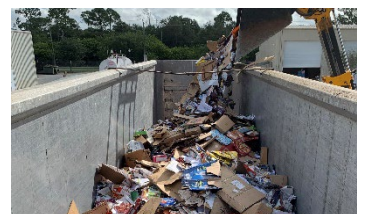


ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended
September 30, 2023

City of North Port, FL



A Community of Unity



Annual Comprehensive Financial Report

**For the Fiscal Year Ended
September 30, 2023**



CITY OF NORTH PORT, FLORIDA

Prepared by the Finance Department

***Kimberly Williams, CPA, CGFO, CPM
Finance Director***

**CITY OF NORTH PORT, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

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June 28, 2024

The Honorable Mayor and Vice-Mayor,
Members of the City Commission,
Citizens of the City of North Port
North Port, Florida

We are pleased to submit the *Annual Comprehensive Financial Report* of the City of North Port, Florida (the City) for the fiscal year ended September 30, 2023. The purpose of this report is to provide the City Commission, the citizens, financial institutions and other interested parties with detailed information concerning the financial condition and performance of the City of North Port. This report meets Florida Statute requirements that each local government entity publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed independent certified public accountants.

This report consists of management's representations concerning the finances of the City of North Port. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. The City of North Port has designed internal controls to provide reasonable, not absolute, assurance that the financial statements are free from any material misstatement. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived; and (2) that the evaluation of the costs and benefits requires estimates and judgments by management. We believe the data, as presented, is accurate in all material respects, that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the City, and that all disclosures necessary to enable the reader to obtain a comprehensive understanding of the City's financial activity have been included.

The City's financial statements for the fiscal year ended September 30, 2023, have been audited by Mauldin & Jenkins LLC, a firm of licensed certified public accountants. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor's report on the basic financial statements, the combining and individual fund statements, and the supporting schedules is presented as the first component of the financial section.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements the letter of transmittal and should be read in conjunction with this communication.

Profile of the City

The City of North Port was incorporated on June 18, 1959. The City is managed under a Commission-City Manager form of government. The legislative and governing body of the City consists of five elected citizens who are qualified voters in the City. The five elected commissioners annually select a Mayor. Each commissioner is elected to a four-year staggered term. There is a limit of two terms that any commissioner may serve. The Commission appoints the City Manager, who is the chief administrative officer of the City and directs the business of the City and its various departments. The Commission determines policy, adopts legislation, approves the City's budget, sets taxes and fees, and appoints the City Clerk, Deputy City Clerk and the City Attorney.

The City of North Port provides a range of municipal services. Public Safety operations include police and fire protection, as well as emergency medical services, building, code enforcement and zoning. Recreational services include neighborhood parks, a skate park facility and recreational centers. Public Works provides essential street and road maintenance, drainage, traffic signalization, landscape maintenance, as well as solid waste collection. Public Utilities provides water and sewer service and reuse water for irrigation. Other services provided include planning, engineering, economic development, as well as general administrative services.

The annual budget serves as the foundation for the City's financial planning and control functions. All departments of the City are required to submit requests for appropriation to the City Manager each year. The City Manager uses these requests as the starting point for developing a recommended budget. The City Manager then presents this recommended budget to the Commission for review during the month of July. The Commission is required to hold public hearings on the proposed budget and adopt a final budget no later than September 30, the close of the City's fiscal year. The appropriated budget is prepared by fund, function and department. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund as well as for major special revenue funds, the comparison is presented as required supplementary information. For other governmental funds, the budget-to-actual comparison is presented in the combining and individual fund statements and schedules subsection.

Local Economy

The City of North Port is the southernmost city in Sarasota County, midway between the cities of Tampa and Fort Myers, with a total land area of 104.1 square miles making it one of the largest cities in Florida.

As of the 2020 census data, North Port is Sarasota County's largest municipality in population. The population of North Port has steadily increased from 60,295 in 2014 to 86,552 in 2023.

For the fiscal year 2023, the City adopted a millage rate of 3.7667 mils. Ad valorem taxes make up approximately 41% of the budgeted General Fund revenues, excluding transfers and fund balance.

Long-term Financial Planning

The City of North Port's Capital Improvement Program (CIP) consists of capital projects that reflect the City's infrastructure needs over a five-year time frame and includes assets with long term value, such as buildings, roads, bridges and parks. The CIP not only includes on-going capital requirements but also includes capital additions that are necessary to comply with the Community Planning Act, as amended. The Community Planning Act requires the adoption of a Comprehensive Plan which details the additional infrastructure necessary to handle projected population increases. The CIP differentiates these capital projects from those of an on-going nature by designating them as level of service projects.

The primary objective of the City's investment program is the preservation of capital. Investment transactions are managed so as to avoid loss of principal, whether by security default or by erosion of market value. Generally, operating capital is invested locally in earnings-based checking accounts. The remainder of the City's funds are invested according to the City's investment policy, which is adopted by the Commission and may only be amended by the Commission. The most recent amendment was adopted on April 26, 2016 by City Ordinance 2016-10.

The City adopted its current Fund Balance Policy with Resolution No. 2020-R-26. This policy established fund balance ranges for the following operating funds of the City: General Fund, Road and Drainage District, Fire Rescue District, Solid Waste District and Building Fund. The City is to retain an emergency/disaster reserve of 20% of each fund's operating expenditures. These funds are to be used, as declared appropriate by the City Commission, to ensure the maintenance of services to the public during non-routine and unforeseen disaster situations. If utilized, these reserves must be replenished either through appropriation during the next budget cycle, or a Commission approved written plan for the restoration of the fund balance to an amount within the acceptable percentages. Additionally, the City is to maintain an economic stabilization reserve of up to 10% of the fund's operating expenditures. These budget stabilization reserves are to be used for short-term cash flow purposes, unanticipated expenditures of a non-recurring nature, to meet unexpected immediate increases in service delivery costs, or to maintain service levels in the event that an economic downturn should cause a shortfall in revenues. The City may exceed the ten percent (10%) threshold if authorized by a majority vote of the City Commission. In the event of a surplus, appropriations of fund balance may be set aside for specific purposes such as anticipated budgetary shortfalls, reduction of long-term debt, pension contribution stabilization, capital projects, or capital asset renewal and replacement funds. Budget stabilization reserves and are not to be utilized for operating purposes.

Major Initiatives/Ongoing Projects

- City Hall emergency generator installation
- Myakkahatchee Creek Greenway improvements
- Price Boulevard widening
- Land acquisition for a future Police Department headquarters
- Online building/permitting system (Accela & Gray Quarter)
- Land acquisitions for drainage infrastructure access
- Road maintenance and rehabilitation
- Drainage system improvements
- Water control structure rehabilitation program
- Sidewalks, bike lanes and pedestrian bridge construction/repair
- Police Department vehicle acquisitions
- Solid Waste vehicle acquisitions
- Road & Drainage earth grading equipment acquisitions
- Water distribution system improvements
- I75 & Sumter Boulevard water/sewer line extensions
- I75 & Toledo Blade Boulevard water/sewer line extensions
- Myakkahatchee Creek water treatment plant improvements

Awards and Acknowledgements

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

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

The City also received the GFOA's Award for Distinguished Budget Presentation for its annual financial plan for the fiscal year beginning October 1, 2022, the same period covered by this annual comprehensive financial report. This was the sixteenth consecutive year that the City received this award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories including policy documentation, financial planning, organization, and as a communications medium.

This annual comprehensive financial report represents countless hours of preparation and could not have been accomplished without the dedicated efforts of the Finance Department. A special note of appreciation is extended to these employees for their work to ensure the timeliness and accuracy of this report.

The fiscal responsibility exhibited by the North Port City Commission throughout this fiscal year and over time is commendable. The Commission's leadership in the fiscal matters of the City combined with their dedication and commitment to the citizens truly set North Port apart.

Sincerely,



A. Jerome Fletcher II, ICMA-CM, MPA
City Manager



Kimberly Williams, CPA, CGFO, CPM
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of North Port
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO

City Commission

Barbara Langdon, Mayor
Alice White, Vice-Mayor
Pete Emrich, Commissioner
Debbie McDowell, Commissioner
Phil Stokes, Commissioner

City Manager

A. Jerome Fletcher II

Assistant City Managers

Jason L. Yarborough
Juliana B. Bellia

Department Directors

Charles C. Speake	Public Works
Sandra Pfundheller	Parks and Recreation
Kimberly P. Williams	Finance
Christine V. McDade	Human Resources/Risk Management
Nancy E. Gallinaro	Public Utilities
Scott A. Titus	Fire Rescue/EMS
Todd R. Garrison	Police
Alaina D. Ray	Neighborhood Development Services

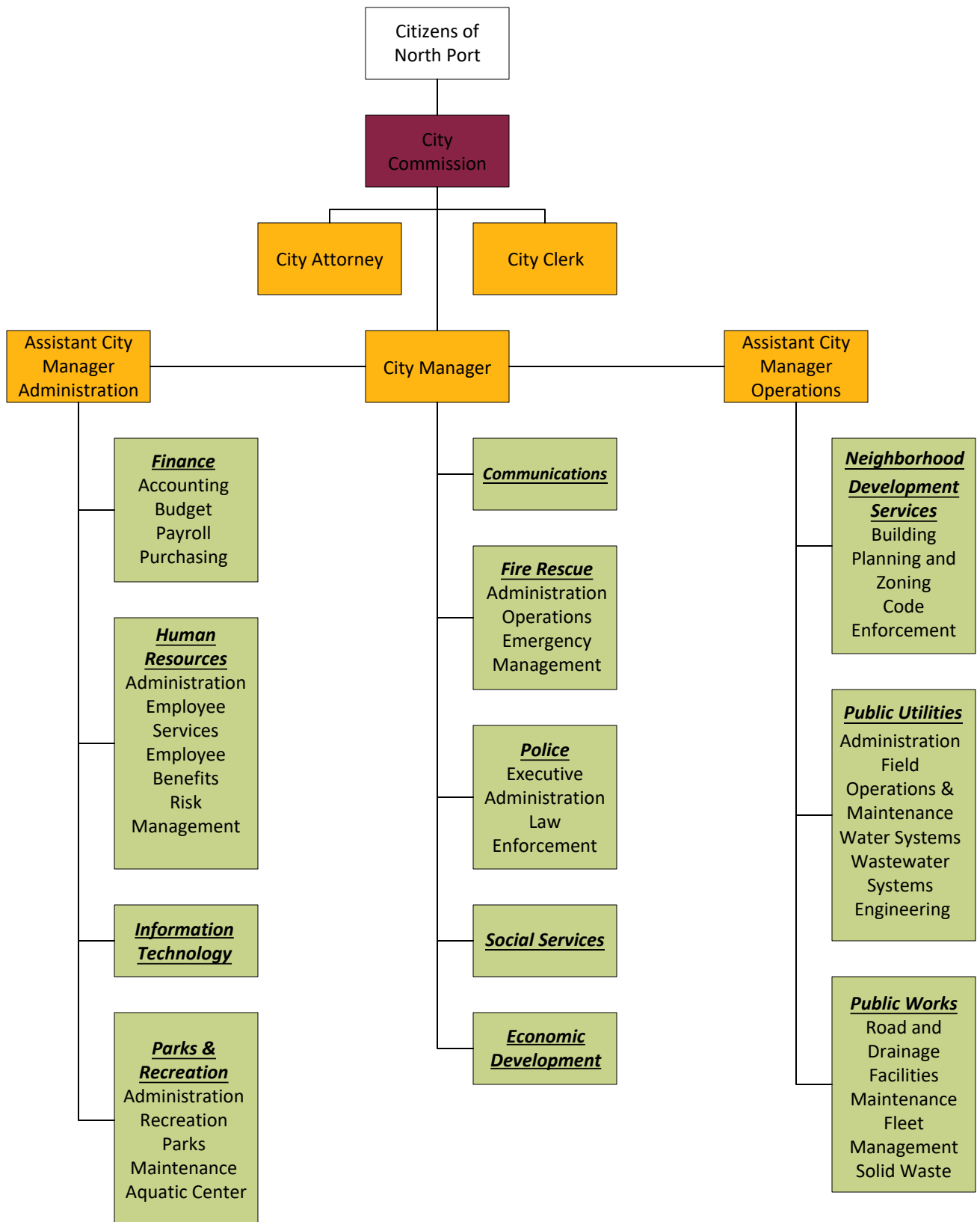
City Clerk

Heather L. Faust

City Attorney

Amber L. Slayton

City of North Port Organizational Chart



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Commission
and City Manager
City of North Port, Florida

Report on the Audit of the Financial Statements

Opinions

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

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Port, Florida, as of September 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual fund statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Mauldin & Jenkins, LLC". The signature is written in a cursive, flowing style.

Bradenton, Florida
June 28, 2024

Management's Discussion and Analysis

As management of the City of North Port (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report and the City's financial statements beginning on page 23.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$696,168,655 (*net position*). Of this amount, \$499,963,735 represents net investment in capital assets (*capital assets net of related debt*); \$161,931,217 is restricted for specific purposes (*restricted net position*) and the remaining portion represents *unrestricted net position* of \$34,273,703. The readers of this report should refer to the fund level statements to get a better understanding of which activities the unrestricted net position is applicable to.
- Total net position increased by \$71,843,090 during the year compared to a \$39,244,065 increase in the prior year.
- Total revenues were \$294,271,702, which was \$108,451,651 or 58.36 percent higher than last year.
- Total expenses were \$222,428,612, an increase of \$75,852,626 or 51.75 percent from last year.
- At the close of fiscal year 2023, the City's governmental funds reported combined ending fund balances of \$174,248,163, an increase of \$16,805,140 in comparison with the prior year.
- At the close of fiscal year 2023, unassigned fund balance for the general fund was \$22,783,005 or 34.80% of total general fund expenditures.

Overview of the Financial Statements

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

City of North Port, Florida
Management's Discussion and Analysis
September 30, 2023

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 private-sector financial statements.

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

The *Statement of Activities* presents revenue and expenses and shows how the government's net position changed during the most recent fiscal year. All changes in net position are reported in a manner similar to the approach used by private sector business in that revenues are recognized when earned or established criteria are satisfied, and expenses are reported when incurred. Accordingly, revenues are reported even when they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

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 general government, public safety, physical environment, transportation, culture and recreation, human services and economic environment. The business-type activities of the City include the water and sewer utilities.

The City's government-wide financial statements can be found on pages 23-25 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 of North Port, 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 a government's near-term financing requirements.

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

City of North Port, Florida
Management's Discussion and Analysis
September 30, 2023

provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of North Port maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road and Drainage District Special Revenue Fund, the Fire Rescue District Special Revenue Fund, the Solid Waste District Special Revenue Fund and the Surtax Capital Projects Fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined in a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual budget as described in Note B to the financial statements. A budgetary comparison statement has been provided in the Required Supplementary Information for the General Fund and each major special revenue fund with a legally adopted budget in order to demonstrate compliance with this budget. Budgetary comparison schedules for nonmajor governmental funds and major capital projects funds are presented in the *combining and individual fund statements and schedules* section elsewhere in this report.

The basic governmental fund financial statements can be found on pages 26-32 of this report.

Proprietary Funds. The City maintains two types of proprietary funds. An *enterprise fund* is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses an enterprise fund to account for its Water and Sewer Utilities.

An *internal service fund* is an accounting device used to accumulate and allocate costs internally among the City's various functions. The City has two separate internal service funds to account for its self-insurance programs. The first internal service fund is used to account for the costs of providing coverage for workers' compensation, vehicle, and general liability/property. The second, is used to account for the provision of medical benefits to City employees and their dependents. Because these funds predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund statements provide the same type information as reported as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the major enterprise fund, which is the Water and Sewer Utility System. All internal service funds are considered to be non-major funds and are combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary funds financial statements can be found on pages 33-37.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide

City of North Port, Florida
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financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 38-39 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 financial statements can be found on pages 40-83 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required and other supplementary information.

Required and other supplementary information can be found on pages 86-151 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$696,168,655 at the close of the most recent fiscal year for the City of North Port.

A major portion of the City's net position (72%) reflects its investment in capital assets such as land, buildings, various infrastructure, equipment, and construction in progress, less any related outstanding debt used to acquire those assets. The City of North Port uses these capital assets to provide services to its citizens; consequently, these assets 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.

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Following is a summary chart of the City's net position for fiscal years ending 2023 and 2022:

City of North Port's Net Position

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 208,858,723	\$ 189,423,976	\$ 68,452,512	\$ 62,168,397	\$ 277,311,235	\$ 251,592,373
Capital assets	312,360,124	303,153,807	234,380,154	192,273,321	546,740,278	495,427,128
Total assets	521,218,847	492,577,783	302,832,666	254,441,718	824,051,513	747,019,501
Deferred outflows of resources	47,627,567	29,450,048	2,195,148	1,831,157	49,822,715	31,281,205
Long-term liabilities	127,902,111	88,681,329	22,703,586	22,798,258	150,605,697	111,479,587
Other liabilities	17,153,707	17,197,691	3,970,458	6,678,387	21,124,165	23,876,078
Total liabilities	145,055,818	105,879,020	26,674,044	29,476,645	171,729,862	135,355,665
Deferred inflows of resources	5,781,506	18,384,172	194,205	211,620	5,975,711	18,595,792
Net position:						
Net investment						
in capital assets	282,340,556	273,461,654	217,623,179	174,398,092	499,963,735	447,859,746
Restricted	146,129,666	132,875,642	15,801,551	14,612,552	161,931,217	147,488,194
Unrestricted	(10,461,132)	(8,572,657)	44,734,835	37,573,966	34,273,703	29,001,309
Total net position	\$ 418,009,090	\$ 397,764,639	\$ 278,159,565	\$ 226,584,610	\$ 696,168,655	\$ 624,349,249

An additional portion of the City's net position (23%) represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net position (\$34,273,703 or 4.9%) may be used to meet the government's ongoing obligations to citizens and creditors within the specified purposes of the individual funds.

As of September 30, 2023, the City is able to report positive balances in all three categories of net position for the government as a whole. The same situation held true for the prior fiscal year.

There was an increase of \$14.4 million in restricted net position reported for fiscal year 2023. This increase was primarily due to the accumulation of funds for multi-year capital projects not yet completed.

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Governmental Activities. Governmental activities increased the City's net position by \$20,268,135 as the result of current fiscal year activities, accounting for 28.2% of the total growth in the City's net position.

- Total governmental activities revenues increased \$63,691,473, or 42.73% in comparison to the prior year.
- Total general revenues increased \$24,784,358 (45.88%). Ad valorem taxes (\$5,399,732), discretionary sales surtax (\$889,965), the one-half cent local sales tax (\$515,981), state shared revenues (\$257,992), and service taxes (\$2,071,571) increased in the current fiscal year due to the healthy economy and continued growth in the City. Additional increases included operating grants (\$46,699,799) due to FEMA reimbursements from Hurricane Ian and investment income (\$10,484,570) due to more favorable economic conditions. Partially offsetting these increases were decreases in capital grants (\$9,762,417) due to the donation of the Wellen Park Public Safety Building recorded in FY 2022.
- Charges for services increased \$1,969,733 (2.84%) during the current fiscal year. Non-ad valorem revenues for the three districts increased in FY 2023 compared to FY 2022: the Road and Drainage District's revenues fell approximately \$228,900 there was no rate increase as well as a decrease of delinquent assessments collected; the Fire Rescue District's revenues rose approximately \$1.1 million mainly due to the increase in taxable value as this was partially offset by a 14% rate decrease; and the Solid Waste District's revenues increased over \$418,500 due to residential growth and there was no rate increase. Solid Waste commercial collections also rose over \$171,500 due to the growth in commercial accounts and recycling sales decreased over \$358,700 largely due to the market value decrease for this activity. Emergency Medical Services revenue increased over \$265,300 due to increased ambulance transports. Finally, there was a decrease of approximately \$1.5 million in Warm Mineral Springs revenue due to the 6-month park closure following Hurricane Ian.
- Operating grants and contributions increased \$46,699,800 in the current year mainly due to the Federal Emergency Management Agency (FEMA) funds for the City's response and repairs associated with Hurricane Ian.
- Capital grants and contributions decreased over \$9,762,400 in fiscal year 2023 mainly due to the one-time dedication of the Wellen Park Public Safety Building valued at \$12,166,251 in fiscal year 2022. This is partially offset by an increase in impact fees collected (\$6,401,575) due to an increase in total residential and multi-family certificates of occupancies.
- Governmental activities expenses increased over \$72,449,600 (60.37%) during the current year. In comparison to last fiscal year, FRS pension expense (per the actuarial valuations) increased \$9,269,581, particularly for public safety (\$5,662,348) and general government (\$1,808,458), due to changes in the City's proportionate share. Salaries and wages for fiscal year 2023 increased over \$6.59 million; health insurance costs rose over \$1,112,100; and Florida Retirement System (FRS) employer

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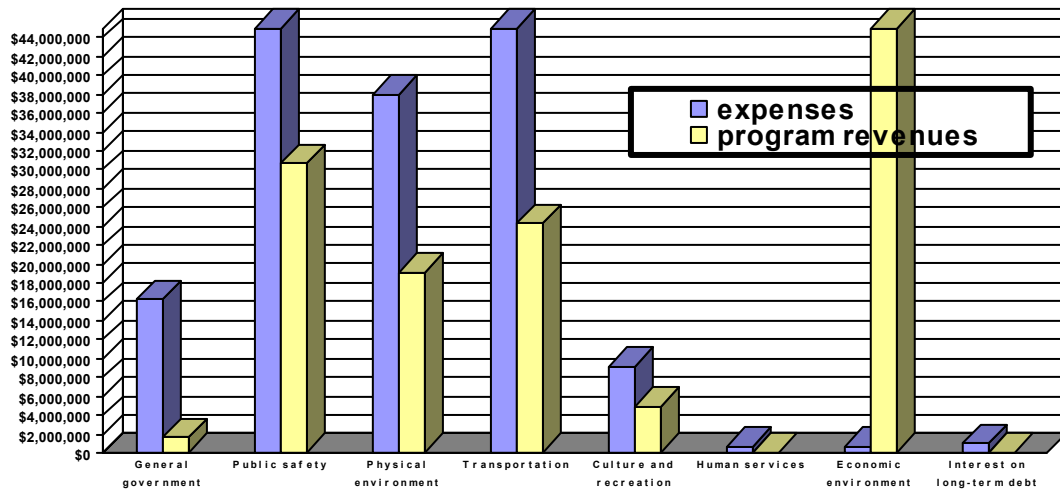
contributions increased over \$2,047,700. In fiscal year 2022, seventeen new positions were added to expand the city's current level of services. Many of these positions were not filled immediately in FY 2022 and some were not filled until fiscal year 2023. Due to the lag time in hiring new personnel, annual cost of living adjustments and merit increases, the personnel costs listed above rose over \$12.1 million in the current fiscal year. Overtime increased approximately \$1,433,900 due to employee turnover, the lag time in hiring new personnel, and in response to Hurricane Ian; risk insurance increased over \$540,000; and workers compensation increased approximately \$152,800. Compensated absences rose over \$1.05 million, again public safety incurring the largest increases (\$652,275). Further, there was an increase in capital contributions over \$1.61 million in fiscal year 2023 according to interlocal and impact fee agreements. This was partially offset by a decrease to routine road maintenance (\$7,686,369).

