues over expenditures	-	-	-	376,040	(1,058,351)	1,141,933	(25,653)	(17,028,971)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	21,251,224
Transfers out	-	-	-	-	-	-	-	(5,794,935)
Total other financing sources (uses)	-	-	-	-	-	-	-	15,456,289
Net change in fund balance	-	-	-	376,040	(1,058,351)	1,141,933	(25,653)	(1,572,681)
Fund balances, beginning	-	-	-	1,255,251	944,937	13,571,568	589,049	39,551,875
Fund balances, ending	$ -	$ -	$ -	$ 1,631,291	$ (113,414)	$ 14,713,501	$ 563,396	$ 37,979,194

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Streets Transportation Fund				CDBG Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Charges for services	$ 40,000	$ 40,000	$ 250,900	$ 210,900	$ -	$ -	$ -	$ -
Intergovernmental	2,796,872	2,796,872	3,142,101	345,229	-	3,477,328	3,411,556	(65,772)
Investment income	-	-	95,428	95,428	-	-	-	-
Other revenues	500	500	-	(500)	-	-	-	-
Total revenues	2,837,372	2,837,372	3,488,429	651,057	-	3,477,328	3,411,556	(65,772)
Other financing sources:								
Appropriation of prior year fund balance	407,228	1,931,324	-	(1,931,324)	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total other financing sources	407,228	1,931,324	-	(1,931,324)	-	-	-	-
Total revenues and other financing sources	3,244,600	4,768,696	3,488,429	(1,280,267)	-	3,477,328	3,411,556	(65,772)
Expenditures:								
Grants and human services	-	-	-	-	-	1,418,034	1,466,651	(48,617)
General Government	-	-	-	-	-	51,817	207,031	(155,214)
Streets	2,972,192	3,387,692	2,308,059	1,079,633	-	-	-	-
Capital outlay	250,000	1,191,600	814,925	376,675	-	2,007,476	1,737,875	269,601
Total expenditures	3,222,192	4,579,292	3,122,984	1,456,308	-	3,477,328	3,411,556	65,770
Other financing sources (uses):								
Transfers out	(22,408)	(189,404)	(66,873)	122,531	-	-	-	-
Total expenditures and other financing sources (uses)	3,244,600	4,768,696	3,189,857	1,333,777	-	3,477,328	3,411,556	65,770
Net change in fund balance	-	-	298,572	$ 298,572	-	-	-	$ -
Fund balances - beginning			3,731,428				564,355	
Fund balances - ending			$ 4,030,000				$ 564,355	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Law Enforcement Trust-State Fund				E-911 Non-Wireless Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ -	$ -	$ -	$ -	$ 140,000	$ 140,000	$ 138,642	$ (1,358)
Investment income	-	-	2,884	2,884	-	-	-	-
Total revenues	-	-	2,884	2,884	140,000	140,000	138,642	(1,358)
Other financing sources:								
Appropriation of prior year fund balance	402,000	402,000	-	(402,000)	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total other financing sources	402,000	402,000	-	(402,000)	-	-	-	-
Total revenues and other financing sources	402,000	402,000	2,884	(399,116)	140,000	140,000	138,642	(1,358)
Expenditures:								
General government	-	-	-	-	140,000	140,000	138,642	1,358
Police	55,000	55,000	44,751	10,249	-	-	-	-
Capital outlay	347,000	347,000	-	347,000	-	-	-	-
Debt service:								
Principal	-	-	214,621	(214,621)	-	-	-	-
Interest	-	-	6,761	(6,761)	-	-	-	-
Total expenditures	402,000	402,000	266,133	357,249	140,000	140,000	138,642	1,358
Net change in fund balance	-	-	(263,249)	$ (263,249)	-	-	-	$ -
Fund balances - beginning			406,479				-	
Fund balances - ending			$ 143,230				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Emergency Solutions Grant Fund				Fire Prevention Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Charges for services	$ -	$ -	$ -	$ -	$ 1,893,000	$ 1,893,000	$ 1,660,749	$ (232,251)
Intergovernmental	-	-	108,848	108,848	-	-	-	-
Investment income	-	-	-	-	8,000	8,000	73,758	65,758
Total revenues	-	-	108,848	108,848	1,901,000	1,901,000	1,734,507	(166,493)
Other financing sources:								
Appropriation of prior year fund balance	-	-	-	-	699,800	761,800	-	(761,800)
Total other financing sources	-	-	-	-	699,800	761,800	-	(761,800)
Total revenues and other financing sources	-	-	108,848	108,848	2,600,800	2,662,800	1,734,507	(928,293)
Expenditures:								
Fire	-	-	-	-	2,399,800	2,458,800	1,656,912	801,888
Grants and human services	-	-	108,848	(108,848)	-	-	-	-
Capital outlay	-	-	-	-	201,000	204,000	195,442	8,558
Total expenditures	-	-	108,848	(108,848)	2,600,800	2,662,800	1,852,354	810,446
Net change in fund balance	-	-	-	$ -	-	-	(117,847)	$ (117,847)
Fund balances - beginning			-				2,142,117	
Fund balances - ending			$ -				$ 2,024,270	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Rescue Transportation Fund				Emergency Disaster Covid -19 Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Charges for services	$ 3,205,000	$ 3,205,000	$ 1,033,566	$ (2,171,434)	$ -	$ -	$ -	$ -
Intergovernmental	650,000	650,000	5,631,356	4,981,356	-	-	99,788	99,788
Investement income	-	-	7,569	7,569	-	-	-	-
Other revenues	5,000	5,000	4,256	(744)	-	-	-	-
Total revenues	3,860,000	3,860,000	6,676,747	2,816,747	-	-	99,788	99,788
Other financing sources:								
Transfers in	102,100	102,100	-	(102,100)	-	-	-	-
Total other financing sources	102,100	102,100	-	(102,100)	-	-	-	-
Total revenues and other financing sources	3,962,100	3,962,100	6,676,747	2,714,647	-	-	99,788	99,788
Expenditures:								
Fire	3,371,100	3,371,100	4,678,264	(1,307,164)	-	-	-	-
Capital outlay	425,000	425,000	261,149	163,851	-	-	-	-
Debt service:								
Principal	149,000	149,000	148,561	439	-	-	-	-
Interest	17,000	17,000	16,228	772	-	-	-	-
Total expenditures	3,962,100	3,962,100	5,104,202	(1,142,102)	-	-	-	-
Net change in fund balance	-	-	1,572,545	$ 1,572,545	-	-	99,788	$ 99,788
Fund balances - beginning			(406,249)				(2,353,185)	
Fund balances - ending			$ 1,166,296				$ (2,253,398)	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Emergency Disaster Fund				Home Investment Partnership Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ -	$ -	$ 44,098	$ 44,098	$ -	$ 3,468,579	$ 278,630	$ (3,189,949)
Total revenues	-	-	44,098	44,098	-	3,468,579	278,630	(3,189,949)
Expenditures:								
General government	-	-	44,098	(44,098)	-	-	-	-
Grants and human services	-	-	-	-	-	-	118,630	(118,630)
Capital outlay	-	-	-	-	-	3,468,579	160,000	3,308,579
Total Expenditures	-	-	44,098	(44,098)	-	3,468,579	278,630	3,189,949
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			(326,882)				-	
Fund balances - ending			$ (326,882)				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Parks Impact Fees and Grants Fund				The Children's Trust Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ 434,400	$ 1,034,798	$ 466,502	$ (568,296)	$ 892,941	$ 894,169	$ 786,881	$ (107,288)
Other revenues	15,000	15,000	-	(15,000)	-	-	-	-
Total revenues	449,400	1,049,798	466,502	(583,296)	892,941	894,169	786,881	(107,288)
Other financing sources:								
Transfers in	113,300	113,300	144,838	31,538	240,159	72,745	62,385	(10,360)
Total other financing sources	113,300	113,300	144,838	31,538	240,159	72,745	62,385	(10,360)
Total revenues and other financing sources	562,700	1,163,098	611,340	(551,758)	1,133,100	966,914	849,266	(117,648)
Expenditures:								
Grants and human services	429,500	429,500	97,389	332,111	1,133,100	966,914	849,266	117,648
Capital outlay	133,200	733,598	513,951	219,647	-	-	-	-
Total expenditures	562,700	1,163,098	611,340	551,758	1,133,100	966,914	849,266	117,648
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	The Children's Trust Fund YLC				Urban Area Security Grants Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ 37,000	$ 26,334	$ 18,277	$ (8,057)	$ 1,268,131	$ 1,750,360	$ 941,883	$ (808,477)
Total revenues	37,000	26,334	18,277	(8,057)	1,268,131	1,750,360	941,883	(808,477)
Other financing sources:								
Transfers in	-	-	-	-	20,000	20,000	74,368	54,368
Total other financing sources	-	-	-	-	20,000	20,000	74,368	54,368
Total revenues and other financing sources	37,000	26,334	18,277	(8,057)	1,288,131	1,770,360	1,016,251	(754,109)
Expenditures:								
Police	-	-	-	-	336,000	353,100	292,128	60,972
Grants and human services	37,000	26,334	18,277	8,057	-	-	-	-
Capital outlay	-	-	-	-	952,131	1,417,260	724,123	693,137
Total expenditures	37,000	26,334	18,277	8,057	1,288,131	1,770,360	1,016,251	754,109
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	CITT Surtax Fund				Police Grant Surtax Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ 5,086,000	$ 5,086,000	$ 7,350,536	$ 2,264,536	$ 6,814,497	$ 7,512,179	$ 3,955,034	$ (3,557,145)
Investment income	-	-	870,033	870,033	-	-	-	-
Other revenues	-	-	-	-	-	1,737	242	(1,495)
Total revenues	5,086,000	5,086,000	8,220,569	3,134,569	6,814,497	7,513,916	3,955,276	(3,558,640)
Other financing sources:								
Appropriation of prior year fund balance	3,560,000	11,787,523	-	(11,787,523)	-	-	-	-
Transfer out	(1,740,000)	(8,138,123)	(5,652,351)	2,485,772	-	-	-	-
Transfers in	-	-	-	-	1,516,720	1,516,720	80,378	(1,436,342)
Total other financing sources	1,820,000	3,649,400	(5,652,351)	(9,301,751)	1,516,720	1,516,720	80,378	(1,436,342)
Total revenues and other financing sources	6,906,000	8,735,400	2,568,218	(6,167,182)	8,331,217	9,030,636	4,035,654	(4,994,982)
Expenditures:								
General government	18,000	18,000	18,176	(176)	-	-	-	-
Police	-	-	-	-	3,341,217	3,314,988	1,159,738	2,155,250
Streets	1,600,000	1,256,651	1,065,011	191,640	-	-	-	-
Capital outlay	5,288,000	7,460,749	3,388,033	4,072,716	4,990,000	5,715,648	2,654,534	3,061,114
Debt service:								
Principal	-	-	-	-	-	-	214,621	(214,621)
Interest	-	-	-	-	-	-	6,761	(6,761)
Total expenditures	6,906,000	8,735,400	4,471,220	4,264,180	8,331,217	9,030,636	4,035,654	-
Net change in fund balance	-	-	(1,903,002)	$ (1,903,002)	-	-	-	$ -
Fund balances - beginning			15,307,088				-	
Fund balances - ending			$ 13,404,086				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	S.H.I.P. Fund				E-911 Wireless Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ -	$ 3,271,391	$ 1,707,681	$ (1,563,710)	$ 886,000	$ 886,000	$ 1,206,428	$ 320,428
Total revenues	-	3,271,391	1,707,681	(1,563,710)	886,000	886,000	1,206,428	320,428
Other financing sources:								
Appropriation of prior year fund balance	-	-	-	-	-	6,000	-	(6,000)
Transfers in	-	-	-	-	80,800	80,800	-	(80,800)
Total other financing sources	-	-	-	-	80,800	86,800	-	(86,800)
Total revenues and other financing sources	-	3,271,391	1,707,681	(1,563,710)	966,800	972,800	1,206,428	233,628
Expenditures:								
911 communications	-	-	-	-	966,800	972,800	1,206,428	(233,628)
Grants and human services	-	-	91,691	(91,691)	-	-	-	-
State housing initiative program	-	3,271,391	1,615,991	1,655,400	-	-	-	-
Total expenditures	-	3,271,391	1,707,681	1,563,710	966,800	972,800	1,206,428	(233,628)
Total expenditures and other financing (uses)	-	3,271,391	1,707,681	1,563,710	966,800	972,800	1,206,428	(233,628)
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Affordable Housing Fund				The Children's Trust Step Ahead Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Charges for services	$ 3,205,000	$ 3,205,000	$ 4,107,825	$ 902,825	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	372,357	379,497	347,537	(31,960)
Other revenues	25,000	25,000	18,896	(6,104)	-	-	-	-
Total revenues	3,230,000	3,230,000	4,126,721	896,721	372,357	379,497	347,537	(31,960)
Other financing sources:								
Transfers in	965,000	965,000	961,343	(3,657)	76,603	15,814	565	(15,249)
Total other financing sources	965,000	965,000	961,343	(3,657)	76,603	15,814	565	(15,249)
Total revenues and other financing sources	4,195,000	4,195,000	5,088,064	893,064	448,960	395,311	348,102	(47,209)
Expenditures:								
Grants and human services	-	-	-	-	448,960	395,311	348,102	47,209
General government	2,646,000	2,646,000	4,187,745	(1,541,745)	-	-	-	-
Capital outlay	591,000	591,000	-	591,000	-	-	-	-
Debt Service:								
Principal	593,000	593,000	592,023	977	-	-	-	-
Interest	365,000	365,000	364,556	444	-	-	-	-
Total expenditures	4,195,000	4,195,000	5,144,324	(949,324)	448,960	395,311	348,102	47,209
Net change in fund balance	-	-	(56,260)	$ (56,260)	-	-	-	$ -
Fund balances - beginning			(1,620)				-	
Fund balances - ending			$ (57,880)				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Law Enforcement Trust - Federal Fund				EMS County Grants Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ 79,000	$ 79,000	$ 121,794	$ 42,794	$ -	$ -	$ 21,437	$ 21,437
Investment income	-	-	1,384	1,384	-	-	-	-
Total revenues	79,000	79,000	123,178	44,178	-	-	21,437	21,437
Other financing sources:								
Appropriation of prior year fund balance	-	333,200	-	(333,200)	-	-	-	-
Total other financing sources	-	333,200	-	(333,200)	-	-	-	-
Total revenues and other financing sources	79,000	412,200	123,178	(289,022)	-	-	21,437	21,437
Expenditures:								
Police	-	-	847	(847)	-	-	-	-
Capital Outlay	79,000	412,200	364,838	47,362	-	-	-	-
Debt Service								
Principal	-	-	21,934	(21,934)	-	-	-	-
Interest	-	-	2,216	(2,216)	-	-	-	-
Total expenditures	79,000	412,200	389,835	22,365	-	-	-	-
Net change in fund balance	-	-	(266,657)	$ (266,657)	-	-	21,437	$ 21,437
Fund balances - beginning			416,073				40,801	
Fund balances - ending			$ 149,416				$ 62,238	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	CITT - Surtax Hialeah Circulator Fund				Emergency Assistance Program Grant Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ 4,886,500	$ 4,886,500	$ 4,024,840	$ (861,660)	$ -	$ 1,102,850	$ 1,114,862	$ 12,012
Investment Income	-	-	63,302	63,302	-	173,693	167,920	(5,773)
Other revenue	70,200	70,200	-	(70,200)	-	-	-	-
Total revenues	4,956,700	4,956,700	4,088,142	(868,558)	-	1,276,543	1,282,782	6,239
Other financing sources:								
Appropriation of prior year fund balance	-	549,000	-	(549,000)	-	-	-	-
Total other financing sources	-	549,000	-	(549,000)	-	-	-	-
Total revenues and other financing sources	4,956,700	5,505,700	4,088,142	(1,417,558)	-	1,276,543	1,282,782	6,239
Expenditures:								
Grants and human services	-	-	-	-	-	1,276,543	1,282,782	(6,239)
General government	4,948,700	4,938,811	4,471,706	467,105	-	-	-	-
Capital outlay	8,000	566,889	-	566,889	-	-	-	-
Total expenditures	4,956,700	5,505,700	4,471,706	1,033,994	-	1,276,543	1,282,782	(6,239)
Net change in fund balance	-	-	(383,564)	$ (383,564)	-	-	-	$ -
Fund balances - beginning			757,249				-	
Fund balances - ending			$ 373,685				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Streets 3 Cent Optional Gas Tax Fund				21st Century Grant Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ 996,000	$ 996,000	$ 1,029,847	$ 33,847	$ 584,100	$ 584,100	$ 457,140	$ (126,960)
Investment income	-	-	68,527	68,527	-	-	-	-
Total revenues	996,000	996,000	1,098,374	102,374	584,100	584,100	457,140	(126,960)
Other financing sources:								
Appropriation of prior year fund balance	426,500	852,400	-	(852,400)	-	-	-	-
Transfer in	-	-	-	-	600	600	-	(600)
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources	426,500	852,400	-	(852,400)	600	600	-	(600)
Total revenues and other financing sources	1,422,500	1,848,400	1,098,374	(750,026)	584,700	584,700	457,140	(127,560)
Expenditures:								
Grants and human services	-	-	-	-	584,700	584,700	457,140	127,560
Street	1,422,500	1,435,500	1,027,580	407,920	-	-	-	-
Capital outlay	-	412,900	330,726	82,174	-	-	-	-
Total expenditures	1,422,500	1,848,400	1,358,306	490,094	584,700	584,700	457,140	127,560
Net change in fund balance	-	-	(259,932)	$ (259,932)	-	-	-	$ -
Fund balances - beginning			1,673,805				-	
Fund balances - ending			$ 1,413,873				$ -	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Alliance for Aging Grant Fund				ECS and Library Grant Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ -	$ 2,250,000	$ 2,282,873	$ 32,873	$ 176,000	$ 226,915	$ 44,744	$ (182,171)
Total revenues	-	2,250,000	2,282,873	32,873	176,000	226,915	44,744	(182,171)
Other financing sources:								
Transfers in	-	-	-	-	5,800	-	270,506	270,506
Total other financing sources	-	-	-	-	5,800	-	270,506	270,506
Total revenues and other financing sources	-	2,250,000	2,282,873	32,873	181,800	226,915	315,250	88,335
Expenditures:								
Grants and human services	-	2,250,000	2,282,873	(32,873)	165,800	210,537	48,300	162,237
Capital outlay	-	-	-	-	16,000	16,378	16,378	-
Total expenditures	-	2,250,000	2,282,873	(32,873)	181,800	226,915	64,678	162,237
Net change in fund balance	-	-	-	$ -	-	-	250,572	$ 250,572
Fund balances - beginning			-				70,777	
Fund balances - ending			$ -				$ 321,349	