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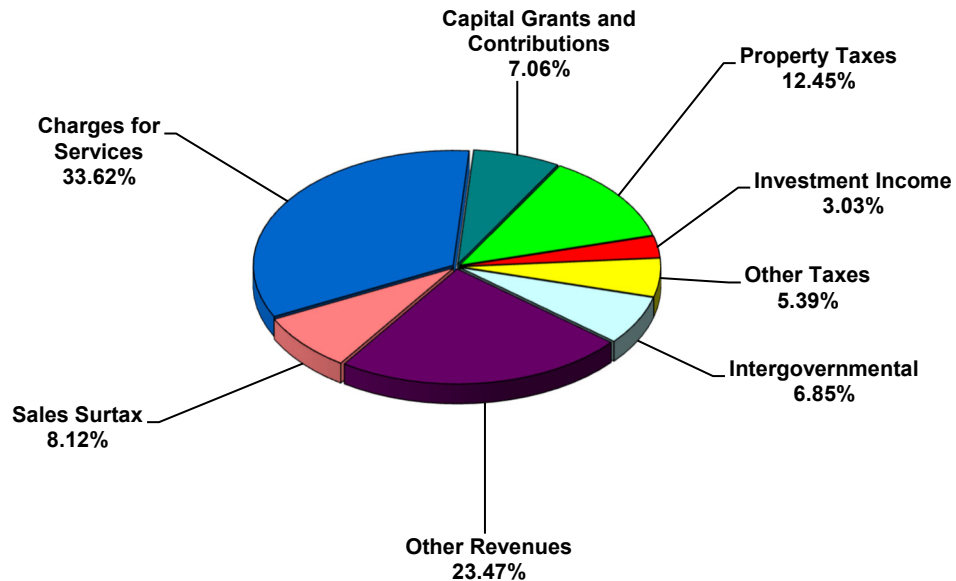
City of North Port's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for services	\$71,315,853	\$69,346,120	\$34,744,848	\$30,515,129	\$106,060,701	\$99,861,249
Operating grants and contributions	47,647,973	948,174	-	-	47,647,973	948,174
Capital grants and contributions	14,967,787	24,730,204	45,181,235	8,302,715	60,149,022	33,032,919
General Revenues:						
Ad valorem taxes	26,415,872	21,016,140	-	-	26,415,872	21,016,140
Discretionary sales surtaxes	17,231,850	16,341,885	-	-	17,231,850	16,341,885
Other taxes	11,437,037	9,008,500	-	-	11,437,037	9,008,500
Intergovernmental	14,533,085	9,643,518	-	-	14,533,085	9,643,518
Other	8,548,075	(2,616,582)	2,248,087	(1,415,752)	10,796,162	(4,032,334)
Total Revenues	212,097,532	148,417,959	82,174,170	37,402,092	294,271,702	185,820,051
Expenses:						
Governmental Activities:						
General government	16,257,113	13,222,228	-	-	16,257,113	13,222,228
Public safety	72,745,798	53,765,168	-	-	72,745,798	53,765,168
Physical environment	38,027,697	19,323,149	-	-	38,027,697	19,323,149
Transportation	53,876,165	22,977,494	-	-	53,876,165	22,977,494
Culture & recreation	9,204,184	8,291,462	-	-	9,204,184	8,291,462
Human services	674,774	679,048	-	-	674,774	679,048
Economic environment	666,480	589,602	-	-	666,480	589,602
Interest on long-term debt	1,014,886	1,169,319	-	-	1,014,886	1,169,319
Business-type Activities:						
Water and sewer	-	-	29,961,515	26,558,516	29,961,515	26,558,516
Total Expenses	192,467,097	120,017,470	29,961,515	26,558,516	222,428,612	146,575,986
Change in net position before transfers	19,630,435	28,400,489	52,212,655	10,843,576	71,843,090	39,244,065
Transfers	637,700	625,800	(637,700)	(625,800)	-	-
Change in Net Position	20,268,135	29,026,289	51,574,955	10,217,776	71,843,090	39,244,065
Net Position-beginning (restated)	397,740,955	368,738,350	226,584,610	216,366,834	624,325,565	585,105,184
Net Position-ending	\$418,009,090	\$397,764,639	\$278,159,565	\$226,584,610	\$696,168,655	\$624,349,249

Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



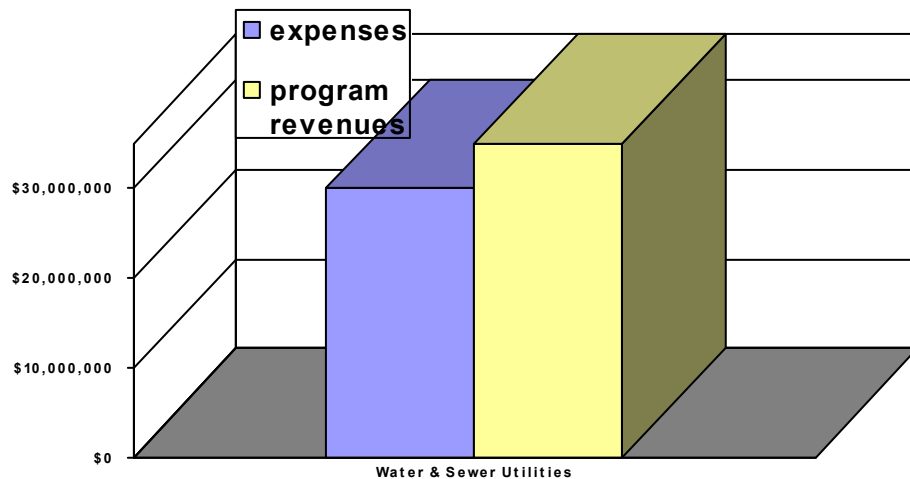
**Excludes transfers-in*

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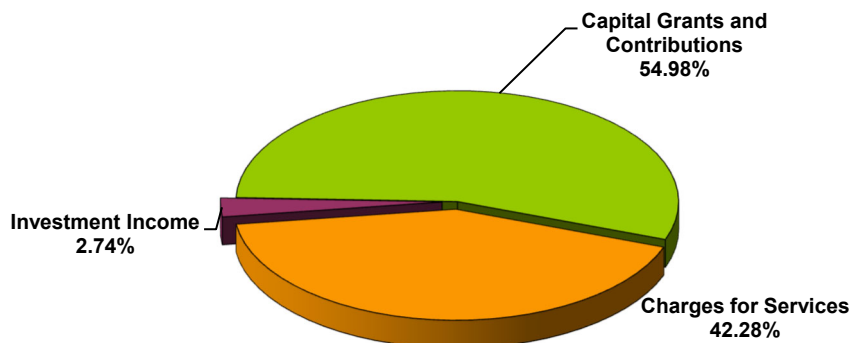
Business-type Activities. Business-type activities were responsible for an increase of \$51,574,955 in the total change of net position as the result of current fiscal year activities. The key elements causing the increase in the current fiscal year are:

- Developer contributed assets of \$39,036,847 were capitalized during the fiscal year.
- Water and sewer impact fees collected for the fiscal year were \$1,898,279.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the City's Funds

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

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

At the close of fiscal year 2023, the City's governmental funds reported combined ending fund balances of \$174,248,163, an increase of \$16,805,140 in comparison with the prior year. Approximately 13.1% of this total amount (\$22,783,005) constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of fund balance available for spending is restricted, committed or assigned; these totaled \$151,465,158 or 86.9% of ending fund balance. Of this amount, \$133,438,276 is restricted by law or externally imposed requirements, \$11,939,483 is committed for specific purposes by the Commission and \$5,512,580 is assigned for various purposes. There was also an amount of non-spendable fund balance totaling \$574,819 or 0.33% of ending fund balance.

The General Fund is the chief operating fund of the City. The General Fund manages approximately 32% of the total governmental revenues. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$22,783,005 while the total fund balance was \$28,818,906. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 34.8% of total General Fund expenditures, while total fund balance represents 44.02% of that same amount.

The fund balance of the City's General Fund increased \$4,131,041 during the current fiscal year. The key factor for this increase was the excess of revenues over expenditures. Ad valorem taxes increased over \$5.39 million compared to last fiscal year due to the increase of approximately \$1.53 billion in the taxable value of real estate located in North Port. Also, other tax revenue rose over \$1.94 million due to a full year of the electric utility service tax increase from 2% to 6%. Although expenditures increased over last fiscal year (\$11,982,985), the rise in revenues (\$11,583,533) compared to fiscal year 2022 exceeded the rise in expenditures.

In the governmental funds, a final budget to actual comparison is done. A favorable budget variance is referred to as a positive variance or gain, while an unfavorable budget variance is referred to as a negative variance or loss. Budget variances occur because budget forecasting is a plan and the City is unable to predict the future with complete accuracy. The General Fund had some noteworthy positive variances in the Planning and Zoning budget (\$727,220), Facilities Maintenance (\$958,438), and Park Maintenance (\$1,188,242). The Planning and Zoning personnel expenditures were lower than budgeted due to staffing levels (\$201,904). Also, consultant and other professional fees (\$532,383) for ongoing projects including the Impact & Mobility Fee Study, Activity Center 6 Master Plan, Activity Center 3 Master Plan,

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and UCLD update budgeted for FY 2023 did not occur in the current year. The Facilities Maintenance experienced savings in personnel costs (\$104,566) as staffing levels were lower than budgeted. The remaining variance is due to budgeted building repairs (\$708,717) associated with Hurricane Ian was not fully expended during the fiscal year. Similarly, Parks Maintenance expended less than expected in repair and maintenance (\$977,405) under the same circumstances.

The fund balance of the Road and Drainage District decreased \$12,313,952 in fiscal year 2023 due to the excess of expenditures over revenues. The District's expenditures increased compared to the last fiscal year, particularly in contracted services (\$47,942,408) and repairs & maintenance (\$3,533,654) in response to Hurricane Ian. This was partially offset by the increase in intergovernmental revenue from the Federal Emergency Management Agency (FEMA) in connection with our claims (\$36,234,156).

The fund balance of the Fire Rescue District increased \$1,042,430 during the current fiscal year. The District's non-ad valorem revenues rose over \$1,153,166 despite the 14.01% rate reduction due to an increase of the equivalent benefit unit of value on developed parcels. The District's expenditures also increased by \$1,901,703, the bulk of which was due to personnel (\$1,485,554), professional services (\$152,289), and protective gear (\$126,412).

The fund balance of the Solid Waste District decreased by \$414,715 during the current fiscal year. During this time, the District's non-ad valorem residential assessment remained \$250 per residence. The rise in the number of developed properties caused revenues to increase over \$418,500. Recycling sales decreased \$358,777, however this was offset by increases in disposal of capital assets and investment earnings by \$534,005 and \$567,662, respectively. The District's expenditures also increased by \$3,006,671, largely due to personnel (\$716,606) and tipping fees (\$726,768). Finally, the District purchased 6 additional vehicles during the fiscal year (\$1,463,276).

The fund balance of the Surtax Fund increased \$9,279,177 in the current fiscal year due to the \$3.7 million increase in revenue compared to last fiscal year. A majority of the City's capital budget represents multi-year capital construction projects for which expenditures are recorded as the projects progress. As in the past, revenues continue to accumulate in the Surtax Fund at a rate faster than project expenditures are being made resulting in the increase.

Proprietary funds. The fund financial statements for the City's proprietary funds provide essentially the same type of information found in the government-wide financial statements, but in greater detail.

Unrestricted net position of the Water and Sewer Utilities increased \$7,023,231. The Self Insurance Risk Fund has an unrestricted net position of (\$1,372,805), a decrease of \$179,690 from last fiscal year. The Self Insurance Medical Fund has an unrestricted net position of \$4,096,774, an increase of \$1,506,491 from last fiscal year. Other factors concerning the finances of the proprietary funds have been addressed in the discussion of the City's business-type activities (Water and Sewer Utilities) and the City's governmental activities (Self Insurance).

City of North Port, Florida
Management's Discussion and Analysis
September 30, 2023

General Fund Budgetary Highlights

During the current fiscal year, the increase in appropriations between the original and final amended General Fund budget totaled \$6,164,203. The following are the components of the increase that were adopted using available fund balance:

- Increased the original budget by \$2,855,407 to fund the personnel and operating costs associated with Hurricane Ian as well as additional equipment for the Police department.
- Increased the original budget by \$56,498 to fund the personnel and operating costs associated with the addition of 1 assistant city attorney.
- Increased the original budget by \$750,000 to fund the temporary trailer for Parks Maintenance and clearing a portion of the Dallas White complex.
- Increased the original budget by \$2,133,298 to fund the personnel and operating costs associated with Hurricane Ian, the Parks & Recreation amenities project, and personnel cost increases for the Police department.
- Increased the original budget by \$369,000 to fund additional personnel and operating costs for Facility Maintenance.

Actual revenues were greater than the final budget by \$5,536,195. This is largely attributed to actual revenues received were higher than expected in investment income (\$1,314,689), electric franchise fees (\$1,037,584), one-half cent local sales tax (\$600,296), state shared revenues (\$543,080), and ambulance transport fees (\$473,708).

Actual expenditures were less than the final budget by \$7,533,327. Following are some of the significant items causing a positive variance: \$1,316,922 professional services; \$2,157,068 repairs and maintenance; \$880,026 personnel costs; \$2,509,782 capital expenditures. Much of this is due to projects that span fiscal years as well as diligent efforts by City departments to control costs and find savings throughout the year.

Capital Asset and Debt Administration

Capital assets. As of September 30, 2023, the City's investment in capital assets for its governmental and business-type activities amounts to \$544,971,064 (net of accumulated depreciation). This investment in capital assets includes land, construction in process, buildings, improvements, various infrastructure, utility systems and equipment. The overall total increase in the City's capital assets for the current fiscal year was 10% (a 2.45% increase for governmental activities and a 21.9% increase for business-type activities).

Some of the major capital asset additions during the current fiscal year included the following:

- Fire/Police training tower
- Woodhaven sidewalk and pedestrian bridge
- City Hall & Police HVAC
- Land purchases
- Network infrastructure

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- Roads
- Neighborhood park refurbishments
- Water and sewer line improvements
- Lift station rehabilitation
- Fire, police, solid waste, ground maintenance, road and drainage and utilities vehicles and equipment
- Drainage system improvements

City of North Port's Capital Assets
(Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$28,910,316	\$25,797,390	\$8,715,751	\$6,549,972	\$37,626,067	\$32,347,362
Works of art	17,372	17,372	-	-	17,372	17,372
Buildings	44,093,522	43,651,859	23,429,774	13,892,687	67,523,296	57,544,546
Infrastructure	197,699,459	202,205,915	186,086,578	161,748,638	383,786,037	363,954,553
Equipment	28,211,974	22,608,285	8,019,782	7,447,768	36,231,756	30,056,053
Construction in progress	11,658,267	8,872,986	8,128,269	2,634,256	19,786,536	11,507,242
Total	\$310,590,910	\$303,153,807	\$234,380,154	\$192,273,321	\$544,971,064	\$495,427,128

Additional information on the City's capital assets can be found in Note F - Capital Assets on pages 55-56 of this report.

Long term debt. As of year-end, the City had \$41,948,925 in total bonded debt outstanding compared to the \$45,363,032 last year.

	<u>2023</u>	<u>2022</u>
Governmental:		
Transportation Improvement Bonds - Series 2013	\$ -	\$ 1,185,000
Transportation Refunding Bonds - Series 2020	-	29,925,000
Transportation Refunding Note - Series 2023	29,405,000	-
Deferred loss on defeasance of debt	(2,930,165)	(3,116,207)
Subtotal	26,474,835	27,993,793
Business-type:		
Utility System Revenue Bond	11,874,000	13,343,500
Utility System Refunding		
Revenue Bonds, Series 2005	3,687,897	4,137,229
Deferred loss on defeasance of debt	(87,807)	(111,490)
Subtotal	15,474,090	17,369,239
Total	<u>\$ 41,948,925</u>	<u>\$ 45,363,032</u>

Additional information on the City's long-term debt can be found in Note H - Long-Term Liabilities found on pages 57-62 of this report.

Economic Factors and Next Year's Budgets and Rates

- The City of North Port had an unemployment rate of 3.4% at fiscal year-end. The City's unemployment rate was higher than the unemployment rate for Florida (3.1%) and lower than the nation's rate of 3.6% during the same time period.
- The General Fund property tax millage remained 3.7667 mills for fiscal year 2023.
- The City's population increased by 5.8% during the fiscal year from 81,823 to 86,552.
- The taxable value of real estate located in the City rose to \$7.28 billion in the current fiscal year, which is an increase of approximately \$1.53 billion or 26.71% over the prior fiscal year.
- Single family home starts are beginning to level off.

All these factors were considered in preparing the City's budget for the 2024 fiscal year.

Financial Contact

This financial report is designed to provide a general overview of the City's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information may be addressed to:

City of North Port, Florida
Finance Department
4970 City Hall Boulevard
North Port, FL 34286-4100

Or visit our website: <https://www.northportfl.gov>



BASIC FINANCIAL STATEMENTS



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

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 186,786,487	\$ 44,061,032	\$ 230,847,519
Receivables (net)	21,513,150	5,511,410	27,024,560
Internal balances	75,138	(75,138)	-
Inventories	105,020	1,120,264	1,225,284
Prepaid items	378,928	-	378,928
Restricted assets:			
Cash and investments	1,848,531	17,639,779	19,488,310
Receivables (net)	-	195,165	195,165
Capital assets:			
Non-depreciable	40,585,955	16,844,020	57,429,975
Depreciable (net)	271,774,169	217,536,134	489,310,303
Total Assets	<u>523,067,378</u>	<u>302,832,666</u>	<u>825,900,044</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amounts on debt refundings	2,930,165	87,807	3,017,972
Deferred amounts for OPEB	811,064	44,735	855,799
Deferred amounts for pensions	43,886,338	2,062,606	45,948,944
Total Deferred Outflows of Resources	<u>47,627,567</u>	<u>2,195,148</u>	<u>49,822,715</u>
LIABILITIES			
Accounts payable	8,320,035	2,226,115	10,546,150
Accrued liabilities	4,773,579	-	4,773,579
Payable from restricted assets:			
Accounts payable	-	9,474	9,474
Interest payable	169,079	-	169,079
Unearned revenue	5,739,545	1,734,869	7,474,414
Noncurrent liabilities:			
Due within one year	3,322,119	2,210,592	5,532,711
Due in more than one year	124,580,393	20,492,994	145,073,387
Total Liabilities	<u>146,904,750</u>	<u>26,674,044</u>	<u>173,578,794</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts for leases	2,466,636	-	2,466,636
Deferred amounts for OPEB	1,002,534	55,295	1,057,829
Deferred amounts for pensions	2,311,935	138,910	2,450,845
Total Deferred Inflows of Resources	<u>5,781,105</u>	<u>194,205</u>	<u>5,975,310</u>
NET POSITION			
Net investment in capital assets	282,340,556	217,623,179	499,963,735
Restricted for:			
Renewal and replacement	-	1,712,547	1,712,547
Capital projects	96,768,940	14,089,004	110,857,944
Debt service	2,117,627	-	2,117,627
Public safety	17,895,431	-	17,895,431
Physical environment	14,101,227	-	14,101,227
Transportation	15,246,441	-	15,246,441
Unrestricted	(10,461,132)	44,734,835	34,273,703
Total Net Position	<u>\$ 418,009,090</u>	<u>\$ 278,159,565</u>	<u>\$ 696,168,655</u>

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

**CITY OF NORTH PORT, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 16,257,113	\$ 7,200,114	\$ 100,000	\$ 820,480
Public safety	72,745,798	28,485,973	26,359	2,135,303
Physical environment	38,027,697	18,483,482	-	646,232
Transportation	53,876,165	15,247,378	430,964	8,608,579
Economic environment	666,480	-	46,811,409	-
Human services	674,774	-	58,534	-
Culture and recreation	9,204,184	1,898,906	220,707	2,757,193
Interest on long-term debt	1,014,886	-	-	-
Total governmental activities	192,467,097	71,315,853	47,647,973	14,967,787
Business type activities:				
Water and sewer utilities	29,961,515	34,744,848	-	45,181,235
Total business-type activities	29,961,515	34,744,848	-	45,181,235
Total government	\$ 222,428,612	\$ 106,060,701	\$ 47,647,973	\$ 60,149,022

General revenues:

Taxes:

Ad Valorem

Insurance premium

Service

Local business

Fuel

Discretionary sales surtax

Intergovernmental - unrestricted

Investment income

Miscellaneous

Transfers

Total general revenues and transfers

Changes in net position

Net position - beginning (restated)

Net position - ending

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

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
\$ (8,136,519)	\$ -	\$ (8,136,519)
(42,098,163)	-	(42,098,163)
(18,897,983)	-	(18,897,983)
(29,589,244)	-	(29,589,244)
46,144,929	-	46,144,929
(616,240)	-	(616,240)
(4,327,378)	-	(4,327,378)
(1,014,886)	-	(1,014,886)
<u>(58,535,484)</u>	<u>-</u>	<u>(58,535,484)</u>
<u>-</u>	<u>49,964,568</u>	<u>49,964,568</u>
<u>-</u>	<u>49,964,568</u>	<u>49,964,568</u>
<u>(58,535,484)</u>	<u>49,964,568</u>	<u>(8,570,916)</u>
26,415,872	-	26,415,872
1,096,463	-	1,096,463
6,385,831	-	6,385,831
146,877	-	146,877
3,807,866	-	3,807,866
17,231,850	-	17,231,850
14,533,085	-	14,533,085
6,416,478	2,248,087	8,664,565
2,131,597	-	2,131,597
637,700	(637,700)	-
<u>78,803,619</u>	<u>1,610,387</u>	<u>80,414,006</u>
20,268,135	51,574,955	71,843,090
<u>397,740,955</u>	<u>226,584,610</u>	<u>624,325,565</u>
<u>\$ 418,009,090</u>	<u>\$ 278,159,565</u>	<u>\$ 696,168,655</u>

CITY OF NORTH PORT, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	General Fund	Road and Drainage District	Fire Rescue District	Solid Waste District
ASSETS:				
Cash and investments	\$ 32,811,035	\$ 12,950,572	\$ 7,651,558	\$ 7,108,473
Accounts and lease receivables (net of allowance for uncollectibles)	3,994,501	615,061	335,183	66,860
Due from other funds	687,873	-	-	-
Due from other governments	1,129,996	12,562,033	261,128	190
Prepaid items	6,992	-	-	-
Inventories	-	-	-	-
Total assets	<u>38,630,397</u>	<u>26,127,666</u>	<u>8,247,869</u>	<u>7,175,523</u>
LIABILITIES:				
Accounts payable	3,239,615	780,473	324,334	314,900
Due to other funds	-	124,722	311,891	55,002
Due to other governments	4,227	-	58	-
Accrued liabilities	1,636,603	-	-	308,159
Unearned revenue	2,579,954	1,311,060	-	-
Total liabilities	<u>7,460,399</u>	<u>2,216,255</u>	<u>636,283</u>	<u>678,061</u>
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue - grants	116,677	10,985,998	39,355	-
Unavailable revenue - leases	1,576,383	576,320	313,933	-
Unavailable revenue - other receivables	658,032	2,314	-	132
Total deferred inflows of resources	<u>2,351,092</u>	<u>11,564,632</u>	<u>353,288</u>	<u>132</u>
FUND BALANCES:				
Nonspendable	97,863	-	-	-
Restricted	-	12,346,779	7,258,298	6,497,330
Committed	425,458	-	-	-
Assigned	5,512,580	-	-	-
Unassigned	22,783,005	-	-	-
Total fund balances	<u>28,818,906</u>	<u>12,346,779</u>	<u>7,258,298</u>	<u>6,497,330</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 38,630,397</u>	<u>\$ 26,127,666</u>	<u>\$ 8,247,869</u>	<u>\$ 7,175,523</u>

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

Surtax	Nonmajor Governmental Funds	Total Governmental Funds
\$ 48,836,371	\$ 72,106,321	\$ 181,464,330
12,014	7,468	5,031,087
-	-	687,873
2,296,117	1,970	16,251,434
-	371,936	378,928
-	105,020	105,020
<u>51,144,502</u>	<u>72,592,715</u>	<u>203,918,672</u>
848,067	2,803,475	8,310,864
-	84,971	576,586
-	4,886	9,171
-	-	1,944,762
-	-	3,891,014
<u>848,067</u>	<u>2,893,332</u>	<u>14,732,397</u>
668,964	-	11,810,994
-	-	2,466,636
-	4	660,482
<u>668,964</u>	<u>4</u>	<u>14,938,112</u>
-	476,956	574,819
49,627,471	57,708,398	133,438,276
-	11,514,025	11,939,483
-	-	5,512,580
-	-	22,783,005
<u>49,627,471</u>	<u>69,699,379</u>	<u>174,248,163</u>
<u>\$ 51,144,502</u>	<u>\$ 72,592,715</u>	<u>\$ 203,918,672</u>



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

Fund balances - total governmental funds **\$ 174,248,163**

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Non-depreciable capital assets	\$ 40,585,955	
Depreciable capital assets, net	<u>271,774,169</u>	312,360,124

Internal service funds are used by management to charge the cost of self-insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.

2,687,820

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Interest payable	(169,079)	
SBITA liabilities	(1,510,570)	
Transportation bonds payable	(29,405,000)	
Compensated absences payable	(6,382,269)	
Net pension liability	(86,812,067)	
Other postemployment benefits (OPEB) liability	<u>(3,792,606)</u>	(128,071,591)

Certain deferred inflows in governmental funds are susceptible to full accrual on the entity-wide statements.

12,471,476

Deferred outflows and inflows of resources related to debt refundings, pensions and OPEB are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the governmental funds.

Deferred outflows related to debt refunding	2,930,165	
Deferred outflows related to pensions and OPEB	44,697,402	
Deferred inflows related to pensions and OPEB	<u>(3,314,469)</u>	<u>44,313,098</u>

Net position of governmental activities **\$ 418,009,090**

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

CITY OF NORTH PORT, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General Fund	Road and Drainage District	Fire Rescue District	Solid Waste District
REVENUES:				
Taxes	\$ 33,862,808	\$ 3,807,866	\$ 182,235	\$ -
Permits, fees and special assessments	6,061,042	-	125,638	-
Intergovernmental	13,877,696	37,181,756	245,791	-
Charges for services	13,049,820	16,673,104	15,128,545	11,905,333
Fines and forfeitures	233,629	-	-	-
Investment income	1,314,689	69,697	380,500	337,913
Miscellaneous	605,551	240,413	76,435	572,727
Total revenues	<u>69,005,235</u>	<u>57,972,836</u>	<u>16,139,144</u>	<u>12,815,973</u>
EXPENDITURES:				
Current:				
General government	18,114,005	-	-	-
Public safety	37,481,241	-	13,247,733	-
Physical environment	-	22,103,136	-	10,995,870
Transportation	-	44,876,064	-	-
Economic environment	625,667	-	-	-
Human services	545,587	-	-	-
Culture and recreation	6,045,957	-	-	-
Capital outlay	2,191,309	2,658,312	203,981	1,770,118
Debt service	461,239	-	-	-
Total expenditures	<u>65,465,005</u>	<u>69,637,512</u>	<u>13,451,714</u>	<u>12,765,988</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,540,230</u>	<u>(11,664,676)</u>	<u>2,687,430</u>	<u>49,985</u>
OTHER FINANCING SOURCES (USES):				
Proceeds of refunding bonds	-	-	-	-
Payment to bond escrow agent	-	-	-	-
Transfers in	637,700	-	-	-
Transfers out	(658,000)	(669,170)	(1,645,000)	(464,700)
Subscription-based IT arrangements	579,743	-	-	-
Insurance recoveries	31,368	19,894	-	-
Total other financing sources and (uses)	<u>590,811</u>	<u>(649,276)</u>	<u>(1,645,000)</u>	<u>(464,700)</u>
Net change in fund balances	4,131,041	(12,313,952)	1,042,430	(414,715)
Fund balances - beginning	<u>24,687,865</u>	<u>24,660,731</u>	<u>6,215,868</u>	<u>6,912,045</u>
Fund balances - ending	<u>\$ 28,818,906</u>	<u>\$ 12,346,779</u>	<u>\$ 7,258,298</u>	<u>\$ 6,497,330</u>

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

Surtax	Nonmajor Governmental Funds	Total Governmental Funds
\$ 17,231,850	\$ -	\$ 55,084,759
-	27,625,660	33,812,340
220,707	100,000	51,625,950
98,782	7,211,257	64,066,841
-	459,403	693,032
1,628,358	2,513,032	6,244,189
170,639	179,736	1,845,501
19,350,336	38,089,088	213,372,612
351	6,634,148	24,748,504
282,156	6,080,572	57,091,702
174,805	209,729	33,483,540
24,698	3,197,811	48,098,573
-	-	625,667
-	-	545,587
38,076	960,453	7,044,486
9,551,073	7,762,702	24,137,495
-	2,800,085	3,261,324
10,071,159	27,645,500	199,036,878
9,279,177	10,443,588	14,335,734
-	29,925,000	29,925,000
-	(29,925,000)	(29,925,000)
-	3,526,870	4,164,570
-	(90,000)	(3,526,870)
-	1,200,701	1,780,444
-	-	51,262
-	4,637,571	2,469,406
9,279,177	15,081,159	16,805,140
40,348,294	54,618,220	157,443,023
\$ 49,627,471	\$ 69,699,379	\$ 174,248,163

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

Net change in fund balances - total governmental funds **\$ 16,805,140**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Expenditures for capital assets	\$ 24,137,495	
Less current year depreciation	<u>(14,965,119)</u>	9,172,376

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, disposals, donations, asset transfers to/from enterprise funds).		(336,543)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Also, revenue related to prior periods that became available during the current period are reported in the funds but are eliminated in the statement of activities. This amount is the net adjustment.		10,831,022
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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. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Transportation refunding bonds proceeds	(29,925,000)	
SBITA proceeds	(1,780,444)	
Bond principal payments	31,630,000	
SBITA principal payments	664,042	
Amortization of deferred amount on refunding	<u>(186,042)</u>	402,556

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 government funds.

Pension expense	(16,750,001)	
OPEB expense	(51,969)	
Change in accrued interest	63,438	
Change in compensated absences	<u>(1,057,047)</u>	(17,795,579)

Internal service funds are used by management to charge the costs of self-insurance to individual funds. The net expenses of the internal service funds are reported with governmental activities.

Change in net position of governmental activities		<u>1,189,163</u>
		<u>\$ 20,268,135</u>

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

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

	Business-type Activities - Enterprise Fund	Government-type Activities
	Water & Sewer Utilities	Internal Service Funds
ASSETS		
Current assets:		
Cash and investments	\$ 44,061,032	\$ 5,322,157
Accounts receivable (net of allowance for uncollectibles)	4,549,077	230,629
Due from other governments	962,333	-
Inventories	1,120,264	-
Total current assets	50,692,706	5,552,786
Noncurrent assets:		
Restricted assets:		
Cash and investments	17,639,779	1,848,531
Accounts receivable (net of allowance for uncollectibles)	195,165	-
Capital assets:		
Land	8,715,751	-
Buildings	25,570,608	-
Infrastructure	257,667,280	-
Equipment	21,186,337	-
Construction in progress	8,128,269	-
Less: accumulated depreciation	(86,888,091)	-
Total noncurrent assets	252,215,098	1,848,531
Total assets	302,907,804	7,401,317
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charges on debt refundings	87,807	-
Deferred amount on OPEB	44,735	-
Deferred amount on pension	2,062,606	-
Total deferred outflows of resources	2,195,148	-

(continued)

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

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

	Business-type Activities - Enterprise Fund	Government-type Activities
	Water & Sewer Utilities	Internal Service Funds
LIABILITIES		
Current liabilities:		
Accounts payable	2,226,115	-
Liability for unpaid claims	-	2,828,817
Payable from restricted assets:		
Accounts payable	9,474	-
Customer deposits payable	170,367	-
Due to other funds	111,287	-
Revenue bonds payable	1,951,985	-
Unearned revenue	1,734,869	1,848,531
Accrued compensated absences	88,240	-
Total current liabilities	6,292,337	4,677,348
Noncurrent liabilities:		
Customer deposits payable	118,683	-
Revenue bonds payable	13,609,912	-
Accrued compensated absences	441,094	-
Other postemployment benefits payable	209,183	-
Net pension liability	6,114,122	-
Total noncurrent liabilities	20,492,994	-
Total liabilities	26,785,331	4,677,348
DEFERRED INFLOWS OF RESOURCES		
Deferred amount on OPEB	55,295	-
Deferred amount on pension	138,910	-
Total deferred inflows of resources	194,205	-
NET POSITION		
Net investment in capital assets	217,623,179	-
Restricted for renewal and replacement requirements	1,712,547	-
Restricted for capital projects	14,089,004	-
Unrestricted	44,698,686	2,723,969
Total net position	\$ 278,123,416	\$ 2,723,969
Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise fund over time.	36,149	
Net position of business-type activities (page 23)	\$ 278,159,565	

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

CITY OF NORTH PORT, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Fund Water & Sewer Utilities	Government-type Activities - Internal Service Funds
OPERATING REVENUES		
Charges for services:		
Water charges	\$ 17,549,472	\$ -
Sewer charges	15,885,685	-
Self-insurance fees	-	14,131,728
Miscellaneous	1,309,691	664,174
Total operating revenues	<u>34,744,848</u>	<u>14,795,902</u>
OPERATING EXPENSES		
General and administrative	5,745,684	13,641,390
Water treatment and distribution	6,305,049	-
Sewer collection and treatment	3,248,521	-
Field operations	5,228,268	-
Engineering	1,494,991	-
Depreciation	7,729,640	-
Total operating expenses	<u>29,752,153</u>	<u>13,641,390</u>
Operating income	<u>4,992,695</u>	<u>1,154,512</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income	2,248,087	172,289
Interest expense	(347,000)	-
Total nonoperating revenues	<u>1,901,087</u>	<u>172,289</u>
Income before capital contributions and transfers	6,893,782	1,326,801
Capital contributions	45,181,235	-
Transfers out	<u>(637,700)</u>	<u>-</u>
Change in net position	51,437,317	1,326,801
NET POSITION - BEGINNING OF YEAR	<u>226,686,099</u>	<u>1,397,168</u>
NET POSITION - END OF YEAR	<u><u>278,123,416</u></u>	<u><u>\$ 2,723,969</u></u>

Reconciliation of the Statement of Revenues, Expenses and Changes in Fund Net Position to the Statement of Activities:

Amounts reported as business-type activities in the Statement of Activities are different because:

Net change in net position - enterprise funds	\$ 51,437,317
Adjustment for the net effect of the current year activity between the internal service funds and the enterprise fund.	<u>137,638</u>
Changes in net position of business-type activities (page 25)	<u><u>\$ 51,574,955</u></u>

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

**CITY OF NORTH PORT, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED SEPTEMBER 30, 2023**

	Business-type Activities - Enterprise Fund	Government-type Activities
	Water & Sewer Utilities	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 34,190,987	\$ 16,432,294
Payments to vendors for goods and services	(13,515,720)	(3,982,317)
Payments to employees and benefit programs	(8,231,186)	-
Net cash provided by operating activities	12,444,081	3,292,211
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash transfers to other funds	(637,700)	-
Net cash used for noncapital financing activities	(637,700)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(10,013,254)	-
Capital grants	464,570	-
Principal paid on bonds and loans	(1,918,833)	-
Interest paid on bonds and loans	(323,318)	-
Capacity fees received	1,800,696	-
Net cash used for capital and related financing activities	(9,990,139)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	2,248,087	172,289
Net cash used for investing activities	2,248,087	172,289
Net change in cash and cash equivalents	4,064,330	3,464,500
Cash and cash equivalents, October 1	57,636,481	3,706,188
Cash and cash equivalents, September 30	\$ 61,700,811	\$ 7,170,688
Classified as:		
Current assets	\$ 44,061,032	\$ 5,322,157
Restricted assets	17,639,779	1,848,531
Total	\$ 61,700,811	\$ 7,170,688

(Continued)

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

CITY OF NORTH PORT, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Fund	Government-type Activities
	Water & Sewer Utilities	Internal Service Funds
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 4,992,695	\$ 1,154,512
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	7,729,640	-
Increase in accounts receivable	(657,510)	(212,139)
Increase in due from other governments	(11,726)	-
Increase in inventories	(160,165)	-
Decrease in deferred outflows - OPEB	15,084	-
Increase in deferred outflows - pensions	(402,758)	-
Increase/Decrease in accounts payable	(764,656)	281
Decrease in due to other funds	(93,829)	-
Increase in customer deposits payable	103,647	-
Increase in compensated absences	37,988	-
Decrease in benefits payable	(9,437)	-
Increase in claims payable	-	501,026
Increase in advanced insurance recoveries	-	1,848,531
Decrease in total OPEB liability	(31,683)	-
Increase in net pension liability	1,714,206	-
Decrease in deferred inflows - OPEB	(15,387)	-
Decrease in deferred inflows - pensions	(2,028)	-
Total adjustments	7,451,386	2,137,699
Net cash provided by operating activities	\$ 12,444,081	\$ 3,292,211
NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Amortization of deferred amount on defeasance of debt	\$ 23,682	\$ -
Capital asset contributions	39,036,847	-

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

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

	<u>PENSION TRUST FUNDS</u>	<u>CUSTODIAL FUNDS</u>
ASSETS		
Cash and equivalents	\$ 1,280,214	\$ 226,420
Receivables:		
Contributions receivable	537,329	-
Interest and dividends receivable	107,620	-
Total receivables	<u>644,949</u>	<u>-</u>
Investments, at fair market value:		
Money market funds	472,968	-
Equity securities	61,922,788	-
Fixed income mutual funds	42,003,727	-
Commingled real estate funds	12,714,266	-
International equity securities	320,852	-
Total investments	<u>117,434,601</u>	<u>-</u>
Total assets	<u>119,359,764</u>	<u>226,420</u>
LIABILITIES		
Accounts payable and accrued expenses	155,392	-
Due to other entities	<u>-</u>	<u>226,420</u>
Total liabilities	<u>155,392</u>	<u>226,420</u>
NET POSITION RESTRICTED FOR PENSIONS	<u><u>\$ 119,204,372</u></u>	<u><u>\$ -</u></u>

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

CITY OF NORTH PORT, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>PENSION TRUST FUNDS</u>	<u>CUSTODIAL FUNDS</u>
ADDITIONS		
Contributions:		
Plan members	\$ 931,323	\$ -
State of Florida	1,100,562	-
City of North Port	<u>2,125,477</u>	<u>-</u>
Total contributions	<u>4,157,362</u>	<u>-</u>
Investment earnings		
Net change in fair value of investments	7,967,559	-
Interest and dividends	<u>3,765,080</u>	<u>-</u>
Investment income	11,732,639	-
Less investment expenses	<u>(235,324)</u>	<u>-</u>
Net investment earnings	11,497,315	-
Impact fee collections for other governments	<u>-</u>	<u>7,172,487</u>
Total additions	<u>15,654,677</u>	<u>7,172,487</u>
DEDUCTIONS		
Benefits to participants	4,708,796	-
Share account distributions	130,766	-
Administrative expenses	171,068	-
Payments of impact fees to other governments	<u>-</u>	<u>7,172,487</u>
Total deductions	<u>5,010,630</u>	<u>7,172,487</u>
NET INCREASE	10,644,047	-
NET POSITION - BEGINNING	<u>108,560,325</u>	<u>-</u>
NET POSITION - ENDING	<u><u>\$ 119,204,372</u></u>	<u><u>\$ -</u></u>

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

CITY OF NORTH PORT, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

1. THE FINANCIAL REPORTING ENTITY

The City of North Port, Florida was created, as of June 18, 1959, pursuant to the provisions of the Constitution of the State of Florida, the laws of the State of Florida and the Special Legislative Enactment of Chapter 59-1617 as amended by Chapter 59-1618. The City operates under a form of government that is comprised of five elected City Commissioners and a commission appointed City Manager. The following services are provided: public safety, road improvements, planning and zoning, building permitting and inspections, water and sewer service, refuse collection service, stormwater management, and related general administrative services. As required by GAAP, the financial statements present the activities of the City of North Port, Florida.

Blended Component Units: The financial statements also include three special districts, which are reported as blended component units. The districts operate under the guidance of the City Commission, which meets separately as the districts' governing body to approve the adoption of the annual budget and subsequent amendments, the issuance of debt and the execution of contracts. The financial transactions of these component units are merged in with similar transactions of the City as part of the primary government. Blended component units of the City of North Port include the Road and Drainage District, the Fire Rescue District and the Solid Waste District. Separate financial statements of the three districts are not available.

The City of North Port Municipal Police Officers' Pension Plan and the City of North Port Municipal Firefighters' Pension Plan (the "Plans"): The Plans are single-employer defined benefit pension plans administered by two separate Boards of Trustees, which act as the administrators of the plans. Each separate Board consists of five members each, two of whom are appointed by the Commission of the City of North Port, two of whom are active police officers/firefighters, and one member elected by the other four members and subsequently appointed by the City Commission. The Plans are reported as a fiduciary component in accordance with Governmental Accounting Standards Board Statement Number 84.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary 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 is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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 funds are reported as separate columns in the fund financial statements.

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements, as well as the proprietary and fiduciary fund financial statements, are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. 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 generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The City reports the following major governmental funds:

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

The *road and drainage district special revenue fund* is used to account for proceeds of the local option gas taxes and district assessments that are restricted to transportation and/or stormwater drainage services.

The *fire rescue district special revenue fund* is used to account for proceeds of district assessments that are restricted for fire rescue emergency services and public safety.

The *solid waste district special revenue fund* is used to account for proceeds of district assessments that are restricted for solid waste collection and transportation of refuse, yard waste and recyclable material.

The *surtax capital projects fund* is used to account for the proceeds from the local option one-cent infrastructure surtax imposed by Sarasota County. The funds are restricted for the acquisition and/or construction of specific capital projects.

The City reports the following major proprietary fund:

The *water and sewer utilities fund* accounts for the activities associated with providing water and sewer services to the residents of the City. The City operates a sewage treatment plant, sewage pumping stations and collection systems, and a water treatment/distribution plant.

Additionally, the City reports the following funds:

The *self-insurance funds* (internal service funds) account for the activities of risk self-insurance (workers' compensation, auto and general liability) and medical self-insurance provided to other departments on a cost reimbursement basis.

The *pension trust funds* (fiduciary funds) account for the activities of the City's firefighters' and police officers' pension trust funds, which accumulate resources for pension benefit payments to qualified pension participants.

The *county road impact fees custodial fund* (fiduciary fund) accounts for the impact fees collected for and disbursed to Sarasota County.

The *county justice impact fees custodial fund* (fiduciary fund) accounts for the impact fees collected for and disbursed to Sarasota County.

The *county general government impact fees custodial fund* (fiduciary fund) accounts for the impact fees collected for and disbursed to Sarasota County.

The *education impact fees custodial fund* (fiduciary fund) accounts for the impact fees collected for and disbursed to Sarasota County School Board.

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, followed by committed, assigned and unassigned resources as they are needed.

4. ASSETS, LIABILITIES, AND NET POSITION OR FUND BALANCE

a) Cash and investments

The City is authorized by City Ordinance 2016-10, adopted April 26, 2016, to invest surplus funds in accordance with Florida Statute 218.415. Investment guidelines have been defined in the policy and authorize the City to invest in the following:

- 1) U.S. Treasuries and Government Guaranteed Obligations

- 2) Federal Agencies and Government Sponsored Enterprises (GSE)
- 3) Supranationals
- 4) Corporates
- 5) Municipals
- 6) Agency Mortgage Backed Securities
- 7) Asset-backed securities
- 8) Non-Negotiable Certificates of Deposit and Savings Accounts
- 9) Commercial Paper
- 10) Repurchase Agreements
- 11) Money Market Funds
- 12) Fixed Income Mutual Funds
- 13) Local Government Investment Pools
- 14) The Florida Local Government Surplus Funds Trust Funds ("Florida Prime")

The City maintains a cash and investment pool that is available for use by all funds. Investment income and loss is allocated to individual funds based upon their average daily balance in the cash pool. Each fund's individual equity in the City's cash and investment pool is considered to be a cash equivalent, since the funds can deposit or withdraw cash at any time without prior notice or penalty.

Investments for the City are reported at fair value based upon quoted market prices. If quoted market prices are not available, fair values are based on quoted market prices of comparable instruments or values obtained from independent pricing services.

b) Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans.) All other outstanding balances between funds are reported as "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."

The non-current advances between funds, as reported in the fund financial statements, are offset by a corresponding nonspendable portion of fund balance to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectibles.

Lease receivables are measured at the present value of lease payments expected to be received during the lease term.

c) Inventories

Inventories are adjusted to annual counts and are valued at cost, using the first-in/first-out method. Inventory is accounted for using the consumption method, whereby inventories are recorded as expenditures when they are used.

d) Prepaid items

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 expenditures/expenses when consumed rather than when purchased.

e) Restricted assets

The balances of restricted asset accounts in the business-type activities column at September 30, 2023 are as follows:

Customer deposits	\$ 289,050
Renewal and replacement funds	1,712,547
Capital project construction funds	15,638,182
Cash and investments	<u>\$ 17,639,779</u>
Capacity fees receivables	\$ 195,165

f) Capital assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental 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 \$5,000 or more (amount not rounded) 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 asset lives are not capitalized.