CITY OF HIALEAH, FLORIDA
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Parking Improvement Fund				Hurricane Milton 2024			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Charges for services	$ -	$ -	$ 600,000	$ 600,000	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	-	164,859	164,859
Total revenues	-	-	600,000	600,000	-	-	164,859	164,859
Expenditures:								
General government	-	-	-	-	-	-	164,859	(164,859)
Total expenditures	-	-	-	-	-	-	164,859	(164,859)
Net change in fund balance	-	-	600,000	$ 600,000	-	-	-	$ -
Fund balances - beginning			48,834				-	
Fund balances - ending			$ 648,834				$ -	

CITY OF HIALEAH, FLORIDA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Revenue Bond Series 2015A Fund				CITT Surtax Transportation Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Franchise fees	$ 2,219,000	$ 2,219,000	$ 2,218,099	$ (901)	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	3,629,000	3,629,000	3,627,646	(1,354)
Total revenues	2,219,000	2,219,000	2,218,099	(901)	3,629,000	3,629,000	3,627,646	(1,354)
Expenditures:								
General government	-	-	-	-	39,000	39,000	39,000	-
Debt Service:								
Principal	1,360,000	1,360,000	1,360,000	-	2,716,000	2,716,000	2,716,000	-
Interest	859,000	859,000	858,099	901	874,000	874,000	872,646	1,354
Total expenditures	2,219,000	2,219,000	2,218,099	901	3,629,000	3,629,000	3,627,646	1,354
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	E. 8 Ave. to 10 Ave. 41 to 45 St.				E. 8 Ave. to 10 Ave. 45 to 49 St.			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ -	$ 1,500,000	$ -	$ (1,500,000)	$ -	$ 1,500,000	$ -	$ (1,500,000)
Total revenues	-	1,500,000	-	(1,500,000)	-	1,500,000	-	(1,500,000)
Other financing sources:								
Transfer in	2,600,000	5,237,927	4,201,217	(1,036,710)	2,500,000	5,371,224	4,543,466	(827,758)
Total other financing sources	2,600,000	5,237,927	4,201,217	(1,036,710)	2,500,000	5,371,224	4,543,466	(827,758)
Total revenues and other financing sources	2,600,000	6,737,927	4,201,217	(2,536,710)	2,500,000	6,871,224	4,543,466	(2,327,758)
Expenditures:								
Streets	200,000	348,470	250,028	98,442	100,000	481,768	265,392	216,376
Capital outlay	2,400,000	6,389,457	4,698,404	1,691,053	2,400,000	6,389,457	4,307,499	2,081,958
Total expenditures	2,600,000	6,737,927	4,948,432	1,789,495	2,500,000	6,871,224	4,572,891	2,298,334
Net change in fund balance	-	-	(747,215)	$ (747,215)	-	-	(29,425)	$ (29,425)
Fund balances - beginning			-				-	
Fund balances - ending			$ (747,215)				$ (29,425)	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	W. 32 Ave. 68 St. to 76 St.				E. 2 to 4 Ave. 63 to 65 St.			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Intergovernmental	$ -	$ 1,000,000	$ 400,000	$ (600,000)	$ -	$ 1,957,500	$ 1,957,500	$ -
Total revenues	-	1,000,000	400,000	(600,000)	-	1,957,500	1,957,500	-
Other financing sources:								
Transfer in	1,440,000	2,948,698	2,325,668	(623,030)	1,003,000	1,815,368	1,671,414	(143,954)
Total other financing sources	1,440,000	2,948,698	2,325,668	(623,030)	1,003,000	1,815,368	1,671,414	(143,954)
Total revenues and other financing sources	1,440,000	3,948,698	2,725,668	(1,223,030)	1,003,000	3,772,868	3,628,914	(143,954)
Expenditures:								
Streets	-	258,698	187,126	71,572	-	341,623	197,669	143,954
Capital outlay	1,440,000	3,690,000	2,538,542	1,151,458	1,003,000	3,431,245	3,133,657	297,588
Total expenditures	1,440,000	3,948,698	2,725,668	1,223,030	1,003,000	3,772,868	3,331,326	441,542
Net change in fund balance	-	-	-	$ -	-	-	297,588	$ 297,588
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ 297,588	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Streets Capital Projects				Sewer Line Revitalization Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ 906,000	$ 906,000	$ -	$ (906,000)	$ 5,000,000	$ 5,000,000	$ -	$ (5,000,000)
Total revenues	906,000	906,000	-	(906,000)	5,000,000	5,000,000	-	(5,000,000)
Other financing sources:								
Transfers in	15,505,000	19,139,902	6,915,076	(12,224,826)	-	-	-	-
Total other financing sources	15,505,000	19,139,902	6,915,076	(12,224,826)	-	-	-	-
Total revenues and other financing sources	16,411,000	20,045,902	6,915,076	(13,130,826)	5,000,000	5,000,000	-	(5,000,000)
Expenditures:								
Streets	1,438,000	1,431,746	219,644	1,212,102	-	-	-	-
Capital outlay	14,973,000	18,614,156	6,695,432	11,918,724	5,000,000	5,000,000	-	5,000,000
Total expenditures	16,411,000	20,045,902	6,915,076	13,130,826	5,000,000	5,000,000	-	5,000,000
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Radio Tower Annex				NW 97th Ave Road Improvement Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ -	$ 1,314,500	$ 195,353	$ (1,119,147)	$ -	$ 1,176,697	$ 204,671	$ (972,026)
Total revenues	-	1,314,500	195,353	(1,119,147)	-	1,176,697	204,671	(972,026)
Expenditures:								
Capital outlay	-	1,314,500	1,239,642	74,858	-	1,176,697	204,671	972,026
Total expenditures	-	1,314,500	1,239,642	74,858	-	1,176,697	204,671	972,026
Other financing uses:								
Transfers out	-	-	75,711	(75,711)	-	-	-	-
Total other financing uses	-	-	75,711	(75,711)	-	-	-	-
Total expenditures and other financing (uses)	-	1,314,500	1,315,353	(853)	-	1,176,697	204,671	972,026
Net change in fund balance	-	-	(1,120,000)	(1,120,000)	-	-	-	$ -
Fund balances - beginning			1,120,000				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Hialeah Wastewater Improvements Fund				N.W. 102 Ave. 138 St. to 145 PL. MDC (JPA) Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Intergovernmental	$ 1,200,000	$ 1,200,000	$ 288,299	$ (911,701)	$ -	$ 40,637	$ 105,214	$ 64,577
Total revenues	1,200,000	1,200,000	288,299	(911,701)	-	40,637	105,214	64,577
Expenditures:								
Capital outlay	1,200,000	1,200,000	288,299	911,701	-	40,637	105,214	(64,577)
Total expenditures	1,200,000	1,200,000	288,299	911,701	-	40,637	105,214	(64,577)
Net change in fund balance	-	-	-	$ -	-	-	-	$ -
Fund balances - beginning			-				-	
Fund balances - ending			$ -				$ -	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Police Impact Fee Fund				Fire Rescue Impact Fees Fund			
	Budgeted Amounts			Variance with Final Budget Positive	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)	Original	Final	Actual	(Negative)
Revenues:								
Impact fees	$ 301,000	$ 301,000	$ 388,840	$ 87,840	$ 520,000	$ 520,000	$ 384,557	$ (135,443)
Total revenues	301,000	301,000	388,840	87,840	520,000	520,000	384,557	(135,443)
Other financing sources:								
Appropriation of prior year fund balance	1,074,000	1,084,100	-	(1,084,100)	-	927,700	-	(927,700)
Total other financing sources	1,074,000	1,084,100	-	(1,084,100)	-	927,700	-	(927,700)
Total revenues and other financing sources	1,375,000	1,385,100	388,840	(996,260)	520,000	1,447,700	384,557	(1,063,143)
Expenditures:								
Capital outlay	1,375,000	1,375,000	-	1,375,000	1,437,000	1,437,000	1,429,309	7,691
Streets	-	-	-	-	-	10,700	13,599	(2,899)
Police	-	10,100	12,800	(2,700)	-	-	-	-
Total expenditures	1,375,000	1,385,100	12,800	1,372,300	1,437,000	1,447,700	1,442,908	4,792
Net change in fund balance	-	-	376,040	$ 376,040	(917,000)	-	(1,058,351)	$ (1,058,351)
Fund balances - beginning			1,255,251				944,937	
Fund balances - ending			$ 1,631,291				$ (113,414)	