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

<u>Assets</u>	<u>Years</u>
Buildings	40
Improvements	5-50
Furniture and fixtures	5-10
Equipment	7-30
Vehicles	5

g) Deferred outflows/inflows of resources

In addition to assets and liabilities, the statement of net position and the governmental funds balance sheet will sometimes report separate sections for deferred outflows/inflows of resources. *Deferred outflows of resources* represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until that period. *Deferred inflows of resources* represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that period. The City has various items that qualify for reporting in these categories. In the governmental and business-type activities columns of the

government-wide statement of net position, a deferred charge on debt refunding is reported as a deferred outflow, resulting from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Unavailable revenues are also reported as deferred inflows only in the governmental funds balance sheet. The governmental funds report unavailable revenue from three sources: grant receivables, lease receivables and other receivables. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

Additionally, the City has deferred inflows and deferred outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by actuaries, which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service life of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five-year period. The changes in proportion and differences between City contributions and proportionate share of contributions are also deferred and amortized against pension expense over a five-year period. Additionally, any contributions made by the City to the pension plan before year end but subsequent to the measurement date of the City's net pension liability are reported as deferred outflows of resources.

h) Compensated absences

It is the City's policy to permit employees to accumulate earned but unused vacation, sick pay and other employee benefit amounts. These amounts are accrued when incurred in the government-wide and proprietary fund financial statements. In the case of governmental funds, the only portion of the liability reported would be the amount of reimbursable unused leave payable to employees who had terminated their employment as of the end of the fiscal year.

i) 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, discounts and insurance costs are deferred and amortized over the life of the bonds using the bonds outstanding method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize debt proceeds, including capital leases, during the current period. The face amount of debt issued is reported as "other financing sources."

j) Net position

The government-wide and business-type fund financial statements utilize a net position presentation.

Net position is presented in three components – net investment in capital assets, restricted, and unrestricted.

Net Investment in Capital Assets – this component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings attributable to the acquisition, construction or improvement of those assets. This component does not include the portion of debt attributable to the unspent proceeds.

Restricted – this component of net position has constraints placed on them either externally by third parties (creditors, grantors, contributors or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation.

Unrestricted – this component consists of net position that does not meet the definition of “net investment in capital assets” and “restricted”.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources as they are needed.

Certain proceeds of the City’s enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as *restricted* net position on the balance sheet because their use is limited by applicable bond covenants. District revenues and impact fee revenues are set aside to be used for their respective purposes in accordance with state statutes, regulations, and City ordinances.

k) Fund balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Classifications of fund balance are established as authorized by City Resolution No. 2011-R-14. Fund balance is reported in up to five components – nonspendable, restricted, committed, assigned and unassigned.

Nonspendable Fund Balance – consists of funds that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. “Not in spendable form” includes items that are not expected to be converted to cash (such as inventories and prepaid items) and long-term loans and notes receivable.

Restricted Fund Balance – consists of funds that can be spent only for specific purposes stipulated by (a) external resource providers such as creditors (by debt covenants), grantors, contributors or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – consists of funds that are set aside for a specific purpose by the City’s highest level of decision-making authority (ordinance). Formal action must be taken prior to the end of the fiscal year, but the amount, which will be subject to the constraint, may be determined in the subsequent period. The same formal action must be taken to remove or change the limitations placed on the funds.

Assigned Fund Balance – consists of funds that are set aside with the intent to be used for a specific purpose. The intended use can be established by the City Commission, delegated to a group (Management Team) or delegated to an individual City Manager or Finance Director. Projects that have been budgeted in prior fiscal years but are not complete are assigned the resources necessary to

complete if not committed under contract. This amount would represent the portion of fund balance to be used in the subsequent year's budget or to accumulate resources for a future capital project. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. Assigned funds cannot cause a deficit in unassigned fund balance.

Unassigned Fund Balance – consists of excess funds that have not been classified in the previous four categories. The City reports positive unassigned fund balances only in the General Fund. Negative unassigned fund balances may be reported in the other funds.

When a governmental fund has multiple classifications of fund balance, fund balance is generally depleted in the order of restricted, committed, assigned and unassigned.

The City's formal General Fund fund balance policy establishes an emergency and disaster reserve of twenty percent of the General Fund operating expenditures. In addition, the policy establishes an economic stabilization reserve of up to ten percent of General Fund operating expenditures. The formal fund balance policy also includes the City's three dependent districts (Road & Drainage, Fire Rescue and Solid Waste) and the City's Building Department with the same targeted reserves of twenty percent (emergency and disaster) and ten percent (economic stabilization) of respective operating expenditures.

The composition of nonspendable, restricted, committed, assigned and unassigned fund balances at September 30, 2023 is following:

Governmental Fund Balance Components:	Major Funds			
	General Fund	Road and Drainage District	Fire Rescue District	Solid Waste District
Nonspendable:				
Prepaid items	\$ 6,992	\$ -	\$ -	\$ -
Leases	97,863	-	-	-
Inventories	-	-	-	-
Total nonspendable	104,855	-	-	-
Restricted:				
Debt service	-	-	-	-
Capital projects	-	-	-	-
Enabling legislation - dependent districts	-	12,346,779	7,258,298	6,497,330
Law enforcement	-	-	-	-
Building Department	-	-	-	-
Impact fees	-	-	-	-
Environmental management	-	-	-	-
Total restricted	-	12,346,779	7,258,298	6,497,330
Committed:				
Capital projects	-	-	-	-
Building inspectors' education	-	-	-	-
Tree replacement	-	-	-	-
Parks and recreation	-	-	-	-
General government	-	-	-	-
Fleet maintenance	-	-	-	-
Public art	200,469	-	-	-
Historical preservation	-	-	-	-
Other - contractual	224,989	-	-	-
Total committed	425,458	-	-	-
Assigned:				
Subsequent year expenditures	-	-	-	-
Other purposes	5,512,580	-	-	-
Total assigned	5,512,580	-	-	-
Unassigned	22,776,013	-	-	-
Total fund balances	\$ 28,818,906	\$ 12,346,779	\$ 7,258,298	\$ 6,497,330

(continued)

<u>Major Funds</u>			
<u>Governmental Fund Balance Components:</u>	<u>Surtax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Nonspendable:</u>			
Prepaid items	\$ -	\$ 371,936	\$ 378,928
Leases	-	-	97,863
Inventories	-	105,020	105,020
Total nonspendable	-	476,956	581,811
<u>Restricted:</u>			
Debt service	-	2,286,706	2,286,706
Capital projects	49,627,471	-	49,627,471
Enabling legislation - dependent districts	-	13,266,301	39,368,708
Law enforcement	-	185,462	185,462
Building Department	-	11,681,604	11,681,604
Impact fees	-	29,958,228	29,958,228
Environmental management	-	330,097	330,097
Total restricted	49,627,471	57,708,398	133,438,276
<u>Committed:</u>			
Capital projects	-	2,561,658	2,561,658
Building inspectors' education	-	458,322	458,322
Tree replacement	-	3,694,370	3,694,370
Parks and recreation	-	3,429,767	3,429,767
General government	-	651,463	651,463
Fleet maintenance	-	716,239	716,239
Public art	-	-	200,469
Historical preservation	-	2,206	2,206
Other - contractual	-	-	224,989
Total committed	-	11,514,025	11,939,483
<u>Assigned:</u>			
Subsequent year expenditures	-	-	-
Other purposes	-	-	5,512,580
Total assigned	-	-	5,512,580
<u>Unassigned</u>	-	-	22,776,013
Total fund balances	<u>\$ 49,627,471</u>	<u>\$ 69,699,379</u>	<u>\$ 174,248,163</u>

5. ACCOUNTING ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America as applied to governmental units requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the estimates.

6. IMPLEMENTAION OF GOVERNMENTAL ACCOUNTING STANDARDS STATEMENT

The City implemented GASB Statement No.96, *Subscription-Based Information Technology Arrangements (SBITA)* for the fiscal year ending September 30, 2023, as required. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding

subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. SBITAs are to be measured using the facts and circumstances that existed at the beginning of the year of implementation, which for the City is October 1, 2022.

NOTE B – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. BUDGETARY INFORMATION

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

- During the month of July, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1st for the purpose of determining millage requirements. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted at City Hall to obtain taxpayer comments during September.
- On or before September 30th, the budget is legally enacted for funds through passage of an ordinance.
- The City Commission must approve any revisions altering the budgeted amounts of total expenditures of any fund.
- Budgets have been adopted for the governmental and enterprise funds on a basis consistent with generally accepted accounting principles (GAAP). Expenditures may not legally exceed appropriations plus accumulated fund equity at the fund level. All annual appropriations lapse at year-end.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded as reservations of budget, is employed as an extension of the statutorily required budgetary process. All encumbrances lapse at year-end; however, it is the City's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. Encumbrances outstanding at year-end were \$1,128,032 for the General Fund, \$7,461,450 for the Road and Drainage District, \$183,183 for the Fire Rescue District, \$10,203 for the Solid Waste District, \$4,958,666 for the Surtax Fund, \$5,976,026 for nonmajor funds, and \$7,698,181 for the Water and Sewer Utilities Fund.

Appropriations of various City projects are also recorded as reservations of budget and employed as an extension of the statutorily required budgetary process. All project appropriations lapse at year-end; however, it is the City's intention to substantially honor these appropriations under authority provided in the subsequent year's budget. Project appropriations outstanding at year-end were \$4,977,267 for the General Fund, \$17,012,368 for the Road and Drainage District, \$294,227 for the Fire Rescue District, \$448,000 for the Solid Waste District, \$26,996,922 for the Surtax Fund, \$18,899,283 for nonmajor funds, and \$24,166,344 for the Water and Sewer Utilities Fund.

Budgeted amounts are as originally adopted or amended by the City. Supplemental appropriations made during the fiscal year are included in the "Final Budgeted Amount" columns on the *Budgetary Comparison Schedules*. Supplemental budgetary appropriations for major funds made during the year included the following:

- The General Fund expenditure budget was increased \$6,164,203 to fund personnel, operating, and vehicle damage costs associated with Hurricane Ian; personnel and operating costs associated with additional positions; and personnel cost increases and equipment for Police.
- The Road and Drainage District expenditure budget was increased \$6,796,419 to fund personnel, operating, and capital damage costs associated with Hurricane Ian; and additional funding for debris removal and monitoring associated with Hurricane Ian not expected to be reimbursed by Federal Emergency Management Agency (FEMA).

- The Solid Waste District expenditure budget was increased \$343,676 to fund personnel and operating costs associated with Hurricane Ian;
- The Surtax expenditure budget was increased \$3,518,680 to fund additional land and design services for the Police headquarters project; balance needed for construction engineering and inspection for the Price Boulevard widening project; and balance needed for the storage area network replacement project.

All other supplementary budgetary appropriations in the major funds were not material in relation to the original budget.

NOTE C – DEPOSITS AND INVESTMENTS

Custodial Credit Risk

Custodial credit risk is defined as the risk that, in the event of failure of the counterparty, the City will not be able to recover the value of its securities that are in possession of an outside party.

At September 30, 2023, City's book balance of cash was \$9,195,096 and the bank balances were \$10,036,506. The difference between the book balance and the bank balance is deposits in transit and uncleared checks. The bank balances are insured by the Federal Depository Insurance Corporation (FDIC) in the amount of \$250,000 for each banking relationship. The remaining balances are collateralized pursuant to Chapter 280, Florida Statutes. Under this Chapter, in the event of default by a participating financial institution (a qualified public depository), all participating institutions are obligated to reimburse the governmental entity for the loss. The City's investment policy requires that securities be secured through third-party custody in the City's name.

Interest Rate Risk

As of September 30, 2023, the City had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1-5</u>	<u>More than 5</u>
U.S. Treasuries	\$ 46,125,441	\$ -	\$ 46,125,441	\$ -
Federal instrumentalities	11,477,658	1,249,388	9,188,594	1,039,676
Supra-national bonds	1,242,189	1,242,189	-	-
Municipal bonds	630,127	247,416	382,711	-
Corporate notes	46,406,939	8,684,434	37,722,505	-
Asset backed securities	26,436,101	-	26,436,101	-
SBA - LGIP	55,511,845	55,511,845	-	-
FL PALM	53,507,580	53,507,580	-	-
Money market	10,123	10,123	-	-
	<u>\$ 241,348,003</u>	<u>\$ 120,452,975</u>	<u>\$ 119,855,352</u>	<u>\$ 1,039,676</u>

Following is a reconciliation of the investment schedule above to cash and investments reported on the entity-wide statement of net position:

Reconcilement with Statement of Net Position:

Cash and investments	\$ 230,847,519
Cash and investments - restricted	19,488,310
	<u>250,335,829</u>
Add custodial funds' cash	226,420
Less cash book balance	(9,195,096)
Less cash on hand	(19,150)
Fair value total	<u><u>\$ 241,348,003</u></u>

In compliance with the City's investment policy, as of September 30, 2023, the City minimized the interest rate risk by limiting the effective duration of security types not to exceed five and one-half years and structuring the investment portfolio so that securities matured to meet cash requirements for ongoing operations.

Credit Risk

The City's investment policy limits credit risk by restricting the authorized investments to those stated in Note A, Section 4(a). The following table illustrates the credit quality distribution with credit exposure as a percentage of the City's investment securities:

<u>Investment Type</u>	<u>Rating</u>	<u>Portfolio</u>
U.S. Treasury Notes	-	19%
Federal Instrumentalities	-	5%
Supra-national agencies	AAA	1%
Corporate notes	NR to AA+	19%
Asset backed securities	NR to AAA	11%
Municipal bonds	NR to AAA	0%
Principal stability funds:		
Florida Public Assets for Liquidity Management	AAAm	22%
SBA Florida Prime	AAAm	23%

The City's investment policy establishes limitations on portfolio composition by investment type in order to control concentration of credit risk. The following maximum limits are guidelines established for diversification by instrument:

U.S. Government Guaranteed Securities	100%
Federal Agencies/GSE	75%
Supranationals	25%
Corporates	50%
Municipals	25%
Agency Mortgage Backed Securities	25%
Asset Backed Securities	25%
Non-Negotiable Collateralized Bank Deposits or Savings Accounts	50%
Commercial Paper	50%
Repurchase Agreements	40%
Money Market Funds	50%
Fixed Income Mutual Funds	20%
Intergovernmental Pools (LGIPs)	50%
Florida Local Government Surplus Funds Trust Funds	25%

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets that the City has the ability to access.

Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the asset in active markets, as well as inputs that are observable for the asset (other than quoted prices), such as interest rates, foreign exchange rates, and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs for the asset which are typically based on the City's own assumptions, as there is little, if any, related market activity.

Investments that are measured at fair value using the net asset value (NAV) per share, or its equivalent, as a practical expedient are not classified in the fair value hierarchy.

The City had the following recurring fair value measurements, broken into the fair value hierarchy, as of September 30, 2023:

Investment Type	Level 1	Level 2	Total
U.S. Treasuries	\$ 46,125,441	\$ -	\$ 46,125,441
Federal Instrumentalities	-	11,477,658	11,477,658
Supra-national bonds	-	1,242,189	1,242,189
Municipal bonds	-	630,127	630,127
Corporate notes	-	46,406,939	46,406,939
Asset backed securities	-	26,436,101	26,436,101
Money market	10,123	-	10,123
	<u>\$ 46,135,564</u>	<u>\$ 86,193,014</u>	<u>\$ 132,328,578</u>
SBA Florida Prime LGIP			55,511,845
FL PALM			53,507,580
			<u>\$ 241,348,003</u>

See separate disclosures in Note J for the investments held in the City's Fire and Police pension funds.

NOTE D—RECEIVABLES

Receivables as of year-end for the City's individual major funds, nonmajor funds in the aggregate and proprietary fund, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Road & Drainage District	Fire Rescue District	Solid Waste District	Surtax
Receivables:					
Taxes	\$ 461,244	\$ -	\$ -	\$ -	\$ -
Franchise fees	1,134,098	-	-	-	-
Accounts	1,529,763	11,842	1,588	66,860	12,014
Leases	1,674,246	603,219	333,595	-	-
Intergovernmental	1,129,995	12,562,033	261,128	190	2,296,117
Special assessments	-	-	-	-	-
Gross receivables	5,929,346	13,177,094	596,311	67,050	2,308,131
Less: allowance for uncollectibles	(804,849)	-	-	-	-
Net total receivables	\$ 5,124,497	\$ 13,177,094	\$ 596,311	\$ 67,050	\$ 2,308,131

	Self-Insurance Risk Fund	Self-Insurance Medical Fund	Water & Sewer Utilities	Nonmajor Governmental Funds	Total (all columns)
Receivables:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 461,244
Franchise fees	-	-	-	-	1,134,098
Accounts	229,548	1,081	5,045,747	7,468	6,905,911
Leases	-	-	-	-	2,611,060
Intergovernmental	-	-	962,333	1,970	17,213,766
Special assessments	-	-	12,123	-	12,123
Gross receivables	229,548	1,081	6,020,203	9,438	28,338,202
Less: allowance for uncollectibles	-	-	(313,628)	-	(1,118,477)
Net total receivables	\$ 229,548	\$ 1,081	\$ 5,706,575	\$ 9,438	\$ 27,219,725

NOTE E– PROPERTY TAX

Property taxes are levied on November 1 of each year and are due and payable upon receipt of the notice of levy. The Sarasota County, Florida, Tax Collector's Office bills and collects property taxes on behalf of the City. The tax rate to finance general governmental services for the fiscal year ended September 30, 2023 was \$3.7667 per \$1,000 of assessed taxable property value. Property tax revenues are recognized currently in the fiscal year for which the taxes are levied. On May 1 of each year, unpaid taxes become a lien on the property. The past due tax certificates are later sold at public auction and the proceeds thus collected are remitted to the City.

No accrual for the property tax levy becoming due in November 2023 is included in the accompanying financial statements since such taxes do not meet the necessary criteria. The major dates in the property tax process are listed on the following table.

PROPERTY TAX CALENDAR	
July 1	Assessment roll validated
September 30	Millage resolution approved
October 1	Beginning of fiscal year for which tax is to be levied
November 1	Tax bills rendered and due
November 1 - March 31	Property taxes due with various discount rates
April 1	Taxes delinquent
May 31	Tax certificates sold by County

NOTE F – CAPITAL ASSETS

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

	<u>Primary Government</u>			
	Beginning			Ending
	<u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 25,797,390	\$ 3,112,926	\$ -	\$ 28,910,316
Works of art	17,372	-	-	17,372
Construction in progress	8,872,986	4,910,956	2,125,675	11,658,267
Total capital assets not being depreciated	<u>34,687,748</u>	<u>8,023,882</u>	<u>2,125,675</u>	<u>40,585,955</u>
Other capital assets:				
Buildings	65,062,172	2,237,351	803,600	66,495,923
Improvements other than buildings	303,340,700	2,087,337	144,732	305,283,305
Subscription-based IT arrangements	1,100,066	1,861,153	-	2,961,219
Equipment	59,548,423	12,171,667	3,961,275	67,758,815
Total other capital assets	<u>429,051,361</u>	<u>18,357,508</u>	<u>4,909,607</u>	<u>442,499,262</u>
Less accumulated depreciation for:				
Buildings	21,410,313	1,795,688	803,600	22,402,401
Improvements other than buildings	101,134,785	6,467,861	18,800	107,583,846
Subscription-based IT arrangements	729,583	462,423	-	1,192,006
Equipment	36,940,138	6,239,147	3,632,445	39,546,840
Total accumulated depreciation	<u>160,214,819</u>	<u>14,965,119</u>	<u>4,454,845</u>	<u>170,725,093</u>
Total other capital assets, net of acc. depreciation	<u>268,836,542</u>	<u>3,392,389</u>	<u>454,762</u>	<u>271,774,169</u>
Governmental activities capital assets, net	<u>\$ 303,524,290</u>	<u>\$ 11,416,271</u>	<u>\$ 2,580,437</u>	<u>\$ 312,360,124</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 6,549,972	\$ 2,165,779	\$ -	\$ 8,715,751
Construction in progress	2,634,256	6,916,513	1,422,500	8,128,269
Total capital assets not being depreciated	<u>9,184,228</u>	<u>9,082,292</u>	<u>1,422,500</u>	<u>16,844,020</u>
Other capital assets:				
Buildings	15,604,834	9,965,774	-	25,570,608
Improvements other than buildings	227,685,536	30,179,159	197,415	257,667,280
Equipment	19,271,512	2,031,748	116,923	21,186,337
Total other capital assets	<u>262,561,882</u>	<u>42,176,681</u>	<u>314,338</u>	<u>304,424,225</u>
Less accumulated depreciation for:				
Buildings	1,712,147	428,687	-	2,140,834
Improvements other than buildings	65,936,898	5,841,219	197,415	71,580,702
Equipment	11,823,744	1,459,734	116,923	13,166,555
Total accumulated depreciation	<u>79,472,789</u>	<u>7,729,640</u>	<u>314,338</u>	<u>86,888,091</u>
Total other capital assets, net of acc. depreciation	<u>183,089,093</u>	<u>34,447,041</u>	<u>-</u>	<u>217,536,134</u>
Business-type activities capital assets, net	<u>\$ 192,273,321</u>	<u>\$ 43,529,333</u>	<u>\$ 1,422,500</u>	<u>\$ 234,380,154</u>

Depreciation expense was charged to functions as follows:

General government	\$ 952,289
Public safety	3,172,858
Physical environment	4,066,673
Transportation	4,565,519
Human services	73,510
Culture and recreation	<u>1,671,846</u>
Total governmental activities depreciation expense	<u>\$ 14,502,695</u>
Business-type activities	
Water and sewer utility	<u>\$ 7,729,640</u>
Total business-type activities depreciation expense	<u>\$ 7,729,640</u>

Commitments

Uncompleted commitments at September 30, 2023 consist of the following:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Fire rescue construction and equipment	\$ 1,122,533	\$ 1,270,389
Parks & recreation construction	2,445,410	1,775,942
Facilities maintenance equipment	58,634	103,677
Road and drainage construction and equipment	5,655,981	6,989,827
Building software	315,342	2,384,202
Information technology equipment	-	25,307
Natural resources equipment	-	209,630
Police department equipment	-	1,247,235
Social services construction	-	18,900
Solid waste equipment	-	479,107
Water and sewer operations construction and equipment	10,181,860	7,771,150
Total	<u>\$ 19,779,760</u>	<u>\$ 22,275,366</u>

NOTE G – LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)

Lease Receivables

The City has four cell tower land leases with various terms beginning in 2008 and terminating in 2039. Rent payments increase annually by an escalator equal to three or four percent. The City receives monthly payments on these leases. For fiscal year ending September 30, 2023, the City recognized \$230,502 of rental income from the payments. The City also recognized \$54,083 of interest income from these leases. The lease receivable

is measured as the present value of the future minimum rent payments expected to be received during the terms of the lease at a discount rate calculated using the City's approximate incremental borrowing rate.

Subscription-Based Information Technology Arrangements (SBITA)

The City records the value of right-to-use SBITAs in accordance with GASB Statement No. 96. Under this statement, an entity is required to recognize subscription liabilities and intangible right-to-use subscription assets. As of September 30, 2023, the City has eleven qualifying subscription agreements. The remaining principal and interest payments for the SBITA obligations are as follows:

Fiscal Year	Governmental Activities	
	Principal	Interest
Ending		
2024	483,195	29,209
2025	410,725	20,547
2026	298,405	12,333
2027	318,245	6,365
	<u>1,510,570</u>	<u>68,454</u>

There were no SBITAs within business-type activities.

NOTE H – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances at September 30, 2023 is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General	Non-major governmental	\$ 84,971
	Road and Drainage District	124,722
	Fire Rescue District	311,891
	Solid Waste District	55,002
	Water and Sewer Utility	111,287
		<u>\$ 687,873</u>

Balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

Transfers out:

<u>Transfers in:</u>	General Fund	Road and Drainage District	Fire Rescue District	Solid Waste District	Nonmajor Governmental Funds	Water & Sewer Utilities	Total
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 637,700	\$ 637,700
Nonmajor Governmental Funds	658,000	669,170	1,645,000	464,700	90,000	-	3,526,870
Total	<u>\$ 658,000</u>	<u>\$ 669,170</u>	<u>\$ 1,645,000</u>	<u>\$ 464,700</u>	<u>\$ 90,000</u>	<u>\$ 637,700</u>	<u>\$ 4,164,570</u>

Transfers are used to move revenues from the fund that the budget requires to collect them to the fund that the budget requires to expend them. The transfers-in amounts to the nonmajor governmental funds consists of monies to be set aside to provide for the renewal and replacement of capital assets. The transfers-in amount to the General Fund represents a return-on-investment payment from the Water & Sewer Utilities Enterprise Fund.

NOTE I – LONG-TERM LIABILITIES

Long-term Liability Activity

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

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Governmental activities:					
Bonds payable:					
Transportation improvement bonds	\$ 31,110,000	\$ -	\$ (1,705,000)	\$ 29,405,000	\$ 1,775,000
Total OPEB liability	3,762,422	6,831,086	(6,800,902)	3,792,606	-
Net pension liability	48,483,685	75,109,987	(36,781,605)	86,812,067	-
SBITA liability	394,168	1,780,444	(664,042)	1,510,570	483,195
Compensated absences	5,325,222	7,866,983	(6,809,936)	6,382,269	1,063,924
<i>Governmental activities long-term liabilities</i>	<u>\$ 89,075,497</u>	<u>\$ 91,588,500</u>	<u>\$ (52,761,485)</u>	<u>\$ 127,902,512</u>	<u>\$ 3,322,119</u>
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 17,480,730	\$ -	\$ (1,918,833)	\$ 15,561,897	\$ 1,951,985
Total OPEB liability	240,866	7,138,653	(7,170,336)	209,183	-
Net pension liability	4,399,916	3,796,240	(2,082,034)	6,114,122	-
Compensated absences	491,343	733,207	(695,216)	529,334	88,240
Deposits payable	185,403	204,291	(100,644)	289,050	170,367
<i>Business-type activities long-term liabilities</i>	<u>\$ 22,798,258</u>	<u>\$ 11,872,391</u>	<u>\$ (11,967,063)</u>	<u>\$ 22,703,586</u>	<u>\$ 2,210,592</u>

Liquidation - Governmental Funds

Bonds – In the governmental funds, the liability for bonds payable is paid by the Road Reconstruction Bond Debt Service Fund.

Other post-employment benefits - In the governmental funds, the OPEB liability is liquidated from the General Fund, Road and Drainage District Fund, Fire Rescue District Fund, Solid Waste District Fund, Building Fund, Tree Replacement Fund and the Fleet Maintenance Fund.

Net pension liability - In the governmental funds, the net pension liability is liquidated from the General Fund, Road and Drainage District Fund, Fire Rescue District Fund, Solid Waste District Fund, Building Fund, Tree Replacement Fund and the Fleet Maintenance Fund.

Compensated absences - In the governmental funds, the liability for compensated absences is liquidated from the General Fund, Road and Drainage District Fund, Fire Rescue District Fund, Solid Waste District Fund, Building Fund, Tree Replacement Fund and the Fleet Maintenance Fund.

Refunding Losses

A refunding loss of \$817,039 incurred in conjunction with the issuance of the Utility System Refunding Revenue Bonds, Series 2005, is being amortized over the life of the bonds (25 years) using the bonds outstanding method. Amortization of the refunding loss on the Series 2005 bonds was \$23,682 for the year ended September 30, 2023 and is included as a component of interest expense. Unamortized refunding loss of \$87,807 is recorded as a deferred outflow on the statement of net position.

A refunding loss of \$3,565,809 incurred in conjunction with the issuance of the Taxable Capital Improvement Refunding Revenue Note, Series 2020, is being amortized over the life of the note (230 months) using the straight-line method. Amortization of the refunding loss on the Series 2020 note was \$186,042 for the year ended September 30, 2023 and is included as a component of interest expense. Unamortized refunding loss of \$2,930,165 is recorded as a deferred outflow on the statement of net position.

Refunding Revenue Notes

Utility System Refunding Private Placement Revenue Notes, Series 2014A and Series 2014B, dated April 15, 2014 were issued in the amount of \$10,000,000 and \$1,670,000, respectively, for the purposes of providing funds to currently refund the City's outstanding Utility System Refunding Revenue Bond, Series 2010 maturing on October 1, 2014 through October 1, 2022. The Series 2014 Notes are expected to be repaid over a period of nine years. At a true interest cost of 2.15% for 2014A and 2.1% for 2014B, total interest paid over the life of the Series 2014 notes will be \$1,160,562. The expected source of repayment is the pledged funds (water and sewer revenues). The Series 2014 notes shall be on parity in all respects and shall rank equally as to lien on and source and security form the pledged funds with the outstanding parity bonds. The City currently refunded the Series 2010 bonds to reduce its total debt service payments over the next nine years by \$622,257 and to obtain an economic gain (difference between the present value of the debt service payments of the old and new debt) of \$342,541.

Capital Improvement Refunding Revenue Note, Series 2023, dated April 3, 2023, was issued in the amount of \$29,925,000 with a tax-exempt interest rate of 2.3%. The City issued the note as a tax-exempt exchange of the Taxable Capital Improvement Refunding Revenue Note, Series 2020, pursuant to a Forward Delivery and Direct Purchase Agreement between the City and Truist Bank dated May 7, 2020. As a result of the exchange of the Series 2020 Note for the Series 2023 Note and subsequent reinvestment of the escrow holdings, the City will realize gross incremental savings in excess of \$1.8 million. On a net present value basis, incremental savings equate to \$1.4 million, or 4.8% of the par amount of the Series 2020 Note. The outstanding principal of this Series 2023 note is \$29,405,000 on September 30, 2023.

Revenue Bond

Utility System Revenue Bond, Series 2020, dated November 12, 2020, was issued in the amount of \$16,264,500 with a tax-exempt interest rate of 1.16%. The City issued the bond to extinguish the City's three outstanding Clean Water State Revolving Fund Loan (SRF Loans) as well as pay the costs of issuance related to the Series 2020 Bond. The structure of this Series 2020 Bond allows the City to retire the debt conterminously with the same final maturity, which shortened the life of the debt for two of the SRF loans by up to six years. The City currently refunded the SRF loans to reduce its total debt service payments over the next seventeen years by \$1,265,098 and to obtain an economic gain (difference between the present value of the debt service payments of the old and new debt) of \$1,259,970. The outstanding principal of this Series 2020 note is \$11,874,000 at

September 30, 2023.

Deposits Payable

Before rendering water or wastewater service, the City may require an applicant for service to satisfactorily establish credit by paying a cash deposit. The amount of the initial deposit shall be according to customer class and meter size. After the customer has established continuous utility service for a period of twenty-four months and meets the following requirements, the customer's security deposit will be refunded as a credit to their utility account: 1) customer has not been disconnected for nonpayment; 2) customer has not had a returned payment in the last six months; 3) customer has not tampered with the meter; and 4) customer has not used service in a fraudulent or unauthorized manner.

Debt Maturity:

Debt service requirements at September 30, 2023 were as follows:

Governmental-type Activities - Assessment Bonds/Note **Transportation Improvement Assessment Bonds/Note**

<u>Year Ended</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>
2024	1,775,000	676,315
2025	1,830,000	635,490
2026	1,885,000	593,400
2027	1,940,000	550,045
2028	1,995,000	505,425
2029-2033	10,880,000	1,811,710
2034-2037	9,100,000	503,700
Total	<u>\$ 29,405,000</u>	<u>\$ 5,276,085</u>

Business-type Activities - Revenue Bonds/Notes **Water and Sewer Utility**

<u>Year Ended</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>
2024	1,951,985	288,463
2025	1,990,619	251,835
2026	2,023,973	214,540
2027	2,061,974	176,396
2028	2,104,869	137,405
2029-2031	5,428,477	164,943
Total	<u>\$ 15,561,897</u>	<u>\$ 1,233,582</u>

Description of Debt:**Governmental****Business-type**

\$29,925,000 Series 2023 Capital Improvement Refunding Revenue Note, due in annual installments of \$520,000 - \$2,510,000 beginning July 1, 2023 through July 1, 2037; interest at 2.30%; secured by a pledge of non-ad valorem capital assessments. The Note was issued as a tax-exempt exchange of the Taxable Capital Improvement Refunding Revenue Note, Series 2020. The total pledged revenue at 9/30/23, which equals remaining principal and interest, is \$34,681,085. Principal and interest paid for the current year and total capital assessments were \$688,245 and \$3,063,694, respectively.

29,405,000

-

\$6,211,908 Series 2005 Utility System Refunding Private Placement Revenue Bonds, due in annual installments of \$17,177 - \$592,317 beginning September 30, 2006 through September 30, 2030; interest at 4.02%; secured by a pledge of the net revenues of the system operations and impact fees. Proceeds from the bonds refunded a portion of the 2000 bonds, which provided financing for improvements to the wastewater treatment system. The pledged revenue at 9/30/23, which equals remaining principal and interest, is \$4,313,714. Principal and interest paid for the current year and total net revenues were \$617,959 and \$13,896,803, respectively.

-

3,687,897

\$16,264,500 Series 2020 Utility System Revenue Bond, due in semi-annual installments of \$1,112,254 - \$1,635,681 beginning April 1, 2021 through October 1, 2031; interest at 1.16%; secured by a pledge of the net revenues of the system operations and impact fees. Proceeds from the bonds paid off all outstanding State Revolving Fund Loans, which provided financing for improvements to the wastewater treatment system. The pledged revenue at 9/30/23, which equals remaining principal and interest, is \$12,481,765. Principal and interest paid for the current year and total net revenues were \$1,624,285 and \$13,896,803, respectively.

-

11,874,000

TOTAL

\$ 29,405,000\$ 15,561,897**Other Long-Term Debt Information**

Total interest expense for the year ended September 30, 2023 was \$1,014,886 in the governmental activities and \$347,000 in the business-type activities.

In accordance with bond covenants and Section 148 of the Internal Revenue Code, the City is required to rebate to the U.S. Treasury, every five years, earnings on bond proceeds in excess of the bond yield. For the year ended September 30, 2023, no amounts were earned that will have to be rebated to the U.S. Treasury.

The City does not participate as a lessee in any significant leases, and accordingly, does not report any lease liabilities.

NOTE J – EMPLOYEE RETIREMENT SYSTEMS

The City has three pension plans covering all full-time employees after meeting appropriate age and service requirements. They are the Florida Retirement System, the Municipal Police Officers' Pension Trust Fund and the Municipal Firefighters' Pension Trust Fund.

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 fiduciary net position of the City's two plans and the FRS plan and additions to/deductions from these plan's fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

FLORIDA RETIREMENT SYSTEM

General Information - All of the City's full-time, non-uniform (general) employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost-sharing, multiple-employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the Department of Management Services, Division of Retirement, Research and Education Section, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the website:

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

Pension Plan

PLAN DESCRIPTION

The FRS Pension Plan is a cost-sharing multiple-employer qualified defined benefit pension plan, with a Deferred Retirement Option Program ("DROP") available for eligible employees. The general classes of membership are as follows:

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

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service, while employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are

eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the Plan may include up to 4 years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits and annual cost-of-living adjustments to eligible participants.

The DROP Program, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

BENEFITS PROVIDED

Benefits under the FRS Pension Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment and Retirement Age/Years of Service	% Value
<i>Regular Class members initially enrolled before July 1, 2011</i>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<i>Regular Class members initially enrolled on or after July 1, 2011</i>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<i>Elected County Officers</i>	3.00
<i>Senior Management Service Class</i>	2.00
<i>Special Risk Regular</i>	
Service from December 1, 1970 through September 30, 1974	2.00
Service on and after October 1, 1974	3.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of the pre-July 2011 service

credit by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

CONTRIBUTIONS

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary on a pretax basis to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2022 through June 30, 2023 and from July 1, 2023 through September 30, 2023, respectively, were as follows:

Membership Class	October 1, 2022 thru June 30, 2023	July 1, 2023 thru September 30, 2023
<i>FRS, Regular</i>	11.91%	13.57%
<i>FRS, Elected Officers</i>	57.00%	58.68%
<i>FRS, Senior Management Service</i>	31.57%	34.52%
<i>FRS, Special Risk Administrative Support</i>	38.65%	39.82%
<i>FRS, Special Risk</i>	27.83%	32.67%
<i>FRS, DROP</i>	18.60%	21.13%

Note: Employer rates include the postemployment health insurance subsidy of 1.66 percent for October 1, 2022 thru June 30, 2023, and 2.00 percent for July 1, 2023 thru September 30, 2023. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

The City's contributions, including employee contributions, to the Pension Plan totaled \$9,193,366 for the fiscal year ended September 30, 2023.

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2023, the City reported a liability of \$52,639,805 for its proportionate share of the Pension Plan's net pension liability, an increase of \$10,403,453 over last year's liability of \$42,236,351. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The City's proportionate share of the net pension liability was based on the City's 2022-23 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was .132105358 percent, which was an increase of .018591303 percent from its proportionate share measured as of June 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$13,883,026. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,942,423	\$ -
Change of assumptions	3,431,499	-
Net difference between projected and actual earnings on Pension Plan investments	2,198,381	-
Changes in proportion and differences between City Pension Plan contributions and proportionate share of contributions	7,495,475	-
City Pension Plan contributions subsequent to the measurement date	2,036,359	-
Total	\$ 20,104,137	\$ -

The deferred outflows of resources related to the Pension Plan, totaling \$2,036,359 resulting from City contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending	Amount
September 30:	
2024	\$ 2,462,407
2025	(975,594)
2026	14,775,572
2027	1,403,556
2028	401,837
Thereafter	-

Actuarial Assumptions – The total pension liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumption, applied to all period included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.00%	2.90%	2.90%	1.10%
Fixed Income	19.80%	4.50%	4.40%	3.40%
Global Equity	54.00%	8.70%	7.10%	18.10%
Strategic Investments	3.80%	6.30%	6.10%	7.70%
Private Equity	11.10%	11.90%	8.80%	26.30%
Real Estate (Property)	10.30%	7.60%	6.60%	14.80%
Total	<u>100.00%</u>			
Assumed Inflation - Mean			2.40%	1.40%

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

Discount Rate - The discount rate used to measure the total pension liability was 6.70%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the City's Proportionate Share of the Net Position Liability to Changes in the Discount Rate - The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

	1% Decrease 5.70%	Current Discount Rate 6.70%	1% Increase 7.70%
City's proportionate share of the net pension liability	\$ 89,919,504	\$ 52,639,805	\$ 21,450,874

PENSION PLAN FIDUCIARY NET POSITION

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

PAYABLES TO THE PENSION PLAN

At September 30, 2023, the City reported a payable in the amount of \$166,482 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2023.

HIS Plan

PLAN DESCRIPTION

The Retiree Health Insurance Subsidy Program (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. Detailed information about the HIS Plan's fiduciary's net position is available in a separately issued FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report which may be obtained through the Florida Department of Management Services website at http://www.dms.myflorida.com/workforce_operations/retirement/publications.

BENEFITS PROVIDED

For the fiscal year ended September 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive these benefits, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

CONTRIBUTIONS

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2023, the HIS contribution for the period October 1, 2022 through June 30, 2023 was 1.66% and for the period July 1, 2023 through September 30, 2023 was 2.00% pursuant to section 112.363, Florida Statutes. The City contributed 100% of its statutorily required contributions for the current and preceding five years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The City's contributions to the HIS Plan totaled \$830,593 for the fiscal year ended September 30, 2023.

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2023, the City reported a liability of \$18,043,693 for its proportionate share of the HIS Plan's net pension liability, an increase of \$7,396,443 over last year's liability of \$10,647,249. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportionate share of the net pension liability was based on the City's 2022-23 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was .113615723 percent, which was an increase of .013090293 percent from its proportionate share measured as of June 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$7,675,032. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 264,147	\$ 42,351
Change of assumptions	474,363	1,563,547
Net difference between projected and actual earnings on HIS Plan investments	9,318	-
Changes in proportion and differences between City HIS Plan contributions and proportionate share of contributions	2,735,567	-
City HIS Plan contributions subsequent to the measurement date	257,622	-
Total	<u>\$ 3,741,017</u>	<u>\$ 1,605,898</u>

The deferred outflows of resources related to the HIS Plan, totaling \$257,622 resulting from City contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2024	\$ 328,049
2025	198,896
2026	330,922
2027	649,082
2028	343,825
Thereafter	26,723

Actuarial Assumptions – The total pension liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Municipal bond rate	3.65%

Mortality rates were based on the Generational PUB-2010 with Projection Scale MP-2018.

The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

Discount Rate - The discount rate used to measure the total pension liability was 3.65%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the FRS Actuarial Assumption Conference. The discount rates used at the two dates differ due to changes in the applicable municipal bond index.

Sensitivity of the City’s Proportionate Share of the Net Position Liability to Changes in the Discount Rate - The following represents the City’s proportionate share of the net pension liability calculated using the discount rate of 3.65%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.65%) or one percentage point higher (4.65%) than the current rate:

	1% Decrease 2.65%	Current Discount Rate 3.65%	1% Increase 4.65%
City's proportionate share of the net pension liability	\$ 20,585,037	\$ 18,043,693	\$ 15,937,088

PENSION PLAN FIDUCIARY NET POSITION

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

PAYABLES TO THE PENSION PLAN

At September 30, 2023, the City reported a payable in the amount of \$21,062 for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2023.

Investment Plan

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

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected City Officers, etc.), as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of plan members. Allocations to the investment member's accounts during the 2022-23 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class 11.30%, Special Risk Administrative Support class 12.95%,

Special Risk class 19.00%, Senior Management Service class 12.67% and City Elected Officers class 16.34%. The allocations include a required employee contribution of 3% of gross compensation for each member class.

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

Effective July 1, 2017, retirees of the Investment Plan are eligible for renewed membership in the Investment Plan. The retiree must be employed in an FRS-covered position on or after July 1, 2017 in order to gain renewed membership. This new provision does not afford renewed membership retroactively for the period of July 1, 2010 to June 30, 2017, nor does it grant disability benefits for renewed members.

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

The City's Investment Plan pension expense totaled \$3,595,604 for the fiscal year ended September 30, 2023.

MUNICIPAL POLICE OFFICERS' PENSION - LOCAL OPTION TRUST FUND

PLAN DESCRIPTION

Full-time police officers of the City of North Port Police Department participate in either the City of North Port, Florida Police Officers' Pension - Local Option Trust Fund (the "Plan") or the Florida Retirement System (FRS). Per Resolution passed by the City, effective July 1, 2016, police officers hired on or after this date participate solely in the FRS. Members active on July 1, 2016 had the option of participating prospectively in the FRS. The Florida Police Officers' Pension – Local Option Trust Fund is a single-employer defined benefit pension plan that was established December 14, 1979, pursuant to Florida Statutes, Chapter 185 and the City of North Port (City) Ordinance. Benefit provisions are established by City ordinances and the Florida Statutes and may be amended by the City Commission. The Plan is managed by a five-member Board of Trustees comprised of two members appointed by the Commission of the City of North Port, Florida (the City), two police officers elected by the Plan membership and one member elected by the other four members and subsequently appointed, as a ministerial duty, by the City Commission. The Plan is part of the City's financial reporting entity and is therefore included in these financial statements as a Pension Trust Fund. The City of North Port, Florida Police Officers' Pension – Local Option Trust Fund annually issues a publicly available financial report that includes financial statements and required supplementary information. The latest available report may be obtained by writing to the Board of Trustees, c/o Amber McNeill, Plan Administrator, Resource Centers, LLC, 4100 Center Pointe Drive, Ste. 108, Fort Myers, Florida 33916.

BENEFITS PROVIDED

Under the Plan, a member may retire with normal benefits after the earlier of age 55 with 10 years of credited service, or completion of 25 years of credited service, regardless of age. Normal retirement benefits for members hired prior to May 27, 2014 are 3.5% of the member's average final compensation times credited service years, plus a \$165 monthly benefit supplement. For members hired after May 27, 2014, the normal retirement benefit is 3.15% of average final compensation times credited service years, plus a \$165 monthly benefit supplement. Early retirement benefits are available for members who are age 45 and have ten years of credited service. For members hired prior to May 27, 2014, the monthly pension benefit calculated as of the date of early retirement is reduced 3% per year for each year prior to normal retirement and the member has less than 15 years of credited service, 2% per year for members with at least 15 years of service but less than 20 years of service, and 1% per year for members with more than 20 years of service. For members hired after May 27, 2014, the monthly pension benefit calculated as of the date of early retirement is reduced 3% for each year by which the commencement of benefits precedes the normal retirement date. Additionally, the Plan has provisions for disability retirement, death benefits and deferred vested benefits.

Any member who is eligible for normal retirement may elect to participate in a deferred retirement option plan (DROP) while continuing his or her active employment as a police officer. Upon participation in the DROP, the member becomes a retiree for all plan purposes so that he or she ceases to accrue any further benefits under the Plan. The DROP balance at September 30, 2023 was \$369,709.

Effective October 1, 2015, a supplemental retirement benefit in the form of individual share accounts was created for each active police officer (including DROP participants). The supplemental share plan retirement benefit is funded solely by premium tax revenues received by the City pursuant to Florida Statutes Chapter 185. A plan member with ten or more years of credited service upon termination of employment shall be eligible to receive a distribution of 100% of the balance in his or her share account, together with all earnings and losses and interest credited to the share account through date of termination of employment.

CONTRIBUTIONS

Contribution requirements are established and may be amended by the City Commission and are based on the benefit structure established by the City. Plan members are required to contribute 8% of their annual covered salary. The payments are deducted from the members' salary and remitted by the City to the Plan at the end of each pay period. The City makes quarterly contributions to the Plan based on the greater of an actuarially determined employer contribution based on a percentage of covered payroll or the minimum percentage of 18% as specified by City ordinance. In addition, the Plan receives an annual contribution of casualty insurance premium tax monies from the State of Florida pursuant to Chapter 185, *Florida Statutes* (the state contribution). The City recognizes these on-behalf payments from the State as revenue and personnel expenditures in the City's General Fund before they are recorded as contributions in the Police Officers' Pension Fund.