CITY OF HIALEAH, FLORIDA
NONMAJOR CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Parks, Recreation and Open Spaces Impact Fee Fund				Transportation Impact Fee Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual		Original	Final	Actual	
Revenues:								
Impact fees	$ 117,000	$ 117,000	$ 1,909,173	$ 1,792,173	$ 111,000	$ 111,000	$ 59,056	$ (51,944)
Total revenues	117,000	117,000	1,909,173	1,792,173	111,000	$ 111,000	59,056	(51,944)
Other financing sources:								
Appropriation of prior year fund balance	4,313,000	9,761,400	-	(9,761,400)	471,000	$ 589,983	-	(589,983)
Total other financing sources	4,313,000	9,761,400	-	(9,761,400)	471,000	$ 589,983	-	(589,983)
Total revenues and other financing sources	4,430,000	9,878,400	1,909,173	(7,969,227)	582,000	$ 700,983	59,056	(641,927)
Expenditures:								
Streets	-	8,900	11,199	(2,299)	139,000	$ 151,500	16,001	135,499
Capital outlay	4,430,000	9,869,500	756,041	9,113,459	443,000	$ 549,483	68,708	480,775
Total expenditures	4,430,000	9,878,400	767,240	9,111,160	582,000	$ 700,983	84,709	616,274
Net change in fund balance	-	-	1,141,933	$ 1,141,933	-	-	(25,653)	$ (25,653)
Fund balances - beginning			13,571,568				589,049	
Fund balances - ending			$ 14,713,501				$ 563,396	

CITY OF HIALEAH, FLORIDA
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2025

	Employees' Retirement System	Elected Officials' Retirement System	Total
ASSETS			
Cash and cash equivalents	$ 26,526,784	$ 739	$ 26,527,523
Receivables:			
Accrued investment income	2,053,435	-	2,053,435
Accounts receivable: sale of investments	14,589	-	14,589
Other receivables	721,946	31,316	753,262
Total receivables	2,789,970	31,316	2,821,286
Investments, at fair value:			
Equity securities	400,661,214	-	400,661,214
Corporate bonds and asset backed securities	82,629,382	-	82,629,382
Government securities	214,113,018	-	214,113,018
Pooled index trust fund	43,223,218	-	43,223,218
Closely-held limited liability fund	38,540,441	-	38,540,441
Closely-held limited partnership fund	18,107,446	-	18,107,446
Closely-held real estate fund	15,874,555	-	15,874,555
Limited partnerships	2,737,942	-	2,737,942
Collective investment equity fund	135,390	8,921,183	9,056,573
Bond Mutual funds	-	5,568,852	5,568,852
Real Estate Investment Trust	-	674,418	674,418
Total investments	816,022,606	15,164,453	831,187,059
Loans to members	5,683,908	-	5,683,908
Total assets	851,023,268	15,196,508	866,219,776
LIABILITIES			
Accounts payable	317,742	-	317,742
Accounts payable purchase of investments	24,706	-	24,706
Advance contribution from City	36,000,000	-	36,000,000
Total liabilities	36,342,448	-	36,342,448
NET POSITION RESTRICTED FOR PENSIONS			
Net position restricted for pensions	805,106,232	15,196,508	820,302,740
Net position restricted for DROP benefits	9,574,588	-	9,574,588
NET POSITION RESTRICTED FOR PENSIONS	$ 814,680,820	$ 15,196,508	$ 829,877,328

CITY OF HIALEAH, FLORIDA
FIDUCIARY FUNDS
COMBINING STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
SEPTEMBER 30, 2025

	Employees' Retirement System	Elected Officials' Retirement System	Total
ADDITIONS			
Contributions:			
Employer	$ 38,759,625	$ -	$ 38,759,625
Employee	6,271,600	11,122	6,282,722
Employee - buyback	106,779	-	106,779
Employee - annuity saving	3,924,577	-	3,924,577
State	461,877	-	461,877
Total contributions	49,524,458	11,122	49,535,580
Investment income:			
Net appreciation in fair value of investments	49,041,281	1,114,154	50,155,435
Investment Income	17,387,630	410,861	17,798,491
Total investment Income	66,428,911	1,525,015	67,953,926
Less investment expenses	1,582,468	34,970	1,617,438
Net investment income	64,846,443	1,490,045	66,336,488
Other income	82,296	-	82,296
Total Additions	114,453,197	1,501,167	115,954,364
DEDUCTIONS			
Pension benefits	70,228,822	928,040	71,156,862
DROP benefits	3,028,316	-	3,028,316
Refunds of contributions	13,225,525	-	13,225,525
Administrative expenses	188,154	20,964	209,118
Total deductions	86,670,817	949,004	87,619,821
Net increase	27,782,380	552,163	28,334,543
Net position restricted for pensions:			
Beginning of year	786,898,440	14,644,345	801,542,785
End of year	$ 814,680,820	$ 15,196,508	$ 829,877,328

STATISTICAL SECTION



This part of the City of Hialeah's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

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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: **148-151**

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax. **152-155**

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. **156-158**

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. **159-161**

Operating Information

These schedules contain service and infrastructure data to help the reader understand how The information in the City's financial report relates to the services the City provides and The activities it performs. **162-163**

CITY OF HIALEAH, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities:										
Net investment in capital assets	$ 190,609,888	$ 186,457,794	$ 186,890,190	$ 170,129,327	$ 193,868,493	$ 195,636,842	$ 192,364,855	$ 165,675,071	$ 174,639,561	$ 219,708,289
Restricted	18,654,864	23,084,772	2,289,412	2,914,351	47,706,472	59,155,546	82,777,505	90,698,252	95,666,482	95,929,067
Unrestricted	(270,877,972)	(293,625,452)	(497,449,914)	(471,162,631)	(560,835,297)	(604,413,810)	(578,040,243)	(526,381,670)	(569,167,676)	(492,955,612)
Total governmental activities net position	**(61,613,220)**	**(84,082,886)**	**(308,270,312)**	**(298,118,953)**	**(319,260,332)**	**(349,621,422)**	**(302,897,883)**	**(270,008,347)**	**(298,861,633)**	**(177,318,256)**
Business-type activities:										
Net investment in capital assets	126,879,211	133,579,865	145,315,155	149,162,397	150,166,669	150,193,207	145,582,694	144,986,605	141,893,013	149,879,192
Unrestricted	(17,762,837)	(21,403,478)	(73,743,502)	(69,225,945)	(73,753,456)	(82,693,460)	(73,467,697)	(58,195,874)	(57,803,634)	(30,790,095)
Total business-type activities net position	**109,116,374**	**112,176,387**	**71,571,653**	**79,936,452**	**76,413,213**	**67,499,747**	**72,114,997**	**86,790,731**	**84,089,379**	**119,089,097**
Total government:										
Net investment in capital assets	317,489,099	320,037,659	332,205,345	319,291,724	344,035,162	345,830,049	337,947,549	310,661,676	316,532,574	369,587,481
Restricted	18,654,864	23,084,772	2,289,412	2,914,351	47,706,472	59,155,546	82,777,505	90,698,252	95,666,482	95,929,067
Unrestricted	(288,640,809)	(315,028,930)	(571,193,416)	(540,388,576)	(634,588,753)	(687,107,270)	(651,507,940)	(584,577,544)	(626,971,310)	(523,745,707)
Total government net position	**$ 47,503,154**	**$ 28,093,501**	**$ (236,698,659)**	**$ (218,182,501)**	**$ (242,847,119)**	**$ (282,121,675)**	**$ (230,782,886)**	**$ (183,217,616)**	**$ (214,772,254)**	**$ (58,229,159)**

CITY OF HIALEAH, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses:										
Governmental activities:										
General government	$ 55,341,792	$ 59,957,217	$ 55,258,339	$ 61,455,026	$ 70,420,073	$ 84,180,713	$ 64,140,377	$ 79,403,672	$ 91,852,245	$ 69,697,277
Police	54,508,455	58,240,949	53,485,325	60,930,938	88,654,519	83,705,377	56,338,163	71,283,219	90,040,659	70,678,148
Fire	49,035,406	54,381,049	46,936,520	57,797,638	58,349,093	63,772,003	49,168,810	61,847,983	72,821,797	60,292,959
Streets	14,054,634	15,961,337	13,202,250	13,572,809	17,440,016	17,195,034	15,812,453	5,019,820	6,992,050	5,341,208
Recreation and community services	12,336,667	13,703,389	11,652,746	12,052,307	12,018,687	14,880,885	11,615,814	13,879,858	17,057,401	13,231,375
Interest on long-term debt	5,448,282	3,766,967	4,025,439	3,317,950	3,165,907	2,966,368	3,580,041	2,684,136	2,733,637	2,488,839
Total governmental activities	**190,725,236**	**206,010,909**	**184,560,619**	**209,126,668**	**250,048,295**	**266,700,380**	**200,655,658**	**234,118,688**	**281,497,789**	**221,729,806**
Business-type activities:										
Water & sewer	72,874,604	71,567,962	73,079,627	71,136,712	81,857,795	88,867,911	92,241,184	93,289,082	110,178,603	97,707,765
Solid waste	21,314,937	19,795,688	7,318,709	15,261,866	18,495,129	20,002,706	8,388,117	12,125,255	18,450,263	15,817,917
Stormwater	2,248,357	4,987,399	5,495,126	4,494,713	4,810,937	5,116,368	4,881,497	4,635,878	2,395,027	5,280,145
Total business-type activities	96,437,898	96,351,049	85,893,462	90,893,291	105,163,861	113,986,985	105,510,798	110,050,215	131,023,893	118,805,827
Total government expenses	**$ 287,163,134**	**$ 302,361,958**	**$ 270,454,081**	**$ 300,019,959**	**$ 355,212,156**	**$ 380,687,365**	**$ 306,166,456**	**$ 344,168,904**	**$ 412,521,682**	**$ 340,535,633**
Program revenues:										
Governmental activities:										
Charges for services:										
General government	$ 27,892,420	$ 24,217,921	$ 25,618,187	$ 22,743,654	$ 31,679,136	$ 40,843,724	$ 23,685,948	$ 39,497,141	$ 7,019,990	$ 7,717,606
Police	685,253	745,403	677,410	542,614	954,018	1,838,907	897,602	1,482,250	-	56,709
Fire	5,615,993	4,696,059	4,749,781	10,189,498	6,207,550	5,049,491	2,976,880	4,490,567	1,791,926	1,660,749
Streets	377,105	766,087	2,345,404	699,617	8,300,213	10,758,518	190,312	3,469,649	108,404	-
Recreation and community services	1,103,371	1,968,593	1,347,900	1,228,840	2,943,241	2,549,607	12,137,005	5,196,610	-	973,064
Operating grants and contributions	21,747,532	26,795,367	22,478,063	32,754,665	25,349,120	21,087,711	33,158,637	22,502,980	24,236,103	82,369,294
Capital grants and contributions	12,214,891	9,475,840	14,519,811	15,769,053	12,025,790	6,521,210	9,463,863	6,527,636	40,099,940	49,229,191
Total governmental activities program revenues	**69,636,565**	**68,665,270**	**71,736,556**	**83,927,941**	**87,459,068**	**88,649,168**	**82,510,247**	**83,166,833**	**73,256,363**	**142,006,613**
Business-type activities:										
Charges for services:										
Water & sewer	65,545,712	66,468,227	70,388,195	73,026,518	75,565,212	79,562,678	88,813,328	90,897,548	100,396,159	101,524,376
Solid waste	16,655,394	17,356,664	18,218,239	18,595,914	19,746,834	20,367,889	21,819,159	24,471,672	23,931,743	26,710,725
Stormwater	4,098,166	3,849,779	3,670,891	3,721,412	3,735,922	3,650,696	3,632,127	3,853,505	3,772,072	3,404,786
Capital grants and contributions	429,279	591,188	33,168	9,781	191,881	202,536	339,738	-	14,204	5,477,259
Total business-type activities program revenues	**86,728,551**	**88,265,858**	**92,310,493**	**95,353,625**	**99,239,849**	**103,783,799**	**114,604,352**	**119,222,725**	**128,114,178**	**137,117,146**
Total program revenues	**$ 156,365,116**	**$ 156,931,128**	**$ 164,047,049**	**$ 179,281,566**	**$ 186,698,917**	**$ 192,432,967**	**$ 197,114,599**	**$ 202,389,558**	**$ 201,370,541**	**$ 279,123,759**
Net (expense) revenue:										
Governmental activities	$ (121,088,671)	$ (137,345,639)	$ (112,824,063)	$ (125,198,727)	$ (162,589,227)	$ (178,051,212)	$ (118,145,411)	$ (150,951,856)	$ (208,241,426)	$ (79,723,193)
Business-type activities	(9,709,347)	(8,085,191)	6,417,031	4,460,334	(5,924,012)	(10,203,186)	9,093,554	9,172,510	(2,909,715)	18,311,319
Total net expense	**$ (130,798,018)**	**$ (145,430,830)**	**$ (106,407,032)**	**$ (120,738,393)**	**$ (168,513,239)**	**$ (188,254,398)**	**$ (109,051,857)**	**$ (141,779,346)**	**$ (211,151,141)**	**$ (61,411,874)**
General revenues:										
Governmental activities:										
Taxes:										
Property taxes	$ 47,012,819	$ 51,435,680	$ 57,462,494	$ 62,743,620	$ 68,425,226	$ 75,538,132	$ 82,083,914	$ 93,270,127	$ 107,254,522	$ 121,765,414
Utility taxes	22,628,827	22,345,725	22,883,815	22,459,212	22,299,867	22,493,687	24,225,902	27,324,060	28,814,018	29,200,328
Franchise fees on gross receipts	15,182,525	16,180,210	16,190,910	16,021,179	15,416,105	17,017,212	16,418,919	18,947,653	21,178,458	16,130,574
Intergovernmental revenue	27,687,192	28,200,503	33,823,674	34,612,512	35,442,925	34,558,205	40,360,310	41,555,164	40,976,036	40,812,577
Gain on disposal of capital assets	69,910	77,140	165,426	141,860	163,985	954,345	367,377	266,389	56,611	204,330
Unrestricted interest	9,597	129,600	224,407	640,840	456,010	148,954	316,202	6,222,767	9,372,502	7,838,124
Transfers	-	(1,296,159)	(366,407)	(1,269,139)	(756,270)	(1,080,690)	(877,658)	3,903,081	(874,166)	(14,684,779)
Total governmental activities	**112,590,870**	**117,072,699**	**130,384,319**	**135,350,084**	**141,447,848**	**149,629,845**	**162,894,966**	**183,683,079**	**206,777,981**	**201,266,568**
Business-type activities:										
Unrealized gain (loss) on investments	185,370	(121,594)	(215,998)	492,097	1,131,107	(113,739)	(1,841,360)	52,823	1,441,786	205,233
Unrestricted interest	2,392,231	543,642	347,074	2,143,229	513,395	322,769	464,592	1,547,320	1,809,867	1,798,387
Gain on disposal of capital assets	-	-	43,575	-	-	-	-	-	-	-
Transfers	-	1,296,159	366,407	1,269,139	756,270	1,080,690	877,658	3,903,081	874,166	14,684,779
Total business-type activities	**2,577,601**	**1,718,207**	**541,058**	**3,904,465**	**2,400,772**	**1,289,720**	**(499,110)**	**5,503,224**	**4,125,819**	**16,688,399**
Total general revenues	**$ 115,168,471**	**$ 118,790,906**	**$ 130,925,377**	**$ 139,254,549**	**$ 143,848,620**	**$ 150,919,565**	**$ 162,395,856**	**$ 189,186,303**	**$ 210,903,800**	**$ 217,954,967**
Change in net position:										
Governmental activities	$ (8,497,801)	$ (20,272,940)	$ 17,560,256	$ 10,151,359	$ (21,141,379)	$ (28,421,367)	$ 44,749,555	$ 32,731,223	$ (1,463,445)	$ 121,543,377
Business-type activities	(7,131,746)	(6,366,984)	6,958,089	8,364,799	(3,523,239)	(8,913,466)	8,594,444	14,675,734	1,216,104	34,999,718
Total change in net position	**$ (15,629,547)**	**$ (26,639,924)**	**$ 24,518,345**	**$ 18,516,158**	**$ (24,664,618)**	**$ (37,334,833)**	**$ 53,343,999**	**$ 47,406,957**	**$ (247,341)**	**$ 156,543,095**

CITY OF HIALEAH, FLORIDA
FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General fund:										
Nonspendable	$ 2,206,606	$ 5,304,957	$ 5,897,782	$ 6,739,054	$ 6,871,681	$ 7,528,489	$ 5,131,811	$ 4,351,059	$ 1,508,484	$ 1,637,327
Restricted	-	-	3,517,760	856,950	553,447	86,417	86,417	-	-	-
Committed	99,606	2,116,128	1,770,751	395,689	390,193	784,325	313,387	2,249,573	6,309,400	4,533,535
Asssigned	-	-	5,600,000	6,100,000	7,171,799	-	1,062,100	8,622,367	19,662,600	60,482,200
Unassigned	35,133,349	32,030,706	29,821,802	31,444,210	32,161,841	38,512,443	46,081,725	58,656,469	62,086,239	60,808,646
Total general fund	**$ 37,439,561**	**$ 39,451,791**	**$ 46,608,095**	**$ 45,535,903**	**$ 47,148,961**	**$ 46,911,674**	**$ 52,675,440**	**$ 73,879,468**	**$ 89,566,723**	**$ 127,461,708**
All other governmental funds:										
Nonspendable	$ 1,199,528	$ 1,240,869	$ 1,654,611	$ 579,995	$ 348,773	$ 975,722	$ 230,442	$ 395	$ 13,545	$ 13,545
Restricted	18,654,864	23,108,042	31,055,772	44,122,677	55,771,593	56,739,191	77,168,280	88,377,495	80,625,188	91,348,314
Committed	805,666	6,073,476	3,875,091	2,220,822	7,462,663	10,375,012	2,730,930	7,676,154	4,612,934	3,708,364
Assigned	-	-	-	-	-	-	-	-	11,997,600	-
Unassigned	(466,364)	(6,496,712)	(10,112,582)	(7,968,883)	(5,394,318)	(6,086,882)	(6,540,575)	(4,651,546)	(4,318,815)	(3,719,074)
Total all other governmental funds	**$ 20,193,694**	**$ 23,925,675**	**$ 26,472,892**	**$ 38,954,611**	**$ 58,188,711**	**$ 62,003,043**	**$ 73,589,077**	**$ 91,402,498**	**$ 92,930,452**	**$ 91,351,149**

CITY OF HIALEAH, FLORIDA

CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues:										
Ad valorem taxes	$ 47,012,819	$ 51,435,680	$ 57,462,494	$ 62,743,620	$ 68,425,226	$ 75,538,132	$ 82,083,914	$ 93,270,127	$ 107,254,522	$ 121,765,414
Charges for services	-	-	8,827,351	14,545,199	7,629,550	8,252,646	10,644,848	10,033,294	8,920,319	10,408,128
Fines and forfeitures	2,304,780	1,737,726	2,538,165	4,063,952	3,373,633	3,884,785	2,565,757	2,145,649	2,391,258	2,807,709
Franchise fees	15,182,525	16,180,210	16,190,910	16,021,179	15,416,105	17,017,212	16,418,919	18,947,653	21,178,458	16,130,574
Impact fees	2,553,949	2,189,892	970,464	3,231,644	3,445,036	2,490,178	3,763,634	6,000,855	1,096,694	2,741,626
Intergovernmental	-	-	67,905,904	71,275,728	82,705,520	84,383,656	82,982,810	85,764,322	82,610,440	143,910,969
Investment income	9,597	-	224,407	640,840	456,010	148,954	316,202	6,206,762	9,372,502	7,838,124
Licenses and permits	16,370,723	16,161,820	17,559,440	19,799,005	19,502,647	17,817,575	18,425,159	16,181,624	14,195,324	15,517,049
Other revenues	-	-	5,630,835	4,526,786	2,795,477	4,668,660	4,764,391	5,480,545	5,386,215	6,425,632
Utility taxes	22,628,827	22,345,725	22,883,815	22,459,212	22,299,867	22,493,687	24,225,902	27,324,060	28,814,018	29,200,328
State and local shared revenues	46,141,008	45,606,789	-	-	-	-	-	-	-	-
Government grants and other revenues	27,361,310	29,667,244	-	-	-	-	-	-	-	-
Total revenues	**179,565,538**	**185,325,086**	**200,193,785**	**219,307,165**	**226,049,071**	**236,695,485**	**246,191,536**	**271,354,891**	**281,219,750**	**356,745,553**
Expenditures:										
Current:										
911 communications	3,894,582	4,448,217	4,393,395	4,927,182	5,477,101	5,685,374	5,901,183	6,541,095	7,874,459	7,149,164
Business tax division	807,971	951,992	1,058,538	1,259,585	1,770,814	1,112,863	1,074,247	1,111,245	1,332,463	1,559,237
City Clerk's office	1,233,250	962,794	1,386,980	1,101,531	1,910,174	1,284,569	2,337,438	1,479,828	1,986,512	1,606,748
Code compliance	644,566	642,804	691,122	715,168	688,223	810,978	752,950	748,065	1,255,912	2,008,163
Communications and special events	387,083	523,637	699,089	1,458,309	1,216,691	1,744,990	1,764,143	1,205,807	2,213,774	1,057,315
Construction and maintenance	3,053,215	2,981,198	2,836,215	3,163,088	3,178,953	3,343,392	3,685,941	3,547,477	3,628,458	3,820,663
Education and community services	2,851,902	2,802,476	1,781,983	1,958,762	1,758,005	1,857,078	2,147,127	2,470,037	2,734,103	2,718,678
Emergency management	-	-	-	-	-	-	-	24,342	115,792	170,864
Employee retirement	596,528	834,417	591,734	845,019	695,173	569,442	1,061,805	824,168	972,992	925,324
Finance	1,417,428	1,486,450	1,673,282	1,992,167	2,083,325	2,313,843	2,437,534	1,663,622	2,043,922	2,273,902
Fire	44,566,208	46,111,359	46,950,299	52,823,642	47,804,143	54,147,762	55,152,741	54,808,457	58,751,193	67,767,066
Fleet maintenance	3,060,804	3,117,172	3,426,246	3,523,468	3,368,715	3,707,116	3,915,311	3,710,687	3,425,236	3,276,596
General government	13,259,022	13,649,002	16,334,508	13,636,616	20,373,999	22,338,241	16,895,648	26,263,248	20,099,624	26,289,349
Grants and human services	8,228,432	9,889,816	8,828,260	9,079,879	5,031,212	11,220,941	17,987,487	6,366,759	8,253,294	5,887,167
Human resources	763,201	735,666	948,150	1,006,870	1,072,759	1,238,974	1,378,933	1,473,654	1,630,040	1,840,673
Information technology	1,871,939	1,845,314	1,944,261	2,201,323	2,113,745	2,516,168	2,274,909	2,828,385	3,619,157	2,938,335
Law	1,311,626	1,150,714	1,238,551	1,388,834	1,538,458	1,635,001	1,569,569	1,678,382	1,881,858	1,862,320
Library	1,560,224	1,379,576	1,572,147	1,744,384	1,725,573	2,226,041	1,874,748	1,931,282	2,152,546	2,347,573
Marketing and Sponsorships	-	-	-	-	-	-	-	-	5,796	401,115
Media	-	-	-	-	-	-	-	-	-	244,118
Milander center	-	-	1,014,757	833,206	660,817	610,605	606,362	1,249,173	933,278	1,811,201
Office of Management and Budget	388,095	402,949	419,851	410,968	367,253	434,000	574,969	548,808	507,037	626,303
Office of the Mayor	646,944	588,766	593,914	588,027	681,812	770,125	1,007,166	948,369	979,499	705,253
Parks and recreation	10,015,340	10,528,719	10,506,083	10,494,096	9,780,992	11,104,261	11,161,968	2,667,992	13,761,576	14,872,576
Planning and zonning	716,244	657,440	613,696	662,973	739,814	807,635	856,957	1,150,425	1,915,712	2,024,843
Print Shop	-	-	-	-	-	-	-	-	-	176,963
Police	50,189,926	50,050,644	54,303,171	57,918,213	59,729,547	66,876,016	64,492,100	65,669,815	72,643,034	79,431,841
Public Relations	-	253,306	667,832	-	31,664	230,660	20,492	-	-	533,386
Purchasing	-	-	-	-	-	-	17,346	940,924	1,042,630	1,021,013
Risk management	322,813	318,996	414,915	477,409	517,884	645,362	750,890	845,123	641,641	782,666
State housing initiative programs	116,248	402,050	734,948	337,470	1,250,044	1,998,290	140,103	88,624	12,371	1,615,991
Streets	4,433,977	5,680,107	4,947,200	4,417,626	5,630,912	5,612,332	4,630,203	4,475,130	5,640,806	5,561,308
Debt service:										
Principal	22,689,871	4,884,376	4,704,962	4,861,268	4,790,443	4,873,223	5,306,160	6,506,074	7,775,446	9,090,659
Interest	3,964,006	3,866,525	3,712,445	3,652,173	3,509,147	3,377,771	3,580,041	2,684,136	2,733,637	2,488,839
Capital outlay	9,095,668	8,511,541	15,184,916	25,161,167	17,535,589	20,029,994	13,852,642	19,781,216	37,671,094	49,229,191
Total expenditures	**192,087,113**	**179,658,023**	**194,173,450**	**212,640,423**	**207,032,981**	**235,123,047**	**229,209,113**	**236,232,349**	**270,234,892**	**306,116,403**
Excess (deficiency) of revenues over expenditures	(12,521,575)	5,667,063	6,020,335	6,666,742	19,016,090	1,572,438	16,982,423	35,122,542	10,984,858	50,629,150
Other financing sources (uses):										
Transfers in	776,762	611,165	1,240,730	900,856	2,163,594	1,755,399	14,969,103	1,037,862	2,975,318	78,850,328
Transfers out	(776,762)	(611,165)	(1,240,730)	(900,856)	(2,163,594)	(1,755,399)	(14,969,103)	(1,037,862)	(2,975,318)	(93,535,107)
Proceeds of refunding bonds	45,164,839	-	3,517,760	4,600,925	1,667,083	22,720,000	-	2,838,067	122,282	96,858
Payments to bond refunding escrow agent	-	-	-	-	-	(21,704,000)	-	948,779	8,827,426	70,122
Proceeds from disposal of capital assets	69,910	77,140	165,426	141,860	163,985	954,345	367,377	266,389	56,611	204,330
Total other financing sources (uses)	**45,234,749**	**77,140**	**3,683,186**	**4,742,785**	**1,831,068**	**1,970,345**	**367,377**	**4,053,235**	**9,006,319**	**(14,313,469)**
Net change in fund balances	**$ 32,713,174**	**$ 5,744,203**	**$ 9,703,521**	**$ 11,409,527**	**$ 20,847,158**	**$ 3,542,783**	**$ 17,349,800**	**$ 39,175,777**	**$ 19,991,177**	**$ 36,315,682**
Debt service as a percentage of non-capital expenditures	14.57%	5.11%	4.70%	4.54%	4.38%	3.84%	4.13%	4.25%	4.52%	4.51%

CITY OF HIALEAH, FLORIDA
NET ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Real Property	Personal Property	Centrally Assessed	Total Net Assessed Value	Total Direct Tax Rate
2016	$ 7,304,727,801	$ 546,751,824	$ 7,304,728	$ 7,858,784,353	6.3018
2017	7,973,545,871	552,723,556	7,380,269	8,533,649,696	6.3018
2018	8,928,454,641	564,251,782	7,643,215	9,500,349,638	6.3018
2019	9,762,587,984	610,266,017	8,030,715	10,380,884,716	6.3018
2020	10,700,357,621	597,759,406	7,943,936	11,306,060,963	6.3018
2021	11,784,320,757	689,514,163	8,202,443	12,482,037,363	6.3018
2022	12,816,113,123	749,885,521	8,920,619	13,574,919,263	6.3018
2023	14,523,534,895	837,194,696	9,141,508	15,369,871,099	6.3018
2024	18,924,877,415	1,039,237,173	8,483,200	19,972,597,788	6.3018
2025	21,057,352,513	1,110,429,950	8,570,747	22,176,353,210	6.3018

Note: 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: Miami-Dade County Property Appraiser's Office.