The City's contributions, including employee contributions, to the Pension Plan totaled \$1,990,204 for the fiscal year ended September 30, 2023.

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2022, the City reported a net pension liability of \$9,228,140 for the Police Officers' Pension, an increase of \$13,453,604 over last year's asset of \$4,225,464. The net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021, updated to September 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$3,583,888. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 704,737	\$ 335,865
Change of assumptions	1,661,592	-
Net difference between projected and actual earnings on Pension Plan investments	6,208,259	-
City Pension Plan contributions subsequent to the measurement date	2,172,683	-
Total	<u>\$ 10,747,271</u>	<u>\$ 335,865</u>

The deferred outflows of resources related to the Pension Plan, totaling \$2,172,683 resulting from City contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Year Ended September 30:	Amount
2024	\$ 2,380,568
2025	1,716,405
2026	1,423,011
2027	2,718,941
2028	-
Thereafter	-

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of October 1, 2021, updated to September 30, 2022, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	Service based
Investment rate of return	7.00%

Mortality Rate Healthy Active Lives:

Female: PubS.H-2010 for Employees, set forward one year.

Male: PubS.H-2010 for Employees, set forward one year.

Mortality Rate Healthy Retiree Lives:

Female: PubS.H-2010 for Healthy Retirees, set forward one year.

Male: PubS.H-2010 for Healthy Retirees, set forward one year.

Mortality Rate Beneficiary Lives:

Female: PubG.H-2010 for Healthy Retirees.

Male: PubG.H-2010 for Healthy Retirees, set back one year.

Mortality Rate Disabled Lives:

80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

The most recent actuarial experience study used to review the other significant assumptions was dated September 9, 2021.

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 long term expected rates of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022, are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic equity	7.5%
International equity	8.5%
Intermediate fixed income	2.5%
Global bond	3.5%
Real estate	4.5%
GTAA	3.5%

Discount rate: The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between 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.

Changes in the net pension liability of the City: The changes in the components of the net pension liability of the City for the fiscal year ended September 30, 2023 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balances at 9/30/22	\$ 59,189,794	\$ 63,415,259	\$ (4,225,465)
Changes for the year:			
Service cost	1,489,129	-	1,489,129
Interest on total pension liability	4,158,366	-	4,158,366
Differences between expected and actual experience	809,284	-	809,284
Change in assumptions	-	-	-
Benefit payments, including refunds of employee contributions	(2,547,375)	(2,547,375)	-
Contributions - employer & employee	-	2,580,617	(2,580,617)
Net investment income	-	(9,157,448)	9,157,448
Administrative expenses	-	(84,955)	84,955
Other changes	335,040	-	335,040
Net change	4,244,444	(9,209,161)	13,453,605
Balances at 9/30/23	\$ 63,434,238	\$ 54,206,098	\$ 9,228,140

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the City, calculated using the discount rate of 7.00%, 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 (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease	Current	1% Increase
	6.00%	Discount Rate	8.00%
		7.00%	
City's net pension liability	\$ 16,296,410	\$ 9,228,140	\$ 2,842,940

PENSION PLAN FIDUCIARY NET POSITION

Detailed information regarding the Plan's fiduciary net position is available in the separately issued City of North Port, Florida Police Officers' Pension – Local Option Trust Fund financial report.

MUNICIPAL FIREFIGHTERS' PENSION - LOCAL OPTION TRUST FUND

PLAN DESCRIPTION

Full-time firefighters of the City of North Port Fire Department participate in either the City of North Port, Florida Firefighters' Pension - Local Option Trust Fund (the "Plan") or the Florida Retirement System (FRS). Firefighters hired after July 1, 2016 participate solely in the FRS. Members active on July 1, 2016 had the option of participating prospectively in the FRS. The Plan is a single employer defined benefit pension fund that was established November 5, 1974, pursuant to Florida Statutes, Chapter 175, and City Ordinance 74-13. The Plan was amended most recently by Ordinance 2012-18. Benefit provisions are established by City ordinances and the Florida Statutes and may be amended by the City Commission. The Plan is managed by a five-member Board of Trustees comprised of two members appointed by the Commission of the City of North Port, Florida (the City), two members elected by the Plan membership and one member elected by the other

four members and subsequently appointed, as a ministerial duty, by the City Commission. The Plan is part of the City's financial reporting entity and is therefore included in these financial statements as a Pension Trust Fund. The City of North Port, Florida Firefighters' Pension – Local Option Trust Fund annually issues a publicly available financial report that includes financial statements and required supplementary information. The latest available report may be obtained by writing to the Board of Trustees, c/o David A. Carroll, Plan Administrator, 492 River Hills Drive, Max Meadows, Virginia 24360.

BENEFITS PROVIDED

Under the Plan, a member may retire with normal benefits after the earlier of age 55 with 10 years of credited service, or age 52 with 25 years of credited service. Reduced early retirement benefits are available once a member reaches age 50 and accumulates 10 years of credited service. Normal retirement benefits are 3.5% (3.0% for members hired on or after October 12, 2012) of the member's average final compensation times credited service years. Early retirement benefits are the same as normal retirement benefits, reduced by 3.0% for each year by which the commencement of benefits precedes the normal retirement date. Additionally, the Plan has provisions for disability retirement, death benefits and deferred vested benefits.

Any member hired before October 1, 2012, who is eligible for normal retirement may elect to participate in a deferred retirement option plan (DROP) while continuing his or her active employment as a firefighter. Upon participation in the DROP, the member becomes a retiree for all plan purposes so that he or she ceases to accrue any further benefits under the Plan. Members hired on or after October 1, 2012, are not eligible to participate in the DROP. The DROP balance as of September 30, 2023, was \$361,081.

Effective September 1, 2012, a supplemental retirement benefit in the form of individual share accounts was created for each active firefighter, living retiree (including DROP participants) and disability benefit recipients and beneficiary survivors receiving a survivor retirement benefit. For plan years beginning October 1, 2012 and later, all premium tax revenues received by the City in excess of \$250,000 will be allocated to the share accounts based on years of credited service. Effective December 31, 2013, and each December 31 thereafter, each share account will be credited or debited with earnings or losses based upon the amount in the share account at the close of the immediately preceding plan year at a rate equal to the Plan's actual net rate of investment return for the preceding plan year. An active firefighter (including DROP participants) with ten or more years of credited service upon termination of employment shall be eligible to receive a distribution of 100% of the balance in their respective share account, together with all earnings and losses and interest credited to the share account through the date of termination of employment. Retiree participants (including disability benefit recipients and beneficiary survivors) shall receive distribution of the annual share allocation in the form of a thirteenth monthly check equal to the annual crediting described above. Vested terminated members shall be entitled to participate in this supplemental retirement benefit upon commencing receipt of retirement benefits from the Plan.

CONTRIBUTIONS

Contribution requirements are established and may be amended by the City of North Port Commission and are based on the benefit structure established by the City. Members are required to contribute 10.6% of their salary (effective March 1, 2016). Pursuant to Chapter 175 of the Florida Statutes, a premium tax on certain casualty insurance contracts written on North Port properties is collected by the state and remitted to the Fund for the state's annual contribution amount. The City recognizes these on-behalf payments from the State as revenue and personnel expenditures in the City's General Fund before they are recorded as contributions in the Firefighters' Pension Fund. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions at actuarially determined rates. Administrative costs are financed through investment earnings.

The City's contributions, including employee contributions, to the Pension Plan totaled \$1,102,462 for the fiscal year ended September 30, 2023.

PENSION ASSETS, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2023, the City reported a net pension liability of \$13,014,551 for the Firefighters' Pension, an increase of \$17,858,278 over last year's net pension asset of \$4,843,727. The net pension asset was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021, updated to September 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$3,884,607. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 470,711	\$ 509,082
Change of assumptions	2,973,694	-
Net difference between projected and actual earnings on Pension Plan investments	6,858,758	-
City Pension Plan contributions subsequent to the measurement date	1,053,356	-
Total	\$ 11,356,519	\$ 509,082

The deferred outflows of resources related to the Pension Plan, totaling \$1,053,356 resulting from City contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2024. Other amounts reported as deferred outflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending Year Ended September 30:	Amount
2024	\$ 3,062,936
2025	2,635,143
2026	1,379,388
2027	2,716,614
2028	-
Thereafter	-

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of October 1, 2021 updated to September 30, 2022, using the following actuarial assumptions applied to all measurement periods:

Inflation	2.50%
Salary increases	Service based
Investment rate of return	6.75%

Mortality Rate Healthy Active Lives:

Female: PubS.H-2010 for Employees, set forward one year.

Male: PubS.H-2010 for Employees, set forward one year.

Mortality Rate Healthy Retiree Lives:

Female: PubS.H-2010 for Healthy Retirees, set forward one year.

Male: PubS.H-2010 for Healthy Retirees, set forward one year.

Mortality Rate Beneficiary Lives:

Female: PubG.H-2010 for Healthy Retirees.

Male: PubG.H-2010 for Healthy Retirees, set back one year.

Mortality Rate Disabled Lives:

80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

The most recent actuarial experience study used to review the other significant assumptions was dated June 13, 2022.

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 long term expected rates of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022, are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return
Domestic equity	7.5%
International equity	8.5%
Broad market fixed income	2.5%
Global fixed income	3.5%
Real estate	4.5%
GTAA	3.5%

Discount rate. The discount rate used to measure the total pension asset was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between 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.

Changes in the net pension liability of the City: The changes in the components of the net pension liability of the City for the fiscal year ended September 30, 2023 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (asset) (a-b)
Balances at 9/30/22	\$ 60,561,162	\$ 65,404,889	\$ (4,843,727)
Changes for the year:			
Service cost	1,007,552	-	1,007,552
Interest on total pension liability	4,204,163	-	4,204,163
Differences between expected and actual experience	613,506	-	613,506
Change in assumptions	4,000,894	-	4,000,894
Benefit payments, including refunds of employee contributions	(3,018,499)	(3,018,499)	-
Contributions - employer & employee	-	1,126,563	(1,126,563)
Net investment income	-	(9,073,913)	9,073,913
Administrative expenses	-	(84,813)	84,813
Net change	6,807,616	(11,050,662)	17,858,278
Balances at 9/30/23	\$ 67,368,778	\$ 54,354,227	\$ 13,014,551

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension asset of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension (asset) liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
City's net pension (asset) liability	\$ 22,302,214	\$ 13,014,551	\$ 5,397,758

PENSION PLAN FIDUCIARY NET POSITION

Detailed information regarding the Plan's fiduciary net position is available in the separately issued City of North Port, Florida Firefighters' Pension – Local Option Trust Fund financial report.

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

	Police Officers' Pension	Firefighters' Pension	FRS Pension	HIS Pension	Total
City's net pension liability	9,228,140	13,014,551	52,639,805	18,043,693	92,926,189
Deferred outflows of resources	10,747,271	11,356,519	20,104,137	3,741,017	45,948,944
Deferred inflows of resources	335,865	509,082	-	1,605,898	2,450,845
Pension expense/expenditure	3,583,888	3,884,607	13,883,026	7,675,032	29,026,553

NOTE K – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description – Retired Police Officers, Firefighters and general employees, as well as their dependents, are permitted to remain covered under the City’s single-employer defined benefit medical plan as long as they pay the premium not exceeding the rate developed by blending the claims experience of all plan members for the plan and coverage elected. The plan does not issue a stand-alone financial report.

Benefits Provided - The City subsidizes the premium rates paid by the retirees by allowing them to participate in the plan at the blended group (implicitly subsidized) premium rates for both active and retired employees. These 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 has assumed an obligation to pay for the implicit subsidy for the covered lifetimes of the current retirees and their spouses, as well for the covered lifetimes of the current employees after they retire in the future.

The plan also provides all retirees and their dependents with dental, vision and life benefits at a subsidized cost.

Funding Policy – Currently, the City’s OPEB benefits are unfunded. Since this OPEB is directly tied to insurance coverage for active employees, a separate single employer benefit plan has not been established to account for the benefits and obligations related to the implicit rate subsidy. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. Therefore, the ultimate subsidies which are provided over time are financed directly by general assets of the City, which are invested in short-term fixed income instruments according to its investment policy.

Employees Covered by Benefit Terms

Per the most current actuarial valuation census date of September 2022, the following employees were covered by the benefits terms:

Active employees	648
Inactive employees or spouses currently receiving benefits	<u>25</u>
	673

Total OPEB Liability

At September 30, 2023, the City reported a total OPEB liability of \$4,001,789, a decrease of \$1,499 over last year’s liability of \$4,003,288. The total OPEB liability was measured as of September 30, 2023 and was determined by an actuarial valuation date of October 1, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the October 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	4.00%
Discount rate	4.77%
Healthcare cost trend rates	9.00% for 2022, decreasing to an ultimate rate of 4.50% for 2037 and later years
Retirees' share of benefit-related costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of September 30, 2022.

Mortality rates were based on the PubS.H-2010 Mortality Table – Safety for Police & Fire and PubG.H-2010 Mortality Table – General for all other participants.

The actuarial assumptions used in the October 1, 2021 valuation were based on census data as of September 30, 2022.

Changes in the Total OPEB Liability

Changes in the total OPEB liability were as follows:

Total OPEB liability, September 30, 2022	\$ 4,003,288
Service cost	154,218
Interest	183,534
Changes in assumptions and other inputs	(28,030)
Benefit payments	(311,221)
Net changes	(1,499)
Total OPEB liability, September 30, 2023	\$ 4,001,789

Changes of assumptions reflects a change in the discount rate from 4.77% for 2022 to 4.87% for 2023.

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

The following represents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate:

	Discount Rate		
	1% Increase	Valuation Rate	1% Decrease
Net OPEB liability	\$3,736,792	\$4,001,789	\$4,295,478
Change	-6.62%		7.34%

The following represents 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% lower or 1% higher than the current healthcare cost trend rates:

	Health Care Trend		
	1% Increase	Valuation Rate	1% Decrease
Net OPEB liability	\$4,386,699	\$4,001,789	\$3,670,399
Change	9.62%		-8.28%

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

For the year ended September 30, 2023, the City recognized OPEB expense of \$331,207. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 121,698	\$ 14,092
Changes of assumptions	734,101	1,043,737
Total	<u>\$ 855,799</u>	<u>\$ 1,057,829</u>

Future deferred outflows/inflows of resources are as follows:

September 30:	Amount
2024	\$ (6,546)
2025	(6,546)
2026	(6,546)
2027	(6,546)
2028	(6,546)
Thereafter	(169,300)

NOTE L – DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Plan amendments have been made, so that the plan is in compliance with IRC Section 457, as amended by the 1996 changes to the tax code. The assets are now held in various custodial accounts. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the various participants of the plan.

NOTE M - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Risk Management attempts to identify and evaluate the areas of potential loss to the City in order to reduce their occurrences. Acknowledging that some loss is inevitable, routine or predictable losses are self-insured, while other more unpredictable or catastrophic losses are transferred to insurance companies.

Effective October 1, 2018, the City became self-insured with respect to employee medical coverage. This covers all eligible active employees and their dependents, as well as retirees that opt in. The Human Resources Department manages the medical self-insured plan.

The City has a self-insurance risk retention program for workers' compensation, automobile liability and general liability (including employee benefits, law enforcement, public officials' and employment practices liability). Workers' compensation risks in excess of \$350,000 per occurrence, automobile liability risks in excess of \$100,000 per person/per accident, and general liability risks in excess of \$100,000 per person/per occurrence are co-insured with an outside carrier.

The programs are accounted for using internal service funds. Revenues for these funds consist mostly of amounts contributed by other City funds. Both revenues and the related charges are recorded as interfund services. Accordingly, the related charges are reflected as expenditures, or expense items, in the appropriate funds.

Liabilities of the self-insurance funds are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities typically include an amount for claims that have been incurred but not reported (IBNRs). There were no material amounts of IBNR claims recorded as of fiscal year-end.

Self-insurance risk claims expense for fiscal year ending September 30, 2023 were as follows: workers' compensation (\$913,060); automobile (\$283,450) and general liability (\$427,924). Self-insurance medical claims expense for the same period was \$8,034,358.

NOTE N – CONTINGENT LIABILITIES

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

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

NOTE O – RESTATEMENT OF NET POSITION

For the current year, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*. The scope of this statement addresses the retroactive recording of right-to-use subscription assets and corresponding subscription liabilities. Adjustments were made that required restatement of the beginning government-wide (governmental activities) net position. The restatement resulted in a decrease of \$23,684.

NOTE P – SUBSEQUENT EVENTS

In November 2022, North Port residents voted to approve a bond issue for the Price Boulevard widening project. This initiative will expand a 2.75-mile stretch of Price Boulevard, a major east-west route in the city, between Sumter and Toledo Blade Boulevards. The \$80 million project is slated to begin in fall 2024, with bonds expected to be issued just before construction starts. Funding for the bond repayments will come from the City's discretionary one-cent sales surtax revenue.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements.

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND - GAAP BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes	\$ 32,826,640	\$ 32,826,640	\$ 33,862,808	\$ 1,036,168
Permits and special assessments	4,857,190	4,857,190	6,061,042	1,203,852
Intergovernmental	12,364,700	12,392,760	13,877,696	1,484,936
Charges for services	12,729,360	12,729,360	13,049,820	320,460
Fines and forfeiture	187,200	187,200	233,629	46,429
Investment earnings (losses)	-	-	1,314,689	1,314,689
Miscellaneous	444,890	475,890	605,551	129,661
Total revenues	63,409,980	63,469,040	69,005,235	5,536,195
EXPENDITURES				
Current:				
General government:				
City Commission	508,870	534,890	496,640	38,250
City Attorney	1,358,570	1,432,068	1,333,458	98,610
City Clerk	993,910	1,029,735	909,537	120,198
Finance	2,358,110	2,458,110	2,358,193	99,917
Planning & Zoning	1,699,150	2,053,881	1,326,661	727,220
IT	3,707,100	3,759,957	3,412,075	347,882
Human Resources	1,344,890	1,375,672	1,351,139	24,533
City Manager	2,219,790	2,487,727	2,226,896	260,831
Facilities Maintenance	3,092,140	4,706,188	3,747,750	958,438
Non-Departmental	1,169,540	1,069,540	951,656	117,884
Total General government	18,452,070	20,907,768	18,114,005	2,793,763
Public safety:				
Building	557,720	554,426	446,566	107,860
Police	24,765,240	26,666,933	26,233,371	433,562
Emergency Medical Services	11,224,850	10,988,702	10,801,304	187,398
Total Public safety	36,547,810	38,210,061	37,481,241	728,820
Economic environment:				
Economic Development	852,990	881,626	625,667	255,959
Human services:				
Social Services	\$ 587,360	\$ 587,645	\$ 545,587	\$ 42,058

(continued)

The budget basis is in accordance with accounting standards generally accepted in the United States of America.

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND - GAAP BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Culture and recreation:				
Recreation	\$ 2,414,700	\$ 2,586,488	\$ 2,254,759	\$ 331,729
North Port Aquatic Center	1,760,970	1,848,612	1,704,399	144,213
Parks Maintenance	2,226,300	3,275,041	2,086,799	1,188,242
Total Parks and recreation	6,401,970	7,710,141	6,045,957	1,664,184
Capital outlay	2,496,220	4,701,091	2,191,309	2,509,782
Debt service	-	-	461,239	(461,239)
Total expenditures	65,338,420	72,998,332	65,465,005	7,533,327
Excess (deficiency) of revenues over (under) expenditures	(1,928,440)	(9,529,292)	3,540,230	13,069,522
OTHER FINANCING SOURCES (USES)				
Transfers in	637,700	637,700	637,700	-
Transfers out	(708,000)	(708,000)	(658,000)	50,000
Subscription-based IT arrangements	-	-	579,743	579,743
Insurance recoveries	-	-	31,368	31,368
Total other financing sources (uses)	(70,300)	(70,300)	590,811	661,111
Net change in fund balance	(1,998,740)	(9,599,592)	4,131,041	13,730,633
Fund balances - beginning	24,687,865	24,687,865	24,687,865	-
Fund balances - ending	\$ 22,689,125	\$ 15,088,273	\$ 28,818,906	\$ 13,730,633

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ROAD AND DRAINAGE DISTRICT SPECIAL REVENUE FUND - GAAP BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes	\$ 3,693,530	\$ 3,693,530	\$ 3,807,866	\$ 114,336
Intergovernmental	2,070,950	52,366,138	37,181,756	(15,184,382)
Charges for services	16,369,560	16,369,560	16,673,104	303,544
Investment earnings (losses)	-	-	69,697	69,697
Miscellaneous	129,500	129,500	240,413	110,913
Total revenues	22,263,540	72,558,728	57,972,836	(14,585,892)
EXPENDITURES				
Current:				
Physical environment	6,108,313	26,978,941	22,103,136	4,875,805
Transportation	12,401,727	54,775,426	44,876,064	9,899,362
Capital outlay	6,974,640	14,217,022	2,658,312	11,558,710
Total expenditures	25,484,680	95,971,389	69,637,512	26,333,877
Excess (deficiency) of revenues over (under) expenditures	(3,221,140)	(23,412,661)	(11,664,676)	11,747,985
OTHER FINANCING SOURCES (USES)				
Transfers out	(669,170)	(669,170)	(669,170)	-
Insurance recoveries	4,000	4,000	19,894	15,894
Total other financing sources (uses)	(665,170)	(665,170)	(649,276)	15,894
Net change in fund balance	(3,886,310)	(24,077,831)	(12,313,952)	11,763,879
Fund balances - beginning	24,660,731	24,660,731	24,660,731	-
Fund balances - ending	\$ 20,774,421	\$ 582,900	\$ 12,346,779	\$ 11,763,879

The budget basis is in accordance with accounting standards generally accepted in the United States of America.

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE RESCUE DISTRICT SPECIAL REVENUE FUND - GAAP BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes	\$ 170,000	\$ 170,000	\$ 182,235	\$ 12,235
Permits, fees and special assessments	30,800	78,350	125,638	47,288
Intergovernmental	50,000	50,000	245,791	195,791
Charges for services	15,085,970	15,038,420	15,128,545	90,125
Investment earnings (losses)	-	-	380,500	380,500
Miscellaneous	59,280	59,280	76,435	17,155
Total revenues	15,396,050	15,396,050	16,139,144	743,094
EXPENDITURES				
Current:				
Public safety	13,491,980	13,478,609	13,247,733	230,876
Capital outlay	-	548,141	203,981	344,160
Total expenditures	13,491,980	14,026,750	13,451,714	575,036
Excess (deficiency) of revenues over (under) expenditures	1,904,070	1,369,300	2,687,430	1,318,130
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,645,000)	(1,645,000)	(1,645,000)	-
Total other financing sources (uses)	(1,645,000)	(1,645,000)	(1,645,000)	-
Net change in fund balance	259,070	(275,700)	1,042,430	1,318,130
Fund balances - beginning	6,215,868	6,215,868	6,215,868	-
Fund balances - ending	\$ 6,474,938	\$ 5,940,168	\$ 7,258,298	\$ 1,318,130

The budget basis is in accordance with accounting standards generally accepted in the United States of America.