CITY OF HIALEAH, FLORIDA
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	Direct Rate	Overlapping Rates (1)											
	City of Hialeah	Miami-Dade County			Miami-Dade County School Board								
Fiscal Year	Operating Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	Water Management District	Special District	Okeechobee Basin	Children's Trust	Everglades C.P.	Total Direct and Overlapping Rates
2016	6.3018	4.6669	0.4000	5.0669	7.1380	0.1840	7.3220	0.1359	0.0320	0.1477	0.5000	0.0471	19.5534
2017	6.3018	4.6669	0.4000	5.0669	6.7740	0.2200	6.9940	0.1275	0.0320	0.1384	0.4673	0.0441	19.1720
2018	6.3018	4.6669	0.4644	5.1313	6.5040	0.2290	6.7330	0.1209	0.0320	0.1310	0.4415	0.0417	18.9332
2019	6.3018	4.6669	0.4780	5.1449	7.0250	0.1230	7.1480	0.1152	0.0320	0.1246	0.4680	0.0397	19.3742
2020	6.3018	4.6669	0.4780	5.1449	6.9360	0.1930	7.1290	0.1103	0.0320	0.1192	0.4507	0.0380	19.3259
2021	6.3018	4.6669	0.5075	5.1744	6.8290	0.1800	7.0090	0.1061	0.0320	0.1146	0.5000	0.0365	19.2744
2022	6.3018	4.6202	0.4853	5.1055	6.4240	0.1650	6.5890	0.0948	0.0320	0.1026	0.5000	0.0327	18.7584
2023	6.3018	4.5740	0.4355	5.0095	6.5660	0.1330	6.6990	0.0948	0.0320	0.1026	0.5000	0.0327	18.7724
2024	6.3018	4.5740	0.4271	5.0011	6.4680	0.1340	6.6020	0.0948	0.0327	0.1026	0.5000	0.0327	18.6677
2025	6.3018	4.5740	0.4171	4.9911	5.4990	0.1340	5.6330	0.0948	0.0327	0.1026	0.4638	0.0327	17.6198

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

Sources: Miami-Dade County Property Appraiser's Office.

(1) Overlapping rates are those of local and county governments that apply to property owners within the City of Hialeah. Not all overlapping rates apply to all City of Hialeah 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).

CITY OF HIALEAH, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

2025				2016			
Taxpayer	Net Assessed Value	Rank	Percent of Total City Net Assessed Value	Taxpayer	Net Assessed Value	Rank	Percent of Total City Net Assessed Value
Florida Power & Light CO	$ 342,085,470	1	2.52%	Florida Power & Light CO	$166,127,014	1	2.11%
Centerpoint Countyline LLC	220,278,054	2	1.62%	Palm Springs Mile Associates LTD	114,425,934	2	1.46%
Florida Kennels Inc	171,821,588	3	1.27%	Westland Mall LLC	80,800,000	3	1.03%
Palm Spring Mile Associate LTD	153,643,946	4	1.13%	Lifemark Hospitals Inc.	59,258,235	4	0.75%
Terreno Countyline PhaseIV LLC	150,008,432	5	1.11%	Centergate at Gratigny LLC	39,027,823	5	0.50%
RREEF CPIF Centergate	144,964,633	6	1.07%	SC Westland Promenade Ltd Prtshp	32,668,960	6	0.42%
Southeast Commercial LLC	130,347,083	7	0.96%	Hialeah Speedway Limited	29,093,414	7	0.37%
Aireit Countyline Corporate	116,719,399	8	0.86%	Bal Bay Management LLC	23,728,306	8	0.30%
MPT of Hialeah Palmetto	94,162,133	9	0.69%	United Parcel Service Inc.	23,639,808	9	0.30%
Shoma Village Apartments LLC	78,471,489	10	0.58%	FDG Beacon countyline LLC	23,526,223	10	0.30%
	$ 1,602,502,227		11.81%		$592,295,717		7.54%

Source: Miami-Dade County Property Appraisers Office.

CITY OF HIALEAH, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Total Taxes Levied for Fiscal Year	Levied Taxes Collected within the Fiscal Year		Delinquent Tax Collections	Total Tax Collections	
		Amount	Percent of Levy		Amount	Percent of Levy
2016	$ 49,524,487	$ 47,012,819	94.93%	$ 296,084	$ 47,308,903	95.53%
2017	53,777,354	51,435,680	95.65%	1,516,908	52,952,588	98.47%
2018	59,869,303	57,462,494	95.98%	615,338	58,077,832	97.01%
2019	65,418,259	62,743,620	95.91%	1,976,246	64,719,866	98.93%
2020	71,248,535	68,425,226	96.04%	2,450,762	70,875,988	99.48%
2021	78,659,303	75,538,132	96.03%	2,066,463	77,604,595	98.66%
2022	85,639,528	79,283,510	92.58%	1,840,255	81,123,765	94.73%
2023	96,993,801	91,035,944	93.86%	1,855,454	92,891,398	95.77%
2024	109,893,038	106,651,344	97.05%	3,215,487	106,921,225	97.30%
2025	125,514,382	121,208,279	96.57%	3,190,095	121,478,021	96.78%

Source: City of Hialeah Office of Management & Budget.

CITY OF HIALEAH, FLORIDA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended	Governmental Activities			Business-Type Activities					
	Revenue	Notes		Revenue	Notes	Revolving		Percentage of Personal	Per
September 30,	Bonds	Payable	Leases	Bonds	Payable	Loan	Total	Income (1)	Capita (1)
2016	$ -	$ 90,403,639	$ 1,323,955	$ -	$ 59,261,246	$ 1,417,014	$ 152,405,854	2.20%	643
2017	75,610,191	15,829,760	743,891	57,101,430	947,934	1,284,901	151,518,107	2.19%	641
2018	73,163,174	13,521,306	3,990,521	55,606,990	479,999	1,149,054	147,911,044	2.01%	623
2019	70,838,862	11,144,597	8,107,033	54,063,547	-	1,009,368	145,163,407	1.83%	608
2020	67,363,174	10,668,191	8,609,579	52,467,107	-	865,733	139,973,784	1.67%	584
2021	64,768,486	10,170,515	7,518,033	51,044,667	-	720,054	134,221,755	1.49%	574
2022	59,387,052	9,651,019	6,579,708	49,852,530	-	568,185	126,038,494	2.60%	562
2023	55,344,038	9,109,981	7,556,281	47,807,341	-	412,020	120,229,661	2.25%	546
2024	59,724,409	8,544,385	13,938,225	45,836,664	-	251,440	128,295,123	2.25%	580
2025	46,898,010	7,952,362	9,682,570	43,842,119	-	86,319	108,461,380	1.92%	489

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 for personal income and population data.

CITY OF HIALEAH, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2025
(AMOUNTS EXPRESSED IN THOUSANDS)

Government Unit	2025 Net Debt Outstanding	Estimated Percentage Applicable (1)	Amount Applicable to the City of Hialeah
Miami-Dade County School Board	$ 2,932,206	0.61%	$ 17,828
Miami-Dade County	5,532,286	0.61%	33,636
Subtotal, Overlapping Debt	8,464,492		51,464
City of Hialeah Direct Debt	64,533	100%	64,533
Total Direct and Overlapping Debt	$ 8,529,025		$ 115,997

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

Sources: Data provided by the Miami-Dade County Finance Department and the Miami-Dade County School Board, Finance Department.

CITY OF HIALEAH, FLORIDA
PLEDGE REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Series 2015 A&B				Bond Series 2011D Utility System Revenue Refunding - COH Series 2022						Bond Series 2012A Tax-exempt Refunding Revenue Note - Series 2022			
		Debt Service			Utility Charges and Other	Less Operating Expenses	Net Available Revenue	Debt Service			Non-Ad Valorem Revenues	Debt Service		
	Fees (d)	Principal	Interest	Coverage				Principal	Interest	Coverage		Principal	Interest	Coverage
2016	$ 10,352,230	$ 725,000	$ 2,086,361	3.68	$ 67,937,943	$ 56,210,678	$11,727,265	$ 955,000	$ 2,344,388	3.55	$ 5,875,196	$ 1,168,000	$ 1,309,450	2.37
2017	10,615,985	740,000	2,068,011	3.78	67,011,869	59,071,095	7,940,774	985,000	2,315,738	2.41	3,733,798	1,216,000	1,262,730	1.51
2018	10,397,532	770,000	2,041,511	3.70	70,722,238	59,966,423	10,755,815	1,015,000	2,286,188	3.26	5,843,528	1,264,000	1,214,090	2.36
2019	10,642,766	1,940,000	1,994,999	2.70	75,145,136	58,096,971	17,048,165	1,050,000	2,253,200	5.16	6,965,723	1,316,000	928,530	3.10
2020	10,291,013	2,015,000	1,924,977	2.61	76,056,063	69,015,124	7,040,939	1,105,000	2,200,700	2.13	4,763,491	1,368,000	1,110,890	1.92
2021	10,877,027	2,095,000	1,843,127	2.76	79,876,035	75,167,893	4,708,142	1,150,000	2,156,500	1.42	5,401,393	1,436,000	1,042,490	2.18
2022	12,940,357	2,185,000	1,754,400	3.28	87,419,579	81,548,184	5,871,395	1,412,208	1,623,367	1.93	3,705,083	1,928,000	1,259,070	1.16
2023	14,921,493	2,280,000	1,659,595	3.79	92,241,829	83,264,333	8,977,496	1,400,000	1,623,367	2.97	3,589,952	2,295,000	471,088	1.30
2024	14,416,390	2,238,000	1,409,098	3.95	103,044,983	99,634,627	3,410,356	1,210,000	1,783,000	1.14	108,265,140	2,340,000	429,744	39.09
2025	14,744,531	2,375,000	1,558,474	3.75	105,007,073	96,216,034	8,791,039	1,260,000	1,720,000	2.95	108,881,846	2,380,000	390,432	39.30

Source: City of Hialeah Finance Department

Note (c): During 2021, the City issued tax exempt Refunding Revenue Note Series 2022 for which the City has pledged non-advalorem Revenues, prior to fiscal year 2022 the City had pledged Discretionary Sales Surtax Revenues, see Note 10.
Note (c): During 2022, the City issued tax exempt Utility System Revenue Refunding Bonds Series 2022 for which the City has pledged Revenues, see Note 10.
Note (d): During 2016, the City issued Special Obligation Revenue Bonds Series 2015A and Special Obligation Refunding Revenue Bonds Series 2015B for which the City has pledged franchise fee revenues, see Note 10.

CITY OF HIALEAH, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population (1)	Total Personal Income (Amounts Expressed in Thousands) (1)	Per Capita Personal Income (1)	Median Age (2)	School Enrollment (3)	Unemployment Rate (4)
2016	237,069	$ 6,934,031	$ 29,249	43	25,348	5.7%
2017	236,387	6,914,083	29,249	43	29,437	5.1%
2018	237,523	7,366,063	31,012	44	30,214	3.9%
2019	238,942	7,923,556	33,161	44	30,251	3.1%
2020	239,722	8,406,571	35,068	45	26,542	9.6%
2021	233,876	8,997,444	38,471	45	27,108	4.9%
2022	224,362	4,852,501	21,628	46	30,034	2.2%
2023	220,292	5,351,994	24,295	46	30,881	1.5%
2024	221,300	5,702,016	25,766	46	28,982	1.4%
2025	221,901	5,656,035	25,489	46	35,118	3.7%

Sources:

(1) United States Census Bureau

(2) Florida-demographics.com

(3) Miami-Dade County School Board Budget Office

(4) U.S. Department of Labor

Note: Population, median age and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

CITY OF HIALEAH, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2025			2016		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Total						
Palmetto General Hospital	1,635	1	1.42%	1,635	2	1.72%
City of Hialeah	1,492	2	1.29%	1,755	1	1.85%
United Parcel Service	1,119	3	0.97%	1,119	3	1.18%
Hialeah Hospital	1,032	4	0.89%	1,032	4	1.09%
Publix Super Markets	771	5	0.67%	771	6	0.81%
Fresco y mas Supermarket	741	6	0.64%	-	-	-
Larkin Community Hospital Palm Springs Campus	683	7	0.59%	611	7	0.64%
Sedano's Super Markets	545	8	0.47%	545	8	0.57%
La Colonia Medical Centers	527	9	0.46%	-	-	-
Bullet Line	450	10	0.39%	450	10	0.47%
	8,995		7.79%	7,918		9.83%

Sources: City of Hialeah Office of Management & Budget and Business Tax Division.

CITY OF HIALEAH, FLORIDA
FULL-TIME GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Number of Employees:										
Mayor's Office	5	6	6	7	6	5	9	13	14	13
Information Systems	9	9	9	9	10	9	11	12	12	13
Community Development:										
Building	25	21	27	30	39	41	38	42	44	45
Code Compliance	10	10	10	10	8	9	9	7	11	11
Occupational License	9	10	11	13	14	12	10	13	14	14
Planning & Zoning	6	5	5	5	6	5	8	8	9	8
Office of Management & Budget	3	3	4	4	3	3	3	3	3	3
City Clerk's Office	4	17	16	16	17	15	14	15	18	12
Law	10	9	11	12	13	12	11	9	12	13
Risk Mmanagement	3	4	4	4	4	5	5	4	5	5
Police:										
Police Officers	251	284	272	266	275	269	283	296	310	329
Civilians	75	87	86	91	93	95	90	91	88	82
Fire:										
Firefighters	229	229	236	231	216	226	218	228	221	231
Civilians	18	18	21	20	20	31	23	22	20	35
911 Communications	43	29	50	50	43	40	38	40	37	46
Milander Center	-	4	6	6	8	6	5	7	7	6
Communications & Special Events	-	7	10	7	6	9	8	4	3	4
Education & Community Services	45	78	85	78	55	56	44	58	58	64
Library	17	23	24	22	23	25	18	24	25	35
Recreation and Community Services	70	131	142	135	124	126	108	126	142	134
Streets	31	25	29	25	27	26	19	19	20	23
Stormwater	13	12	13	11	12	12	13	16	18	17
Fleet	30	29	29	31	30	29	26	26	23	29
Construction and Maintenance	35	31	34	34	33	35	32	35	34	32
Solid Waste	26	23	11	9	10	8	7	7	8	8
Human Resources	7	8	8	11	9	12	13	14	15	14
Finance	26	20	22	25	21	22	19	20	23	26
Retirement	3	4	5	5	5	6	4	6	4	5
Grants and Human Services	4	4	9	7	4	9	10	9	7	12
Public Works - Staff	68	64	59	62	54	54	51	51	57	60
Public Works - Water Division	30	23	34	31	28	27	22	26	24	25
Public Works - Sewer Division	18	12	12	11	9	8	6	7	8	9
Total number of employees	**1,123**	**1,239**	**1,300**	**1,278**	**1,225**	**1,247**	**1,175**	**1,258**	**1,294**	**1,363**

Source: City of Hialeah Human Resources Department

Note: Communication & Special Events and Education & Community Services, was established in fiscal-year 2006, 911 Communications was established in fiscal-year 2010. Furthermore, the Planning and Development department was divided into the Planning and Zoning and Building divisions of the newly created Community and Development department along with the Code Compliance and License departments, which are now a division of Community and Development.

CITY OF HIALEAH, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Public safety										
Police:										
Police calls for service	239,662	215,390	245,098	268,253	253,925	234,619	199,703	189,086	175,167	185,312
Parking violations	4,674	4,130	5,023	6,505	5,497	3,916	2,198	2,915	2,959	3,345
Traffic violations	83,050	71,252	79,113	120,572	90,996	60,763	37,013	34,978	32,350	41,179
Fire:										
Number of calls answered	43,850	43,195	40,709	39,726	31,631	32,827	34,504	33,779	33,031	31,260
Inspections	13,400	13,789	14,204	14,533	14,530	13,156	14,015	12,893	12,186	10,122
Planning and development:										
Business permits issued	15,022	9,402	16,083	18,484	17,538	4,794	8,242	8,913	10,126	8,975
Occupational licenses issued	19,575	21,420	23,272	25,112	24,223	23,085	23,029	22,561	19,919	21,705
Streets:										
Street resurfacing (miles)	13.7	19.7	6.8	6.1	17.1	12.0	3.7	1.0	-	1.4
Potholes repaired	294	215	227	184	122	266	162	195	308	292
Culture and recreation:										
Registrations for library programs	38,364	22,172	22,338	23,153	25,566	12,269	9,983	36,892	37,236	42,027
Athletic field permits issued	76	47	26	98	54	89	181	97	2,257	8,326
Water and sewer:										
Active accounts - water and sewer	55,568	56,400	57,101	57,841	57,904	59,036	59,391	59,841	60,460	61,054
Average daily water consumption (thousands of gallons)	18,556	18,068	18,027	16,969	17,079	17,235	16,482	17,535	17,869	17,570
Average daily sewage treatment (thousands of gallons)	24,502	25,215	25,118	24,641	26,139	23,378	26,678	36,575	38,626	35,304
New connections	981	997	427	486	567	1,480	423	305	305	316
Water main breaks	108	248	847	252	253	290	287	284	297	270
Solid waste:										
Residential accounts	36,502	37,433	37,681	36,823	37,651	37,920	37,992	38,064	38,064	38,694
Refuse collected (tons/day)	254.0	324.0	211.1	206.6	227.0	239.8	228.9	246	235	239
Recyclables collected (tons/day)	45.2	29.0	21.3	19.6	20.5	20.7	18.8	20	19	16

Sources: Various City departments

Note: Indicators are not available for the general government function.

CITY OF HIALEAH, FLORIDA
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government:										
General government buildings	1	1	1	1	1	1	1	1	1	1
Public safety:										
Police:										
Police stations	5	5	5	5	5	5	5	5	5	5
Patrol units	225	218	214	304	309	250	252	289	327	298
Fire:										
Fire stations	8	8	8	8	8	9	9	9	9	9
Fire apparatus vehicles	15	15	17	17	16	13	16	15	15	15
Emergency rescue vehicles	14	14	12	12	15	15	13	16	15	15
Streets:										
Miles of streets	475.6	475.6	475.6	478.1	479.2	356.7	356.7	356.9	356.9	373.5
Culture and recreation:										
Parks	27	27	27	27	27	27	27	27	27	27
Parks acreage	223.5	223.5	223.5	253.5	232.0	253.5	253.5	253.5	253.5	253.5
Community center	3	3	3	3	3	3	3	3	3	3
Swimming pools	7	7	7	7	7	7	7	7	7	7
Tennis courts	26	26	26	26	21	23	23	22	22	22
Water and sewer:										
Water and sewer buildings	2	2	2	2	2	2	2	2	2	2
Water mains (miles)	519	519	519	519	537	541	541	541	541	547
Fire hydrants	3,008	3,093	3,116	3,116	3,116	3,210	3,215	3,492	3,492	3,607
Storm sewers (miles)	84.3	84.3	95.2	96.6	98.1	98.4	98.4	98.4	98.4	119.54
Solid waste:										
Recycle trucks	6	6	-	-	-	-	-	-	-	-

Sources: Various City departments

Note: Solid waste collection and recycling were outsourced during fiscal years 2016 and 2018 respectively.

COMPLIANCE SECTION



CBIZ CPAs P.C.

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Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Honorable Mayor and Members of the City Council of
City of Hialeah, Florida

We have audited, in accordance with the 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*"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hialeah, Florida (the "City"), as of and for the fiscal year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 26, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 and therefore, material weakness or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items SD2025-001, SD2025-002, SD2025-003, SD2025-004, and SD2025-005 that we consider to be significant deficiencies.

Report on Compliance and Other Matter

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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items SD2025-003 and SD2025-005.

City's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

CBIZ CPAs P.C.

Coral Gables, Florida
June 26, 2026

CBIZ CPAs P.C.

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Independent Auditors' Report on Compliance for Each Major Federal Program and Each Major State Project and Report on Internal Control over Compliance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General

To the Honorable Mayor and Members of the City Council of
City of Hialeah, Florida

Report on Compliance for Each Major Federal Program and Each Major State Project

Opinion on Each Major Federal Program and Each Major State Project

We have audited the City of Hialeah, Florida (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, and the requirements described in the *State of Florida Department of Financial Services'* State Projects Compliance Supplement, that could have a direct and material effect on each of the City's major federal programs and state projects for the fiscal year ended September 30, 2025. The City's major federal programs and state projects are 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 types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs and state projects identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the fiscal year ended September 30, 2025.

Basis for Opinion on Each Major Federal Program and Each Major State Project

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"), and Chapter 10.550, Rules of the Auditor General (Chapter 10.550). Our responsibilities under those standards, the Uniform Guidance and Chapter 10.550, 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 and each major state project. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs and state projects.

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*, the Uniform Guidance, and Chapter 10.550, 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 and each major state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, 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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and Chapter 10.550 and which is described in the accompanying schedule of findings and questioned costs as item SD2025-005. Our opinion on each major federal program and state project is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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 or state project 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 or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items SD2025-005 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

CBIZ CPAs P.C.

Coral Gables, Florida
June 26, 2025

CITY OF HIALEAH, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Federal Program	ALN	Grant Number	Federal Awards: Passed Through to Subrecipients	Federal Awards: Expenditures
U.S. Department of Housing and Urban Development				
Community Development Block Grant – Entitlement Grants				
Community Development Block Grant – Entitlement Grants	14.218	B20MC120008	$ -	$ 255,558
Community Development Block Grant – Entitlement Grants	14.218	B21MC120008	-	235,583
Community Development Block Grant – Entitlement Grants	14.218	B22MC120008	52,741	159,832
Community Development Block Grant – Entitlement Grants	14.218	B23MC120008	65,700	107,538
Community Development Block Grant – Entitlement Grants	14.218	B24MC120008	60,547	915,169
Community Development Block Grant – Entitlement Grants	14.218	B20MW120008	-	1,737,875
Total Community Development Block Grant Entitlement Grants			**178,988**	**3,411,555**
Total CDBG Entitlement Grants Cluster			**178,988**	**3,411,555**
HOME Investment Partnership Program				
HOME Investment Partnerships Program	14.239	M20MC120207	160,000	160,389
HOME Investment Partnerships Program	14.239	M21MC120207	-	99,081
HOME - ARP (American Rescue Plan)	14.239	M21MP120207	-	19,160
Total HOME Investment Partnerships Program			**160,000**	**278,630**
Emergency Solutions Grant	14.231	E23MC120008	89,345	108,848
Total Emergency Solutions Grant Program			**89,345**	**108,848**
Total U.S. Department of Housing and Urban Development			**428,333**	**3,799,033**
U.S. Department of Justice				
Equitable Sharing Program	16.922	N/A	-	389,835
Body-Worn Camera Program	16.835	15PBJA-24-GG-04489-BWCX	-	221,382
Byrne Discretionary Community Project - 2024	16.753	15PBJA-24-GG-00134-BRND	-	2,590,000
Edward Byrne Memorial Grant Program - 2023	16.738	15PBJA-23-GG-02972-MUMU	-	35,648
Edward Byrne Memorial Grant Program - 2024	16.738	15PBJA-24-GG-05022-JAGX	-	40,160
Total for Edward Byrne Memorial Grant Program			**-**	**75,808**
Public Safety Partnership Community Policing	16.710	15JCOPS-23-GG-02102-PPSE	-	86,819
Public Safety Partnership Community Policing	16.710	15JCOPS-24-GG-03785-UHPX	-	89,986
Total for Public Safety and Community Policing			**-**	**176,805**
Pass-Through Florida Office of the Attorney General				
Victims of Crime Act (VOCA)	16.575	VOCA-C-2024-City of Hialeah-00006	**-**	**145,541**
Pass-Through Florida Department of Law Enforcement				
Project Safe Neighborhoods (PSN)	16.609	15PBJA-22-GG-00735-GUNP	**-**	**151,026**
Total U.S. Department of Justice			**-**	**3,750,397**

CITY OF HIALEAH, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Federal Program	ALN	Grant Number	Passed Through to Subrecipients	Expenditures
		Federal Awards		
U.S. Department of the Treasury				
Coronavirus State & Local Fiscal Recovery Funds (CSLFRF)	21.027	N/A	-	57,523,393
Pass-Through Florida Department of Environmental Protection				
Coronavirus State & Local Fiscal Recovery Fund	21.027	23PLN93	-	177,875
Total Coronavirus State & Local Fiscal Recovery Funds			**-**	**57,701,268**
Emergency Rental Assistance Program (ERAP 2)	21.023	N/A	-	1,102,851
Total U.S. Department of the Treasury			**-**	**58,804,119**
Executive Office of the President				
Pass-Through Monroe County Sheriff's Office				
High Intensity Drug Trafficking Areas Program (HIDTA)				
Local Task Force	95.001	N/A	-	8,539
ATF Task Force	95.001	N/A	-	6,434
Operation Parapar	95.001	N/A	-	10,234
VCDTO	95.001	N/A	-	28,629
Pass-Through Bureau of Alcohol Tobacco Firearms and Explosives / Federal Bureau of Investigation				
MACTF - FBI Miami Area Corruption Task Force	95.001	N/A	-	8,263
Total High Intensity Drug Trafficking Areas Program			**-**	**62,099**
Total Executive Office of the President			**-**	**62,099**
U.S. Department of Transportation (USDOT)				
Pass-Through Florida Department of Transportation				
Highway Planning and Construction	20.205	433144-1-8404 / G2X22	-	26,950
Total Highway Planning and Construction - FDOT			**-**	**26,950**
Highway Safety Programs				
State and Community Highway Safety - Motorcycle Safety	20.600	MC-2025-00017 / G3489	-	129,382
State and Community Highway Safety - Speed / Aggressive Driving	20.600	SC-2025-00005 / G3490	-	98,000
Total USDOT - FDOT Highway Safety Programs			**-**	**227,382**
Total USDOT - FDOT Highway Safety Cluster			**-**	**227,382**
Total U.S. Department of Transportation			**-**	**254,332**
U.S. Department of Education (FL DOE)				
21st Century Community Learning Centers	84.287	13B-2445C-5CCC1	-	397,342
21st Century Community Learning Centers	84.287	13B-2446C-6CRN1	-	59,798
Total U.S. Department of Education			**-**	**457,140**
U.S. Department of Homeland Security (DHS)				
Homeland Security Grant Program 2022	97.067	R0588	-	773,562
Homeland Security Grant Program 2023	97.067	R0924	-	183,321
Total Homeland Security Grant Program			**-**	**956,883**
Disaster Grants				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z1122	-	44,098
Total Disaster Grants			**-**	**44,098**
Total U.S. Department of Homeland Security			**-**	**1,000,981**
TOTAL FEDERAL EXPENDITURES			**$ 428,333**	**$ 68,128,101**