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE DISTRICT SPECIAL REVENUE FUND - GAAP BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Charges for services	\$ 11,262,490	\$ 11,262,490	\$ 11,905,333	\$ 642,843
Investment earnings (losses)	-	-	337,913	337,913
Miscellaneous	29,000	29,000	572,727	543,727
Total revenues	11,291,490	11,291,490	12,815,973	1,524,483
EXPENDITURES				
Current:				
Physical environment	10,905,010	11,258,456	10,995,870	262,586
Capital outlay	195,000	2,230,094	1,770,118	459,976
Total expenditures	11,100,010	13,488,550	12,765,988	722,562
Excess (deficiency) of revenues over (under) expenditures	191,480	(2,197,060)	49,985	2,247,045
OTHER FINANCING SOURCES (USES)				
Transfers out	(464,700)	(464,700)	(464,700)	-
Total other financing sources (uses)	(464,700)	(464,700)	(464,700)	-
Net change in fund balances	(273,220)	(2,661,760)	(414,715)	2,247,045
Fund balances - beginning	6,912,045	6,912,045	6,912,045	-
Fund balances - ending	\$ 6,638,825	\$ 4,250,285	\$ 6,497,330	\$ 2,247,045

The budget basis is in accordance with accounting standards generally accepted in the United States of America.

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

Reporting Period Ending Measurement Date	9/30/2023 6/30/2023	9/30/2022 6/30/2022	9/30/2021 6/30/2021	9/30/2020 6/30/2020	9/30/2019 6/30/2019	9/30/2018 6/30/2018	9/30/2017 6/30/2017	9/30/2016 6/30/2016	9/30/2015 6/30/2015	9/30/2014 6/30/2014
City's proportion of the net pension liability	0.132105358%	0.113514055%	0.109026906%	0.106909631%	0.092593407%	0.073301635%	0.065258818%	0.045151798%	0.046986625%	0.046039515%
City's proportionate share of the net pension liability	\$ 52,639,804	\$ 42,236,351	\$ 8,235,744	\$ 46,336,209	\$ 31,887,880	\$ 22,078,832	\$ 19,303,121	\$ 11,400,864	\$ 6,068,953	\$ 2,809,087
City's covered payroll during the measurement period	\$ 45,050,117	\$ 36,682,179	\$ 33,758,043	\$ 31,655,209	\$ 28,169,562	\$ 23,757,517	\$ 21,020,634	\$ 17,307,411	\$ 16,803,308	\$ 16,641,254
City's proportionate share of the net pension liability as a percentage of its covered payroll	116.85%	115.14%	24.40%	146.38%	113.20%	92.93%	91.83%	65.87%	36.12%	16.88%
Plan fiduciary net position as a percentage of the total pension liability	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

**CITY OF NORTH PORT, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM**

Reporting Period Ending	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	9/30/2014
Contractually required contribution	\$ 6,355,117	\$ 4,843,851	\$ 4,153,454	\$ 3,552,133	\$ 2,871,064	\$ 2,089,038	\$ 1,698,848	\$ 1,101,099	\$ 1,145,574	\$ 1,008,461
Contributions in relation to the contractually determined contributions	(6,355,117)	(4,843,851)	(4,153,454)	(3,552,133)	(2,871,064)	(2,089,038)	(1,698,848)	(1,101,099)	(1,145,574)	(1,008,461)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	47,392,876	39,036,608	34,424,901	32,240,924	29,166,166	24,593,513	20,856,232	18,171,274	16,856,399	16,516,607
Contributions as a percentage of covered payroll	13.41%	12.41%	12.07%	11.02%	9.84%	8.49%	8.15%	6.06%	6.80%	6.11%

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

Reporting Period Ending Measurement Date	9/30/2023 6/30/2023	9/30/2022 6/30/2022	9/30/2021 6/30/2021	9/30/2020 6/30/2020	9/30/2019 6/30/2019	9/30/2018 6/30/2018	9/30/2017 6/30/2017	9/30/2016 6/30/2016	9/30/2015 6/30/2015	9/30/2014 6/30/2014
City's proportion of the net pension liability	0.113615723%	0.100525430%	0.095351286%	0.091218923%	0.084215030%	0.072737184%	0.065919137%	0.055995879%	0.055413179%	0.056009210%
City's proportionate share of the net pension liability	\$ 18,043,692	\$ 10,647,249	\$ 11,696,269	\$ 11,137,682	\$ 9,422,819	\$ 7,698,585	\$ 7,048,378	\$ 6,526,088	\$ 5,651,273	\$ 5,236,998
City's covered payroll during the measurement period	\$ 45,050,117	\$ 36,682,179	\$ 33,758,043	\$ 31,655,209	\$ 28,169,562	\$ 23,757,517	\$ 21,020,634	\$ 17,307,411	\$ 16,803,308	\$ 16,641,254
City's proportionate share of the net pension liability as a percentage of its covered payroll	40.05%	29.03%	34.65%	35.18%	33.45%	32.40%	33.53%	37.71%	33.63%	31.47%
Plan fiduciary net position as a percentage of the total pension liability	4.12%	4.81%	3.00%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

**CITY OF NORTH PORT, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM
HEALTH INSURANCE SUBSIDY PROGRAM**

Reporting Period Ending	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	9/30/2014
Contractually required contribution	\$ 747,384	\$ 608,264	\$ 560,476	\$ 525,652	\$ 467,638	\$ 394,456	\$ 348,863	\$ 287,015	\$ 211,824	\$ 191,869
Contributions in relation to the contractually determined contributions	(747,384)	(608,264)	(560,476)	(525,652)	(467,638)	(394,456)	(348,863)	(287,015)	(211,824)	(191,869)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	47,392,876	39,036,608	34,424,901	32,240,924	29,166,166	24,593,513	20,856,232	18,171,274	16,856,399	16,516,607
Contributions as a percentage of covered payroll	1.58%	1.56%	1.63%	1.63%	1.60%	1.60%	1.67%	1.58%	1.26%	1.16%

CITY OF NORTH PORT, FLORIDA
NORTH PORT POLICE OFFICERS' TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY
AND RELATED RATIOS

Reporting Period Ending Measurement Date	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017	9/30/2017 9/30/2016	9/30/2016 9/30/2015	9/30/2015 9/30/2014
Total pension liability										
Service cost	\$ 1,541,139	\$ 1,489,129	\$ 1,610,388	\$ 1,680,272	\$ 1,707,877	\$ 1,780,290	\$ 1,882,560	\$ 1,693,377	\$ 1,991,280	\$ 1,967,848
Interest on total pension liability	4,457,266	4,158,366	3,950,133	3,764,787	3,518,998	3,364,267	3,103,881	2,867,478	2,731,953	2,485,396
Change in excess state money	-	-	-	-	-	-	-	(688,670)	162,203	127,413
Share plan allocation	451,992	335,040	260,760	243,055	215,381	173,918	125,720	159,765	-	-
Changes of benefit terms	-	-	-	-	-	-	-	4,812	-	-
Differences between expected and actual experience	887,359	809,284	(367,528)	(607,594)	488,870	(582,492)	472,241	(860,314)	(1,104,588)	-
Changes of assumptions	-	-	2,796,088	602,053	565,173	528,699	569,256	782,433	-	-
Contributions - buy back	-	-	63,311	-	-	1,225	53,000	71,560	24,568	-
Benefit payments, including refunds of employee contributions	(2,600,297)	(2,547,375)	(2,512,541)	(2,294,330)	(2,793,475)	(2,329,700)	(1,827,860)	(1,878,394)	(1,323,724)	(1,267,557)
Net change in total pension liability	4,737,439	4,244,444	5,800,611	3,388,243	3,702,824	2,936,207	4,378,798	2,152,047	2,481,692	3,313,100
Total pension liability - beginning	63,434,238	59,189,794	53,389,183	50,000,940	46,298,116	43,361,909	38,983,111	36,831,064	34,349,372	31,036,272
Total pension liability - ending (a)	\$ 68,171,697	\$ 63,434,238	\$ 59,189,794	\$ 53,389,183	\$ 50,000,940	\$ 46,298,116	\$ 43,361,909	\$ 38,983,111	\$ 36,831,064	\$ 34,349,372
Plan fiduciary net position										
Contributions - employer	\$ 1,440,691	\$ 1,486,663	\$ 1,671,015	\$ 1,943,746	\$ 1,969,588	\$ 2,045,282	\$ 1,831,771	\$ 2,270,516	\$ 2,374,183	\$ 2,254,752
Contributions - state	731,992	615,040	540,760	523,055	495,381	453,918	405,720	378,333	341,432	306,642
Contributions - employee	528,061	478,913	487,334	423,515	439,024	475,208	557,859	500,840	517,932	528,422
Net investment income (loss)	6,240,056	(9,157,447)	11,316,980	5,059,449	1,152,706	3,758,327	4,560,969	2,445,510	(212,104)	2,200,982
Benefit payments, including refunds of employee contributions	(2,600,297)	(2,547,375)	(2,512,541)	(2,296,002)	(2,793,475)	(2,352,282)	(1,827,860)	(1,880,377)	(1,323,724)	(1,267,557)
Administrative expenses	(83,491)	(84,954)	(87,890)	(107,897)	(109,655)	(94,350)	(70,413)	(78,881)	(68,912)	(70,301)
Net change in plan fiduciary net position	6,257,012	(9,209,160)	11,415,658	5,545,866	1,153,569	4,286,103	5,458,046	3,635,941	1,628,807	3,952,940
Plan fiduciary net position - beginning	54,206,098	63,415,258	51,999,600	46,453,734	45,300,165	41,014,062	35,556,016	31,920,075	30,291,268	26,338,328
Plan fiduciary net position - ending (b)	60,463,110	54,206,098	63,415,258	51,999,600	46,453,734	45,300,165	41,014,062	35,556,016	31,920,075	30,291,268
Net pension liability - ending (a) - (b)	\$ 7,708,587	\$ 9,228,140	\$ (4,225,464)	\$ 1,389,583	\$ 3,547,206	\$ 997,951	\$ 2,347,847	\$ 3,427,095	\$ 4,910,989	\$ 4,058,104
Plan fiduciary net position as a percentage of the total pension liability	88.69%	85.45%	107.14%	97.40%	92.91%	97.84%	94.59%	91.21%	86.67%	88.19%
Covered payroll	\$ 6,600,772	\$ 5,986,423	\$ 5,292,794	\$ 5,301,467	\$ 5,487,798	\$ 5,940,108	\$ 6,310,736	\$ 6,260,499	\$ 6,550,454	\$ 6,603,273
City's net pension liability as a percentage of covered payroll	116.78%	154.15%	-79.83%	26.21%	64.64%	16.80%	37.20%	54.74%	74.97%	61.44%

**CITY OF NORTH PORT, FLORIDA
NORTH PORT POLICE OFFICERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS**

Reporting Period Ending 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	9/30/2014
Actuarially determined contributions	\$ 1,720,691	\$ 1,766,663	\$ 1,951,015	\$ 2,223,746	\$ 2,249,588	\$ 2,325,282	\$ 2,111,771	\$ 2,449,745	\$ 2,553,412	\$ 2,429,885	
From excess state monies reserve Contributions in relation to the the actuarially determined contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 528,906	\$ -	\$ -	
	1,720,691	1,766,663	1,951,015	2,223,746	2,249,588	2,325,282	2,111,771	2,550,516	2,553,412	2,429,885	
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (629,677)	\$ -	\$ -	
Covered payroll	6,600,772	5,986,423	5,292,794	5,487,798	5,487,798	5,940,108	6,310,736	6,260,499	6,550,454	6,605,273	
Contributions as a percentage of covered payroll	26.07%	29.51%	36.86%	40.52%	40.99%	39.15%	33.46%	40.74%	38.98%	36.79%	

Valuation Date
10/1/2021

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Mortality rate

Healthy Active Lives:

Female: PubS.H-2010 (Above Median) for Employees, set forward one year.

Male: PubS.H-2010 (Above Median) for Employees, set forward one year.

Healthy Retiree Lives:

Female: PubS.H-2010 for Healthy Retirees, set forward one year.

Male: PubS.H-2010 for Healthy Retirees, set forward one year.

Beneficiary Lives:

Female: PubS.H-2010 for Healthy Retirees.

Male: PubS.H-2010 for Healthy Retirees, set back one year.

Disabled Lives:

80% PubG.H-2010 for Disabled Retirees/20% PubS.H-2010 for Disabled Retirees.

The above described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumption used in either the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Millman's July 1, 2019 FRS valuation report for special risk employees.

Inflation

Salary increases

Credited Service

First 2 years 17.0%

2 - 10 years 8.5%

11 - 20 years 6.0%

More than 20 years 2.0%

7.00% per year compounded annually, net of investment related expenses.

Payroll growth 0.00% per year

Final year salary load

Projected salary at retirement is increased 20% to account for non-regular compensation (no load for members hired after January 1, 2012).

(continued)

**CITY OF NORTH PORT, FLORIDA
NORTH PORT POLICE OFFICERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS**

Normal retirement	Years Eligible for Normal Ret.	Percent Retiring
	0	66.7%
	1	50.0%
	2 or more	100.0%
Early retirement	Commencing with attainment of early retirement status (age 45 with 10 years of service). Members are assumed to retire with an immediate subsidized benefit at the rate of 10% per year.	
Termination rates	<u>Credited Service</u>	<u>Assumption</u>
	First year	24.0%
	1 - 4 years	6.0%
	5 - 19 years	3.0%
	20 or more years	0.0%

CITY OF NORTH PORT, FLORIDA
NORTH PORT POLICE OFFICERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION INVESTMENT RETURN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expenses for the City's pension plan	11.62%	-14.54%	21.93%	10.94%	2.55%	9.13%	12.74%	7.41%	-0.62%	8.12%

CITY OF NORTH PORT, FLORIDA
NORTH PORT FIREFIGHTERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION (ASSET) LIABILITY
AND RELATED RATIOS

Reporting Period Ending Measurement Date	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017	9/30/2017 9/30/2016	9/30/2016 9/30/2015	9/30/2015 9/30/2014
Total pension liability										
Service cost	\$ 837,252	\$ 1,007,552	\$ 998,065	\$ 900,497	\$ 917,681	\$ 904,670	\$ 1,264,321	\$ 1,693,631	\$ 1,716,153	\$ 1,686,083
Interest on total pension liability	4,528,332	4,204,163	4,016,731	3,803,540	3,566,668	3,351,560	3,620,964	3,400,658	3,048,515	2,767,378
Share plan allocation	-	-	244,296	186,174	169,797	164,503	126,129	121,775	126,215	137,316
Changes of benefit terms	-	-	-	-	(5,208)	-	-	174,592	-	-
Differences between expected and actual experience	(1,440,981)	613,506	(18,990)	250,384	864,392	876,960	(2,641,499)	(2,262,386)	555,367	-
Changes of assumptions	-	4,000,894	-	1,631,930	1,577,924	-	(831,381)	1,378,943	-	-
Contributions - buy back	-	-	-	-	-	-	-	2,808	-	-
Benefit payments, including refunds of employee contributions	(2,239,265)	(3,018,499)	(2,125,487)	(1,776,208)	(2,568,220)	(2,306,593)	(1,200,337)	(1,104,257)	(1,288,806)	(924,447)
Net change in total pension liability	1,685,338	6,807,616	3,114,615	4,996,317	4,523,034	2,991,100	338,197	3,405,764	4,157,444	3,666,330
Total pension liability - beginning	67,368,778	60,561,162	57,446,547	52,450,230	47,927,196	44,936,096	44,597,899	41,192,135	37,034,691	33,368,361
Total pension liability - ending (a)	\$ 69,054,116	\$ 67,368,778	\$ 60,561,162	\$ 57,446,547	\$ 52,450,230	\$ 47,927,196	\$ 44,936,096	\$ 44,597,899	\$ 41,192,135	\$ 37,034,691
Plan fiduciary net position										
Contributions - employer	\$ 684,786	\$ 789,693	\$ 709,952	\$ 651,211	\$ 682,166	\$ 675,521	\$ 670,404	\$ 1,000,835	\$ 1,079,568	\$ 1,250,193
Contributions - state	368,570	(91,740)	494,296	436,173	419,796	414,503	376,129	371,775	376,215	387,316
Contributions - employee	403,263	428,610	418,083	383,491	401,719	397,806	394,793	529,101	554,392	585,968
Net investment income	5,257,258	(9,073,913)	10,546,396	4,625,187	1,880,144	4,318,358	4,557,086	2,867,698	430,037	3,008,184
Benefit payments, including refunds of employee contributions	(2,239,265)	(3,018,499)	(2,125,487)	(1,783,317)	(2,568,220)	(2,306,593)	(1,200,337)	(1,108,103)	(1,288,806)	(924,447)
Administrative expenses	(87,577)	(84,813)	(73,156)	(81,658)	(70,429)	(88,089)	(86,131)	(83,371)	(66,053)	(64,072)
Net change in plan fiduciary net position	4,387,035	(11,050,662)	9,970,084	4,231,087	745,176	3,411,506	4,711,944	3,577,935	1,085,353	4,243,142
Plan fiduciary net position - beginning	54,354,227	65,404,889	55,434,805	51,203,718	50,458,542	47,047,036	42,335,092	38,757,157	37,671,804	33,428,662
Plan fiduciary net position - ending (b)	\$ 58,741,262	\$ 54,354,227	\$ 65,404,889	\$ 55,434,805	\$ 51,203,718	\$ 50,458,542	\$ 47,047,036	\$ 42,335,092	\$ 38,757,157	\$ 37,671,804
Net pension liability (asset) - ending (a) - (b)	\$ 10,312,854	\$ 13,014,551	\$ (4,843,727)	\$ 2,011,742	\$ 1,246,512	\$ (2,531,346)	\$ (2,110,940)	\$ 2,262,807	\$ 2,434,978	\$ (637,113)
Plan fiduciary net position as a percentage of the total pension liability	85.07%	80.68%	108.00%	96.50%	97.62%	105.28%	104.70%	94.93%	94.09%	101.72%
Covered payroll	\$ 3,804,366	\$ 4,043,488	\$ 3,944,177	\$ 3,617,839	\$ 3,789,804	\$ 3,752,890	\$ 3,724,458	\$ 5,136,900	\$ 5,806,134	\$ 5,689,014
City's net pension liability as a percentage of covered payroll	271.08%	321.86%	-122.81%	55.61%	32.89%	-67.45%	-56.68%	44.05%	41.94%	-11.20%

**CITY OF NORTH PORT, FLORIDA
NORTH PORT FIREFIGHTERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS**

Reporting Period Ending Measurement Date	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017	9/30/2017 9/30/2016	9/30/2016 9/30/2015	9/30/2015 9/30/2014										
Actuarially determined contributions	\$ 934,786	\$ 1,020,404	\$ 959,952	\$ 901,211	\$ 932,165	\$ 925,520	\$ 920,402	\$ 1,250,835	\$ 1,353,147	\$ 1,500,193										
Contributions in relation to the actuarially determined contributions	934,786	1,039,693	959,952	901,211	932,166	925,521	901,310	1,269,928	1,353,147	1,500,193										
	\$ -	\$ (19,289)	\$ -	\$ -	\$ (1)	\$ (1)	\$ 19,092	\$ (19,093)	\$ -	\$ -										
Covered payroll	3,804,366	4,043,488	3,944,177	3,789,804	3,789,804	3,752,890	3,724,458	5,136,900	5,806,134	5,689,014										
Contributions as a percentage of covered payroll	24.57%	25.71%	24.34%	23.78%	24.60%	24.66%	24.20%	24.72%	23.31%	26.37%										
Valuation Date	10/1/2021																			
Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.																				
Methods and assumptions used to determine contribution rates:																				
Funding method	Entry age normal actuarial cost method																			
Amortization method	New UAAL amortization are amortized over 15 years.																			
Asset valuation method	Each year, the prior actuarial value of assets is brought forward utilizing the historical geometric 4-year average market value return. It is possible that over time this technique will produce an insignificant bias above or below market value.																			
Mortality	<i>Healthy Active Lives:</i> Female: PubS.H-2010 for Employees, set forward one year. Male: PubS.H-2010 for Employees, set forward one year. <i>Healthy Retiree Lives:</i> Female: PubS.H-2010 for Healthy Retirees, set forward one year. Male: PubS.H-2010 for Healthy Retirees, set forward one year. <i>Beneficiary Lives:</i> Female: PubS.H-2010 for Healthy Retirees. Male: PubS.H-2010 for Healthy Retirees, set back one year. <i>Disabled Lives:</i> Female: 80% PubG.H-2010 for Disabled Retirees/20% PubS.H-2010 for Disabled Retirees. All rates are projected generationally with Mortality Improvement Scale MP-2008. We feel this assumption sufficiently accommodates future mortality improvements.																			
Salary increases	<table><tr><td>Service</td><td>Increase</td></tr><tr><td>< 10 years</td><td>7.0%</td></tr><tr><td>10-14 years</td><td>5.5%</td></tr><tr><td>15-29 years</td><td>5.0%</td></tr><tr><td>20+ years</td><td>4.5%</td></tr></table>										Service	Increase	< 10 years	7.0%	10-14 years	5.5%	15-29 years	5.0%	20+ years	4.5%
Service	Increase																			
< 10 years	7.0%																			
10-14 years	5.5%																			
15-29 years	5.0%																			
20+ years	4.5%																			
Interest rate	This assumption was adopted with the May 10, 2017 actuarial experience study. 7.00% per year compounded annually																			
	(continued)																			

(continued)

**CITY OF NORTH PORT, FLORIDA
NORTH PORT FIREFIGHTERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS**

Payroll growth
Post retirement COLA
Retirement age

0.00% per year. This assumption is supported given that the Plan is closed to new hires.
3.00% from age 55 until 63

<u>Service</u>	<u>Age</u>	<u>Assumed Rate</u>
<25 years	50-51	10.0%
	52-53	25.0%
	54-57	50.0%
	58+	100.0%
25+ years	51	50.0%
	52+	100.0%

This assumption was adopted in conjunction with the May 10, 2017 actuarial experience study.
See table below. It is assumed that 75% of disablements are service related.
See table below.

Disability rates
Termination rates

Disability rate table

<u>Age</u>	<u>% Becoming Disabled During the Year</u>
20	0.03%
30	0.04%
40	0.07%
50	0.18%

Termination rate table

<u>Service</u>	<u>Age</u>	<u>Assumed Rate</u>
<5	20-24	10.0%
	25-29	7.0%
	30-49	6.0%
	50-54	1.0%
	55+	0.1%
5+	20-44	6.0%
	45-49	5.0%
	50-54	1.0%
	55+	0.1%

This assumption was adopted with the May 10, 2017 actuarial experience study.