See notes to schedule of federal awards and state financial assistance

CITY OF HIALEAH, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Program	State Financial Assistance (CSFA) CSFA	Grant Number	Passed Through to Subrecipients	Expenditures
Florida Housing Finance Corporation (FHFC)				
State Housing Initiatives Partnership (SHIP) Program	40.901	N/A	$ -	$ 1,707,682
Total Florida Housing Finance Corporation			**-**	**1,707,682**
Florida Department of State and Secretary of State - Division of Libraries and Information Services				
State Aid to Libraries - 2023	45.030	23-ST-32	-	2,258
State Aid to Libraries - 2024	45.030	24-ST-32	-	6,035
State Aid to Libraries - 2025	45.030	25-ST-32	-	27,701
Total Florida Department of State and Secretary of State - Division of Libraries and Information Services			**-**	**35,994**
Florida Department of Elder Affairs				
Local Services Program -Alliance for Aging - Meals for the Elderly	65.009	2023-2024 LSP-KL-2234	-	70,733
Local Services Program -Alliance for Aging - Meals for the Elderly	65.009	2024-2025 LSP-KL-2234	-	1,690,789
Local Services Program -Alliance for Aging - Meals for the Elderly	65.009	2025-2026 LSP-KL-2234	-	521,352
Total Department of Elder Affairs			**-**	**2,282,874**
Florida Department of Law Enforcement (FDLE)				
Identity Theft & Fraud Grant	71.042	ZF002	-	9,974
State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida	71.122	2023-SAFE-SF-057	-	9,602
State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida	71.122	2023-SAFE-SF-057 / OPB-57b-SEFL	-	39,130
State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida	71.122	2023-SAFE-SF-057 / OPB-57c-TEMP	-	49,700
State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida	71.122	2023-SAFE-SF-057 / OPB-57d-TEMP	-	73,617
Total State Assistance for Fentanyl Eradication (S.A.F.E.) in Florida			**-**	**172,049**
Total Florida Department of Law Enforcement			**-**	**182,023**
Florida Department of Management Services (DMS)				
City of Hialeah 911 Communications Tower	72.015	DMS-23/24.039	-	195,353
Total Florida Department of Management Services			**-**	**195,353**
Florida Department of Transportation (FDOT)				
County Incentive Grant Program (CIGP) – FREEBEE	55.008	G2M68	-	262,500
Local Transportation Projects	55.039	G2Y23	-	1,957,500
Local Transportation Projects	55.039	G2X59	-	400,000
Total Local Transportation Projects			**-**	**2,357,500**
Total Florida Department of Transportation			**-**	**2,620,000**
Florida Department of Environmental Protection (DEP)				
Statewide Water Quality Restoration Project	37.039	LPA0538	-	288,299
Total Florida Department of Environmental Protection			**-**	**288,299**
Total Expenditures of State Financial Assistance			**-**	**7,312,225**
Total Expenditures of Federal Awards and State Financial Assistance			**$ 428,333**	**$ 75,440,327**

See notes to schedule of federal awards and state financial assistance

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the "Schedule") includes the federal and state grant activity of the City of Hialeah (the "City") for the fiscal year ended September 30, 2025. 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 Auditing Requirements for Federal Awards (Uniform Guidance), and Chapter 10.550, Rules of the Auditor General. Because the Schedule present only a select portion of the operations of the City, it's 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 modified accrual basis of accounting for grants which are accounted for in the governmental fund types and on the accrual basis of accounting for grants which are accounted for in the proprietary fund types. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the Rules of the Department of Financial Services; wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

NOTE 3 – INDIRECT COST RECOVERY

The City has elected not to use the minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4 – SUBRECIPIENTS

The City provided federal awards to subrecipients as follows:

Program Ttitle	Federal Assistance Listing Number	Provided
Community Development Block Grants/Entitlement Grants	14.218	$ 178,988
Emergency Solutions Grant Program	14.231	89,345
HOME Investment Partnerships Program	14.239	160,000

The City provided state assistance projects to subrecipients as follows:

Project Title	CSFA	Provided
Local Services Programs - Alliance for Aging-Meals for the Elderly	65.009	$ 2,106,970

NOTE 5 – CONTINGENCY

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by grantor agency as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the City. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

CITY OF HIALEAH, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

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?	_X_ Yes ____ None reported
Non-compliance material to financial statements noted?	_X_ Yes ____ No

Federal Awards and State Financial Assistance

Internal control over major federal programs and state projects:	
Material weakness(es) identified?	___ Yes _X_ No
Significant deficiency(ies) identified?	_X_ Yes ____ None reported
Type of auditors' report issued on compliance for major Federal programs and state projects:	*Unmodified Opinion*
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or Chapter 10.557, Rules of the Auditor General?	___ Yes _X_ No

Identification of Federal Major Programs and State Projects:

Assistance Listing Number (ALN)	Federal Programs:
21.027	Coronavirus State and Local Fiscal Recovery Funds
16.753	Congressionally Recommended Awards

CSFA No.	State Project:
55.039	Local Transportation Projects
40.901	State Housing Initiatives Partnership Program (S.H.I.P.)

Dollar threshold used to distinguish between Type A and Type B federal programs:	$2,043,843
Dollar threshold used to distinguish between Type A and Type B state projects:	$750,000
Auditee qualified as low-risk auditee pursuant to the Uniform Guidance	_X_ Yes ____ No

SECTION II – FINANCIAL STATEMENT FINDINGS

SIGNIFICANT DEFICIENCIES

SD2025-001 – (PREVIOUSLY REPORTED AS SD2015-02) – WATER AND SEWER UTILITY FUND, SOLID WASTE UTILITY FUND, AND STORMWATER UTILITY FUND UNRESTRICTED NET POSITION (REPEAT FINDING)

Criteria

Governments are required to maintain positive unrestricted fund net position.

Condition

As of the result of our audit procedures, we noted that as of September 30, 2025, the Water and Sewer utility fund and Solid Waste utility fund, reported negative unrestricted net position amounts of $18,153,307 and $17,505,040, respectively. However, the Stormwater Utility Fund reported a positive unrestricted net position as of September 30, 2025, in the amount of $4,868,252.

Cause

The deficits are a result of historical operating losses (including recognition of pension and OPEB expense), recognition of allowance for uncollectable accounts, as well as continued investment in capital assets.

Effect

The two (2) enterprise funds' unrestricted net position are at a deficit and the City is required to submit a deficit elimination plan.

Recommendation

We recommend that the City review its current rates for Water and Sewer utility and Solid Waste Utility, to ensure the fees cover the costs of operations and reduce the deficit unrestricted net position while maintaining the quality of service and determine if its current policies for placement of liens and discontinuation of services for past due customer accounts is to be updated. In addition, the department should develop a deficit elimination plan that is reviewed and approved by those charged with governance.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-001 – (PREVIOUSLY REPORTED AS SD2015-02) – WATER AND SEWER UTILITY FUND, SOLID WASTE UTILITY FUND, AND STORMWATER UTILITY FUND UNRESTRICTED NET POSITION (REPEAT FINDING) (CONTINUED)

View of Responsible Officials

See accompanying Corrective Action Plan.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-002 – FINANCIAL CLOSE AND REPORTING

Criteria

The City should evaluate their existing Accounting Policies and Procedures to ensure the financial statement closing process is completed in a timely manner. Such policies and procedures should consider establishing proper controls which are designed and implemented to address the financial close and reporting process of the City.

Condition

An initial working trial balance (WTB) for the fiscal year ended September 30, 2025 was provided to the auditor by the Finance Department on January 13, 2026. During the audit fieldwork, multiple audit adjustments (both auditor adjustment and client provided adjustments) were necessary to correct the original WTB.

Cause

Due to the limited resources in the finance department and the combination of the required time and effort dedicated to the ERP implementation which is expected to go live in future fiscal years, there was a lack of timely review of account reconciliations and schedules for timely completion of the City's year-end close. The City's internal controls did not detect or prevent the errors prior to the commencement of the audit.

Effect

A lack of completing required close procedures led to preliminary misstatements to the financial statements and a significant number of adjusting journal entries and reversal entries to be posted after the commencement of the audit. The lack of internal controls may lead to current and future accounting errors.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-002 – FINANCIAL CLOSE AND REPORTING (CONTINUED)

Recommendation

We recommend the City establish adequate controls and strengthen month end and year end reconciliation and closing procedures to ensure financial accounts are reviewed and approved by management on a timely basis. We suggest that the City establish effective review and reconciliation policies and procedures as a customary part of the accounting process, to ensure accounts are reconciled with general ledger accounts on a timely basis.

Additionally, the limited staffing within the accounting department is placing strain on existing personnel to complete their responsibilities in a timely manner. We recommend that the City evaluate the staffing needs of the accounting department to determine whether the addition of accounting personnel is necessary.

View of Responsible Officials

See accompanying Corrective Action Plan.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-003 – NON-COMPLIANCE WITH 553.80(7)(A) FLORIDA STATUTES

Criteria

Section 553.80(7)(a), Florida Statutes, states that a local government may not carry forward an amount exceeding the average of its operating budget for enforcing the Florida Building Code for the previous 4 fiscal years. A local government must use any excess funds that it is prohibited from carrying forward to rebate and reduce fees, to upgrade technology hardware and software systems to enhance service delivery, to pay for the construction of a building or structure that houses a local government's building code enforcement agency, or for training programs for building officials, inspectors, or plans examiners associated with the enforcement of the Florida Building Code. In addition, excess funds used to construct such a building or structure must be designated for such purpose by the local government and may not be carried forward for more than 4 consecutive years.

Subsequent to fiscal year end September 30, 2025, Florida Senate Bill 1614, approved on June 11, 2026 and effective July 1, 2026, eliminates construction of a building as an allowable use of excess funds.

Condition

Based on the annual compliance analyses prepared by City management and the review of the fund balance for the Building Fund (reported as a major governmental fund) as of fiscal year ended September 30, 2025, it was determined the City did not comply with Section 553.80(7)(a), Florida Statutes for the fiscal year ended September 30, 2025.

Cause

Although via an internally prepared annual memorandum City management has annually acknowledged the statutory requirement and expressed an intent to use the excess funds for an allowable capital purpose, the City did not establish or implement effective milestones, monitoring controls, or alternative corrective actions to ensure the excess balance was reduced within a reasonable period.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-003 – NON-COMPLIANCE WITH 553.80(7)(A) FLORIDA STATUTES (CONTINUED)

Effect

The City was not in compliance with Section 553.80(7)(a), Florida Statutes as of September 30, 2025. The lack of measurable progress toward reducing the excess balance increases the risk that restricted resources will not be used in a timely manner for allowable purposes.

Additionally, although not applicable to the fiscal year under audit, the legislative change effective July 1, 2026, eliminates construction of a building as an allowable use of excess funds. As such, the City's historical reliance on this strategy may no longer be viable going forward, increasing the urgency to identify alternative compliant uses to reduce the excess balance.

Recommendation

The City should analyze its current policies and procedures to periodically review the fund balance of the Building Fund to ensure compliance with the Florida Statute and define procedures to identify corrective action, if needed. Management should ensure its policies establish a documented plan to reduce the excess balance, including defined timelines, milestones, and responsible parties.

View of Responsible Officials

See accompanying Corrective Action Plan.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-004 – ENTERPRISE FUNDS ALLOWANCE FOR UNCOLLECTABLE ACCOUNTS

Criteria

Sound internal control and effective accounting practices require management to establish and maintain internal controls to support accurate and complete financial reporting. A critical component of this process is the evaluation of significant accounting estimates, such as the allowance for doubtful accounts, at each reporting date using relevant, reliable, and supportable data (e.g., aging schedules, historical collection trends, and current economic conditions). In addition, journal entries, particularly those affecting significant accounts such as receivables, should be appropriately reviewed, adequately supported, and reconciled to underlying records prior to posting.

Condition

As a result of the audit procedures performed over accounts receivable and related balances within the enterprise fund, the auditor noted management did not perform a year-end evaluation or adjustment of the allowance for doubtful accounts. The allowance balance recorded in the general ledger was carried forward from the prior year without analysis or consideration of current collectability, aging, or historical loss experience. The need for an adjustment was identified by the auditors during the audit.

Cause

Inadequate review of controls over timely calculation of estimates related to the allowance for uncollectible accounts to supporting documentation, such as the accounts receivable aging schedule.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-004 – ENTERPRISE FUNDS ALLOWANCE FOR UNCOLLECTABLE ACCOUNTS (CONTINUED)

Effect

Failure to prepare timely calculations and to record the allowance for doubtful accounts increases the risk that material misstatements in receivables and related accounts. Additionally, the deficiency heightens the risk that the enterprise fund financial statements may be materially misstated and could impair management's ability to effectively monitor collection performance and make informed decisions regarding rate setting and cash flow needs.

Recommendation

We recommend that the City establish and implement formal procedures requiring that allowance calculations be completed by specified internal deadlines. Additionally, the City's accounting department should review and reconcile the allowance calculations to the corresponding accounts receivable aging report prior to recording the entries in the general ledger. These processes should be performed in a timely manner as part of the City's financial reporting process and completed prior to the commencement of the audit.

View of Responsible Officials

See accompanying Corrective Action Plan.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

Criteria

Title 2 U.S, Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) requires that the recipient of grant awards must be able to prepare an accurate schedule of expenditures and be able to identify in its accounts all federal awards and state assistance received and expended.

Condition

The original Schedule of Expenditures of Federal Awards and State Financial Assistance ("SEFA") that the City provided erroneously omitted expenditures related to ALN#14.218 (Community Development Block Grant "CDBG") in the amount of $2,030,601. Accordingly, these adjustments required the auditor to modify its testing procedures in accordance with the Uniform Guidance.

Additionally, the original SEFA provided by the City's staff inaccurately reported expenditures for four (4) additional federal programs as follows: $164,000 for ALN#14.239, $91,376 for ALN#14.231, $52,701 for ALN#16.922, and $53,656 for ALN#95.001.

The City subsequently submitted an updated SEFA to the auditors to reflect the necessary corrections. However, this revised SEFA omitted $400,000 of expenditures of state financial assistance related to the Florida Department of Transportation project CSFA#55.039. The City ultimately provided a corrected SEFA and supporting journal entries to record all missing expenditures.

Cause

Lack of sufficient review controls over the preparation and review of the SEFA.

Effect

The SEFA was not accurately prepared and could result in incorrect reporting of expenditures to federal and state agencies.

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

SIGNIFICANT DEFICIENCIES (CONTINUED)

SD 2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)

Recommendation

We recommend that the staff responsible for the preparation of the SEFA and monitoring of Federal and State Awards receive additional training to possess a thorough understanding of grants and their related program requirements. Additionally, the SEFA should be reviewed and approved by management personnel identified by the City who possesses the adequate knowledge and expertise. Such review and approval should take place during the City's financial close process.

Views of Responsible Officials

See accompanying Corrective Action Plan.

SECTION III – FEDERAL AWARD AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

SIGNIFICANT DEFICIENCY

SD2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FINDING ASSIGNED TO:

Federal Award: ALN #14.218 – Community Development Block Grant/Entitlement Grants
Federal Agency: U.S. Department of Housing and Urban Development

Federal Award: ALN #14.239 – Home Investment Partnerships Program
Federal Agency: U.S. Department of Housing and Urban Development

Federal Award: ALN #14.231 – Emergency Solutions Grant Program
Federal Agency: U.S. Department of Housing and Urban Development

Federal Award: ALN #16.922 – Equitable Sharing Program
Federal Agency: U.S. Department of Justice

Federal Award: ALN #95.001 – High Intensity Drug Trafficking Areas Program
Federal Agency: Executive Office of the President
Pass-through: Bureau of Alcohol Tobacco Firearms and Explosives/Federal Bureau of Investigation

State Award: CSFA #55.039 – Local Transportation Projects
State Agency: Florida Department of Transportation

Criteria

Title 2 U.S, Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) requires that the recipient of grant awards must be able to prepare an accurate schedule of expenditures and be able to identify in its accounts all federal awards and state assistance received and expended.

SECTION III – FEDERAL AWARD AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS (CONTINUED)

SIGNIFICANT DEFICIENCY (CONTINUED)

SD 2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)

Condition

The original Schedule of Expenditures of Federal Awards and State Financial Assistance ("SEFA") that the City provided erroneously omitted expenditures related to ALN#14.218 (Community Development Block Grant "CDBG") in the amount of $2,030,601. Accordingly, these adjustments required the auditor to modify its testing procedures in accordance with the Uniform Guidance.

Additionally, the original SEFA provided by the City's staff inaccurately reported expenditures for four (4) additional federal programs as follows: $164,000 for ALN#14.239, $91,376 for ALN#14.231, $52,701 for ALN#16.922, and $53,656 for ALN#95.001.

The City subsequently submitted an updated SEFA to the auditors to reflect the necessary corrections. However, this revised SEFA omitted $400,000 of expenditures of state financial assistance related to the Florida Department of Transportation project CSFA#55.039. The City ultimately provided a corrected SEFA and supporting journal entries to record all missing expenditures.

Cause

Lack of sufficient review controls over the preparation and review of the SEFA.

Effect

The SEFA was not accurately prepared and could result in incorrect reporting of expenditures to federal and state agencies.

SECTION III – FEDERAL AWARD AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS (CONTINUED)

SIGNIFICANT DEFICIENCY (CONTINUED)

SD 2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)

Recommendation

We recommend that the staff responsible for the preparation of the SEFA and monitoring of Federal and State Awards receive additional training to possess a thorough understanding of grants and their related program requirements. Additionally, the SEFA should be reviewed and approved by management personnel identified by the City who possesses the adequate knowledge and expertise. Such review and approval should take place during the City's financial close process.

Views of Responsible Officials

See accompanying Corrective Action Plan.

CITY OF HIALEAH, FLORIDA

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

SECTION I – PRIOR YEAR FINANCIAL STATEMENT FINDINGS

SIGNIFICANT DEFICIENCIES

SD2024-001 (originally reported as SD2023-02) – General Information Technology – Finding was addressed and the finding is not repeated.

SD2024-002 (originally reported as SD2015-02) – Water and Sewer Utility Fund, Solid Waste Utility Fund, and Stormwater Utility Fund Unrestricted Net Position - Finding was not addressed and the finding is repeated as SD2025-001.

SECTION II – PRIOR YEAR FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

None.

CBIZ CPAs P.C.

2811 Ponce De Leon Blvd., Suite 1100
Coral Gables, FL 33134

P: 305.995.9600

Management Letter in Accordance with the Rules of the Auditor General of the State of Florida

To the Honorable Mayor and Members of the City Council of
City of Hialeah, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Hialeah, Florida (the "City"), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated June 26, 2026.

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 Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditors' Report on Compliance for Each Major Federal Program and Each Major State Project and Report on Internal Control over Compliance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General; 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 June 26, 2026, 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 financial audit report. The prior year financial statement finding SD2024-002 was not addressed and the finding is repeated in the Schedule of Findings and Questioned Costs.

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. This information is disclosed in Note 1 of the financial statements.

Financial Condition and Management

Section 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. The financial condition 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, such recommendations are reported in the accompanying schedule of findings and questioned costs.

Property Assessed Clean Energy (PACE) Program

Section 10.554(1)(i)6.a., Rules of the Auditor General, requires a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the City's geographical boundaries during the fiscal year under audit. There was no PACE Program operating within the City's geographical boundaries during the fiscal year ended September 30, 2025.

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component unit that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

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 fraud, waste, or abuse, that has occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

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, City Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

CBIZ CPAs P.C.

Coral Gables, Florida
June 26, 2026

CBIZ CPAs P.C.

2811 Ponce De Leon Blvd., Suite 1100
Coral Gables, FL 33134

P: 305.995.9600

Independent Accountants' Report on Compliance Pursuant to Section 218.415, Florida Statutes

To The Honorable Mayor and Members of the City Council of
City of Hialeah, Florida

We have examined the City of Hialeah, Florida's (the "City") compliance with Section 218.415, Florida Statutes, Local Government Investment Policies, for the fiscal year ended September 30, 2025. 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 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, 2025.

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.

CBIZ CPAs P.C.

Coral Gables, Florida
June 26, 2026

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Maria del Pilar Bernal, who being duly sworn, deposes and says on oath that

1. I am the Director of Finance of the City of Hialeah, Florida, which is a local governmental entity of the State of Florida;

2. The City of Hialeah, Florida adopted (Ordinance No. 2021-059 and 2007-24) implementing an impact fee; and

3. To my knowledge, the City of Hialeah, Florida has complied and as of the date of this Affidavit, remains in compliance with section 16.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Division Director of Finance
City Of Hialeah, Florida

STATE OF FLORIDA

COUNTY OF MIAMI-DADE

SWORN TO AND SUBSCRIDED before me this 22 day of June, 2026.

JOHANNA RAMOS
MY COMMISSION # HH308241
EXPIRES: September 24, 2026

NOTARY PUBLIC

Print Name Johanna Ramos

Personally Know ✓ or produced identification _____

Type of identification produced: _____

My commission Expires:

September 24, 2026.

CORRECTIVE ACTION PLAN
For the Year Ended September 30th, 2025

AUDIT RESPONSE 1: SD2025-001 – (PREVIOUSLY REPORTED AS SD2015-02) – WATER AND SEWER UTILITY FUND, SOLID WASTE UTILITY FUND, AND STORMWATER UTILITY FUND UNRESTRICTED NET POSITION (REPEAT FINDING)

The City appreciates the auditors' recommendations and concurs with the assessment that maintaining a positive unrestricted net position is important to the City's long-term financial stability.

Corrective Action Taken:
The City has been actively reducing the negative unrestricted net position in the affected utility funds through several measures, including:

- Completing periodic rate reviews and adopting rate adjustments to ensure revenues adequately support operational costs and long-term financial sustainability.
- Utilizing external funding sources, such as grants and other available funding streams to finance capital improvement projects, reducing the burden on utility fund resources.
- Enhancing collection efforts and evaluating policies related to delinquent accounts to improve cash flow and reduce future write-offs.

Corrective Action Planned:
Management will continue to assess rate sufficiency. This includes exploring the possibility of an independent, third-party rate study, updating long-term financial and capital improvement plans, and aggressively pursuing outside funding to reduce deficit balances. These actions are designed to strengthen the unrestricted net position while maintaining service quality and regulatory compliance.

Responsible Party:
Water and Sewer Division/ Solid Waste Division

Anticipated Completion Date:
FY 2026 year-end close.

AUDIT RESPONSE 2: SD2025-002- FINANCIAL CLOSE AND REPORTING

The City appreciates the auditors' recommendations and concurs with the importance of maintaining effective controls over the financial close and reporting process.

Corrective Action Taken:
To address these findings, management has implemented several corrective actions. We hired additional qualified accounting personnel, strengthened our supervisory review procedures, and formalized our formal reconciliation and closing schedules. Together, these steps will ensure greater financial oversight and timely reporting moving forward.

Corrective Action Planned:
As part of our planned corrective actions, management will continue enhancing our month-end closing procedures and documentation. To support these improvements, we will conduct staff training to ensure the new closing processes are applied consistently across the department.

Responsible Party:
Finance Division

Anticipated Completion Date:
FY 2026 year-end close.

AUDIT RESPONSE 3: SD2025-003- NON-COMPLIANCE WITH 553.80(7)(A) FLORIDA STATUTES

The City has already initiated and is actively pursuing corrective actions to address the excess fund balance within the Building Fund.

Corrective Action Taken:
While the City has maintained a compliant spending plan for these funds, project implementation and fund expenditures have historically progressed slower than anticipated. To address these delays and accelerate the utilization of funds, management has actively begun implementing allowable uses consistent with statutory requirements and has initiated rigorous monitoring of fund balance levels to track spending velocity moving forward.

Corrective Action Planned:
The City is reviewing its processes in light of recent leadership changes and updates to Florida law. We are monitoring the excess Building Fund balance and implementing an updated strategy to ensure ongoing compliance. Management is also establishing formal monitoring procedures, including scheduled reviews, action plans, timelines, and assigned responsibilities, which will be incorporated into the annual financial close process to ensure continued oversight.

Responsible Party:
Building Division

Anticipated Completion Date:
The monitoring procedures including the annual review will take place by September 30, 2026.

AUDIT RESPONSE 4: SD2025-004- ENTERPRISE FUNDS ALLOWANCE FOR UNCOLLECTABLE ACCOUNTS

The City appreciates the auditors' recommendations and agrees with the auditors' finding that the allowance for uncollectible accounts was insufficient.

Corrective Action Taken:

- Identified discrepancies and corrected errors.
- Implemented formal monthly reconciliations.
- Strengthened supervisory review.

Corrective Action Planned:

- Maintain annual formal evaluation and documentation of allowance calculations using aging data and historical collection trends.
- Provide additional oversight through newly expanded Finance Division staffing.

Responsible Party:
Water and Sewer Division

Anticipated Completion Date:
Enhanced processes are fully implemented by September 30, 2026.

AUDIT RESPONSE 5: SD2025-005 – INACCURATE REPORTING OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

The City recognizes that the original SEFA submitted for fiscal year 2025 contained omissions and reporting inaccuracies that required subsequent revisions.

Corrective Action Taken:

- Researched, reconciled, and corrected SEFA data in collaboration with auditors and grant managers.
- Improved departmental communication during the review.

Corrective Action Planned:

- Centralize grant administration and reporting.
- Ensure the SEFA is reviewed and approved by the Finance Division Director prior to submission to the auditor.

Responsible Party:
Citywide grants administration / Finance Division

Anticipated Completion Date:
FY 2026 year-end close.

City of
HIALEAH