**CITY OF NORTH PORT, FLORIDA
NORTH PORT FIREFIGHTERS' PENSION TRUST FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION INVESTMENT RETURN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expenses for the City's pension plan	9.77%	-14.06%	19.22%	9.11%	3.75%	9.32%	10.78%	7.24%	1.09%	8.84%

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

Measurement Date	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018
Total OPEB liability						
Service cost	\$ 154,218	\$ 226,699	\$ 270,402	\$ 201,821	\$ 250,464	\$ 238,046
Interest on total OPEB liability	183,534	112,569	99,267	130,588	125,181	106,492
Difference between expected and actual experience	-	154,406	-	(23,828)	-	-
Changes of assumptions and other inputs	(28,030)	(989,625)	(125,505)	808,143	19,198	57,988
Benefit payments	(311,221)	(266,448)	(234,264)	(197,694)	(175,788)	(152,898)
Other changes	-	-	-	90,206	567	21,985
Net change in total OPEB liability	(1,499)	(762,399)	9,900	1,009,236	219,622	271,613
Total OPEB liability - beginning	4,003,288	4,765,687	4,755,787	3,746,551	3,526,929	3,255,316
Total OPEB liability - ending	\$ 4,001,789	\$ 4,003,288	\$ 4,765,687	\$ 4,755,787	\$ 3,746,551	\$ 3,526,929
Covered-employee payroll	\$ 44,160,400	\$ 44,160,400	\$ 34,930,762	\$ 34,930,762	\$ 31,678,389	\$ 31,678,389
City's total OPEB liability as a percentage of covered payroll	9.07%	9.07%	13.61%	13.61%	11.13%	11.13%

Notes to the Schedule:

- 1) The schedule will present 10 years of information once it is accumulated.
- 2) There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.



COMBINING & INDIVIDUAL FUND STATEMENTS AND SCHEDULES

This section includes financial statements and schedules which are not part of the basic financial statements, but are presented for purposes of additional analysis.

**CITY OF NORTH PORT, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023**

	Special Revenue			
	Inspector Education	Florida Contraband Forfeiture	Police Education	Historical Preservation
ASSETS:				
Cash and investments	\$ 512,479	\$ 250,010	\$ 24,528	\$ 2,206
Receivables (net of allowance for uncollectibles)	-	-	-	-
Due from other governments	-	-	1,384	-
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Total assets	<u>\$ 512,479</u>	<u>\$ 250,010</u>	<u>\$ 25,912</u>	<u>\$ 2,206</u>
LIABILITIES:				
Accounts payable	\$ 54,157	\$ 89,255	\$ 1,205	\$ -
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Total liabilities	<u>54,157</u>	<u>89,255</u>	<u>1,205</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue - other receivables	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	-	160,755	24,707	-
Committed	458,322	-	-	2,206
Total fund balances	<u>458,322</u>	<u>160,755</u>	<u>24,707</u>	<u>2,206</u>
Total liabilities and fund balances	<u>\$ 512,479</u>	<u>\$ 250,010</u>	<u>\$ 25,912</u>	<u>\$ 2,206</u>

Special Revenue				
Opioid Settlements	Tree Replacement	Warm Mineral Springs	Building Department	Escheated Lots - Land & Future Projects
\$ 46,097	\$ 3,698,654	\$ 3,527,115	\$ 11,659,143	\$ 651,463
-	3,660	3,808	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 46,097	\$ 3,702,314	\$ 3,530,923	\$ 11,659,143	\$ 651,463
\$ -	\$ 1,846	\$ 96,270	\$ 281,145	\$ -
-	6,098	-	56,873	-
-	-	4,886	-	-
-	7,944	101,156	338,018	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
46,097	-	-	11,321,125	-
-	3,694,370	3,429,767	-	651,463
46,097	3,694,370	3,429,767	11,321,125	651,463
\$ 46,097	\$ 3,702,314	\$ 3,530,923	\$ 11,659,143	\$ 651,463

(continued)

**CITY OF NORTH PORT, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023**

	<u>Special Revenue</u>		<u>Debt Service</u>	<u>Capital Projects</u>
	<u>Environmental Management</u>	<u>Fleet Maintenance</u>	<u>Road Reconstruction Bond Debt Service</u>	<u>Law Enforcement Impact Fees</u>
ASSETS:				
Cash and investments	\$ 330,097	\$ 1,041,097	\$ 2,286,124	\$ 1,132,809
Receivables (net of allowance for uncollectibles)	-	-	-	-
Due from other governments	-	4	582	-
Prepaid items	-	-	-	-
Inventories	-	105,020	-	-
Total assets	<u>\$ 330,097</u>	<u>\$ 1,146,121</u>	<u>\$ 2,286,706</u>	<u>\$ 1,132,809</u>
LIABILITIES:				
Accounts payable	\$ -	\$ 302,858	\$ -	\$ 148,040
Due to other funds	-	22,000	-	-
Due to other governments	-	-	-	-
Total liabilities	<u>-</u>	<u>324,858</u>	<u>-</u>	<u>148,040</u>
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue - other receivables	-	4	-	-
Total deferred inflows of resources	<u>-</u>	<u>4</u>	<u>-</u>	<u>-</u>
FUND BALANCES:				
Nonspendable	-	105,020	-	-
Restricted	330,097	-	2,286,706	984,769
Committed	-	716,239	-	-
Total fund balances	<u>330,097</u>	<u>821,259</u>	<u>2,286,706</u>	<u>984,769</u>
Total liabilities and fund balances	<u>\$ 330,097</u>	<u>\$ 1,146,121</u>	<u>\$ 2,286,706</u>	<u>\$ 1,132,809</u>

Capital Projects

Fire Impact Fees	Park Impact Fees	Transportation Impact Fees	Solid Waste Impact Fees	General Government Impact Fees
\$ 1,617,389	\$ 6,926,864	\$ 17,297,922	\$ 1,264,694	\$ 3,181,424
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 1,617,389</u>	<u>\$ 6,926,864</u>	<u>\$ 17,297,922</u>	<u>\$ 1,264,694</u>	<u>\$ 3,181,424</u>
\$ 155,955	\$ 100,337	\$ 1,058,542	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
<u>155,955</u>	<u>100,337</u>	<u>1,058,542</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,461,434	6,826,527	16,239,380	1,264,694	3,181,424
-	-	-	-	-
<u>1,461,434</u>	<u>6,826,527</u>	<u>16,239,380</u>	<u>1,264,694</u>	<u>3,181,424</u>
<u>\$ 1,617,389</u>	<u>\$ 6,926,864</u>	<u>\$ 17,297,922</u>	<u>\$ 1,264,694</u>	<u>\$ 3,181,424</u>

(continued)

**CITY OF NORTH PORT, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023**

	Capital Projects			
	Renewal & Replacement - General Fund	Renewal & Replacement - Road & Drainage District	Renewal & Replacement - Fire Rescue District	Renewal & Replacement - Solid Waste District
ASSETS:				
Cash and investments	\$ 1,758,226	\$ 3,765,896	\$ 7,560,126	\$ 2,408,047
Receivables (net of allowance for uncollectibles)	-	-	-	-
Due from other governments	-	-	-	-
Prepaid items	-	-	371,936	-
Inventories	-	-	-	-
Total assets	<u>\$ 1,758,226</u>	<u>\$ 3,765,896</u>	<u>\$ 7,932,062</u>	<u>\$ 2,408,047</u>
LIABILITIES:				
Accounts payable	\$ -	\$ 513,397	\$ 468	\$ -
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Total liabilities	<u>-</u>	<u>513,397</u>	<u>468</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue - other receivables	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES:				
Nonspendable	-	-	371,936	-
Restricted	-	3,252,499	7,559,658	2,408,047
Committed	<u>1,758,226</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>1,758,226</u>	<u>3,252,499</u>	<u>7,931,594</u>	<u>2,408,047</u>
Total liabilities and fund balances	<u>\$ 1,758,226</u>	<u>\$ 3,765,896</u>	<u>\$ 7,932,062</u>	<u>\$ 2,408,047</u>

Capital Projects		
Renewal & Replacement - Building Fund	Renewal & Replacement - Fleet Management Fund	Total Nonmajor Governmental Funds
\$ 360,479	\$ 803,432	\$ 72,106,321
-	-	7,468
-	-	1,970
-	-	371,936
-	-	105,020
<u>\$ 360,479</u>	<u>\$ 803,432</u>	<u>\$ 72,592,715</u>
\$ -	\$ -	\$ 2,803,475
-	-	84,971
-	-	4,886
<u>-</u>	<u>-</u>	<u>2,893,332</u>
-	-	4
<u>-</u>	<u>-</u>	<u>4</u>
-	-	476,956
360,479	-	57,708,398
-	803,432	11,514,025
<u>360,479</u>	<u>803,432</u>	<u>69,699,379</u>
<u>\$ 360,479</u>	<u>\$ 803,432</u>	<u>\$ 72,592,715</u>

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue			
	Inspector Education	Florida Contraband Forfeiture	Police Education	Historical Preservation
REVENUES:				
Permits, fees and special assessments	\$ 113,037	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	206,338	16,635	170
Investment income	16,309	8,044	1,229	78
Miscellaneous	-	-	-	-
Total revenues	<u>129,346</u>	<u>214,382</u>	<u>17,864</u>	<u>248</u>
EXPENDITURES:				
Current:				
General government	-	-	-	-
Public safety	32,642	149,293	18,000	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	44,956	-	-
Debt service	-	-	-	-
Total expenditures	<u>32,642</u>	<u>194,249</u>	<u>18,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>96,704</u>	<u>20,133</u>	<u>(136)</u>	<u>248</u>
OTHER FINANCING SOURCES (USES):				
Proceeds of refunding bonds	-	-	-	-
Payment to bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Subscription-based IT arrangements	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	96,704	20,133	(136)	248
Fund balances - beginning	<u>361,618</u>	<u>140,622</u>	<u>24,843</u>	<u>1,958</u>
Fund balances - ending	<u>\$ 458,322</u>	<u>\$ 160,755</u>	<u>\$ 24,707</u>	<u>\$ 2,206</u>

Special Revenue				
Opioid Settlements	Tree Replacement	Warm Mineral Springs	Building Department	Escheated Lots - Land & Future Projects
\$ -	\$ 1,864,486	\$ -	\$ 7,933,433	\$ -
-	-	100,000	-	-
-	-	419,097	122,839	-
-	236,260	-	-	-
1,361	100,417	132,278	375,085	23,453
44,736	-	3,808	8,810	-
46,097	2,201,163	655,183	8,440,167	23,453
-	-	-	-	-
-	-	-	5,023,318	-
-	209,614	-	-	-
-	-	-	-	-
-	-	960,318	-	-
-	117,317	-	1,813,323	-
-	-	-	209,639	-
-	326,931	960,318	7,046,280	-
46,097	1,874,232	(305,135)	1,393,887	23,453
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	(40,000)	-
-	-	-	1,200,701	-
-	-	-	1,160,701	-
46,097	1,874,232	(305,135)	2,554,588	23,453
-	1,820,138	3,734,902	8,766,537	628,010
\$ 46,097	\$ 3,694,370	\$ 3,429,767	\$ 11,321,125	\$ 651,463

(continued)

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>Special Revenue</u>		<u>Debt Service</u>	<u>Capital Projects</u>
	<u>Environmental Management</u>	<u>Fleet Maintenance</u>	<u>Road Reconstruction Bond Debt Service</u>	<u>Law Enforcement Impact Fees</u>
REVENUES:				
Permits, fees and special assessments	\$ -	\$ -	\$ 3,063,694	\$ 840,822
Intergovernmental	-	-	-	-
Charges for services	-	6,669,321	-	-
Fines and forfeitures	-	-	-	-
Investment income	11,884	31,417	266,620	30,621
Miscellaneous	-	23,081	-	-
Total revenues	<u>11,884</u>	<u>6,723,819</u>	<u>3,330,314</u>	<u>871,443</u>
EXPENDITURES:				
Current:				
General government	-	6,634,148	-	-
Public safety	-	-	-	341,182
Physical environment	-	-	-	-
Transportation	-	-	66,621	-
Culture and recreation	-	-	-	-
Capital outlay	-	150,810	-	264,656
Debt service	-	-	2,590,446	-
Total expenditures	<u>-</u>	<u>6,784,958</u>	<u>2,657,067</u>	<u>605,838</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,884</u>	<u>(61,139)</u>	<u>673,247</u>	<u>265,605</u>
OTHER FINANCING SOURCES (USES):				
Proceeds of refunding bonds	-	-	29,925,000	-
Payment to bond escrow agent	-	-	(29,925,000)	-
Transfers in	-	-	-	-
Transfers out	-	(50,000)	-	-
Subscription-based IT arrangements	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	11,884	(111,139)	673,247	265,605
Fund balances - beginning	<u>318,213</u>	<u>932,398</u>	<u>1,613,459</u>	<u>719,164</u>
Fund balances - ending	<u>\$ 330,097</u>	<u>\$ 821,259</u>	<u>\$ 2,286,706</u>	<u>\$ 984,769</u>

Capital Projects

Fire Impact Fees	Park Impact Fees	Transportation Impact Fees	Solid Waste Impact Fees	General Government Impact Fees
\$ 1,118,885	\$ 2,757,193	\$ 8,479,412	\$ 634,218	\$ 820,480
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
42,150	192,374	532,119	37,437	98,282
-	-	-	252	-
<u>1,161,035</u>	<u>2,949,567</u>	<u>9,011,531</u>	<u>671,907</u>	<u>918,762</u>
-	-	-	-	-
495,614	-	-	-	-
-	-	-	115	-
-	-	3,131,085	-	-
-	135	-	-	-
32,620	227,198	447,719	321,879	918
-	-	-	-	-
<u>528,234</u>	<u>227,333</u>	<u>3,578,804</u>	<u>321,994</u>	<u>918</u>
<u>632,801</u>	<u>2,722,234</u>	<u>5,432,727</u>	<u>349,913</u>	<u>917,844</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>632,801</u>	<u>2,722,234</u>	<u>5,432,727</u>	<u>349,913</u>	<u>917,844</u>
<u>828,633</u>	<u>4,104,293</u>	<u>10,806,653</u>	<u>914,781</u>	<u>2,263,580</u>
<u>\$ 1,461,434</u>	<u>\$ 6,826,527</u>	<u>\$ 16,239,380</u>	<u>\$ 1,264,694</u>	<u>\$ 3,181,424</u>

(continued)

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Capital Projects			
	Renewal & Replacement - General Fund	Renewal & Replacement - Road & Drainage District	Renewal & Replacement - Fire Rescue District	Renewal & Replacement - Solid Waste District
REVENUES:				
Permits, fees and special assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	58,114	163,986	257,302	91,364
Miscellaneous	34,700	43,000	-	21,349
Total revenues	92,814	206,986	257,302	112,713
EXPENDITURES:				
Current:				
General government	-	-	-	-
Public safety	-	-	20,523	-
Physical environment	-	-	-	-
Transportation	-	105	-	-
Culture and recreation	-	-	-	-
Capital outlay	352,984	2,514,774	464,646	966,090
Debt service	-	-	-	-
Total expenditures	352,984	2,514,879	485,169	966,090
Excess (deficiency) of revenues over (under) expenditures	(260,170)	(2,307,893)	(227,867)	(853,377)
OTHER FINANCING SOURCES (USES):				
Proceeds of refunding bonds	-	-	-	-
Payment to bond escrow agent	-	-	-	-
Transfers in	658,000	669,170	1,645,000	464,700
Transfers out	-	-	-	-
Subscription-based IT arrangements	-	-	-	-
Total other financing sources (uses)	658,000	669,170	1,645,000	464,700
Net change in fund balances	397,830	(1,638,723)	1,417,133	(388,677)
Fund balances - beginning	1,360,396	4,891,222	6,514,461	2,796,724
Fund balances - ending	\$ 1,758,226	\$ 3,252,499	\$ 7,931,594	\$ 2,408,047

Capital Projects		
Renewal & Replacement - Building Fund	Renewal & Replacement - Fleet Management Fund	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 27,625,660
-	-	100,000
-	-	7,211,257
-	-	459,403
12,308	28,800	2,513,032
-	-	179,736
<u>12,308</u>	<u>28,800</u>	<u>38,089,088</u>
-	-	6,634,148
-	-	6,080,572
-	-	209,729
-	-	3,197,811
-	-	960,453
-	42,812	7,762,702
-	-	2,800,085
<u>-</u>	<u>42,812</u>	<u>27,645,500</u>
<u>12,308</u>	<u>(14,012)</u>	<u>10,443,588</u>
-	-	29,925,000
-	-	(29,925,000)
40,000	50,000	3,526,870
-	-	(90,000)
-	-	1,200,701
<u>40,000</u>	<u>50,000</u>	<u>4,637,571</u>
52,308	35,988	15,081,159
<u>308,171</u>	<u>767,444</u>	<u>54,618,220</u>
<u>\$ 360,479</u>	<u>\$ 803,432</u>	<u>\$ 69,699,379</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
INSPECTOR EDUCATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 98,020	\$ 98,020	\$ 113,037	\$ 15,017
Investment earnings (losses)	-	-	16,309	16,309
Total revenues	98,020	98,020	129,346	31,326
EXPENDITURES				
Current:				
Public safety	41,820	41,820	32,642	9,178
Total expenditures	41,820	41,820	32,642	9,178
Net change in fund balances	56,200	56,200	96,704	40,504
Fund balances - beginning	361,618	361,618	361,618	-
Fund balances - ending	\$ 417,818	\$ 417,818	\$ 458,322	\$ 40,504

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FLORIDA CONTRABAND FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Fines and forfeitures	\$ -	\$ 236,855	\$ 206,338	\$ (30,517)
Investment earnings (losses)	-	-	8,044	8,044
Total revenues	-	236,855	214,382	(22,473)
EXPENDITURES				
Current:				
Public safety	31,400	225,829	149,293	76,536
Capital outlay	-	96,236	44,956	51,280
Total expenditures	31,400	322,065	194,249	127,816
Excess (deficiency) of revenues over (under) expenditures	(31,400)	(85,210)	20,133	105,343
Net change in fund balance	(31,400)	(85,210)	20,133	105,343
Fund balances - beginning	140,622	140,622	140,622	-
Fund balances - ending	\$ 109,222	\$ 55,412	\$ 160,755	\$ 105,343

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
POLICE EDUCATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Fines and forfeitures	\$ 18,000	\$ 18,000	\$ 16,635	\$ (1,365)
Investment earnings (losses)	-	-	1,229	1,229
Total revenues	18,000	18,000	17,864	(136)
EXPENDITURES				
Current:				
Public safety	18,000	18,000	18,000	-
Total expenditures	18,000	18,000	18,000	-
Net change in fund balance	-	-	(136)	(136)
Fund balances - beginning	24,843	24,843	24,843	-
Fund balances - ending	<u>\$ 24,843</u>	<u>\$ 24,843</u>	<u>\$ 24,707</u>	<u>\$ (136)</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
HISTORICAL PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ 170	\$ 170
Investment earnings (losses)	-	-	78	78
Total revenues	-	-	248	248
Net change in fund balance	-	-	248	248
Fund balances - beginning	1,958	1,958	1,958	-
Fund balances - ending	\$ 1,958	\$ 1,958	\$ 2,206	\$ 248

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
OPIOID SETTLEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Investment earnings (losses)	-	-	\$ 1,361	1,361
Miscellaneous	-	-	44,736	44,736
Total revenues	-	-	46,097	46,097
Net change in fund balance	-	-	46,097	46,097
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ 46,097	\$ 46,097

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TREE REPLACEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Permits, fees and special assessments	\$ 200,000	\$ 200,000	\$ 1,864,486	\$ 1,664,486
Fines and forfeitures	-	-	236,260	236,260
Investment earnings (losses)	-	-	100,417	100,417
Total revenues	200,000	200,000	2,201,163	2,001,163
EXPENDITURES				
Current:				
Physical environment	198,560	331,336	209,614	121,722
Capital outlay	-	379,642	117,317	262,325
Total expenditures	198,560	710,978	326,931	384,047
Net change in fund balance	1,440	(510,978)	1,874,232	2,385,210
Fund balances - beginning	1,820,138	1,820,138	1,820,138	-
Fund balances - ending	\$ 1,821,578	\$ 1,309,160	\$ 3,694,370	\$ 2,385,210

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
WARM MINERAL SPRINGS SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Intergovernmental revenue	\$ -	\$ -	\$ 100,000	\$ 100,000
Charges for services	2,000,000	2,000,000	419,097	(1,580,903)
Investment earnings (losses)	-	-	132,278	132,278
Miscellaneous	-	-	3,808	3,808
Total revenues	2,000,000	2,000,000	655,183	(1,348,625)
EXPENDITURES				
Current:				
Culture and recreation	961,100	1,130,831	960,318	170,513
Capital outlay	-	2,134,112	-	2,134,112
Total expenditures	961,100	3,264,943	960,318	2,304,625
Net change in fund balance	1,038,900	(1,264,943)	(305,135)	959,808
Fund balances - beginning	3,734,902	3,734,902	3,734,902	-
Fund balances - ending	\$ 4,773,802	\$ 2,469,959	\$ 3,429,767	\$ 959,808

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING DEPARTMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Permits, fees and special assessments	\$ 5,106,250	\$ 5,106,250	\$ 7,933,433	\$ 2,827,183
Charges for services	59,050	59,050	122,839	63,789
Investment earnings (losses)	-	-	375,085	375,085
Miscellaneous	1,000	1,000	8,810	7,810
Total revenues	<u>5,166,300</u>	<u>5,166,300</u>	<u>8,440,167</u>	<u>3,273,867</u>
EXPENDITURES				
Current:				
Public safety	4,817,650	5,503,687	5,023,318	480,369
Capital outlay	1,069,600	3,350,763	1,813,323	1,537,440
Debt service	-	-	209,639	(209,639)
Total expenditures	<u>5,887,250</u>	<u>8,854,450</u>	<u>7,046,280</u>	<u>1,808,170</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(720,950)</u>	<u>(3,688,150)</u>	<u>1,393,887</u>	<u>5,082,037</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(40,000)	(40,000)	(40,000)	-
Subscription-based IT arrangements	-	-	1,200,701	1,200,701
Total other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>1,160,701</u>	<u>-</u>
Net change in fund balance	(760,950)	(3,728,150)	2,554,588	6,282,738
Fund balances - beginning	<u>8,766,537</u>	<u>8,766,537</u>	<u>8,766,537</u>	<u>-</u>
Fund balances - ending	<u>\$ 8,005,587</u>	<u>\$ 5,038,387</u>	<u>\$ 11,321,125</u>	<u>\$ 6,282,738</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ESCHEATED LOTS - LAND AND FUTURE PROJECTS SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 23,453	\$ 23,453
Total revenues	-	-	23,453	23,453
EXPENDITURES				
Current:				
Capital outlay	-	602,054	-	602,054
Total expenditures	-	602,054	-	602,054
Net change in fund balance	-	(602,054)	23,453	625,507
Fund balances - beginning	628,010	628,010	628,010	-
Fund balances - ending	\$ 628,010	\$ 25,956	\$ 651,463	\$ 625,507

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ENVIRONMENTAL MANAGEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ 1,000	\$ 11,884	\$ 10,884
Total revenues	-	1,000	11,884	10,884
EXPENDITURES				
Current:				
Culture and recreation	-	1	-	1
Capital outlay	-	284,504	-	284,504
Total expenditures	-	284,505	-	284,505
Net change in fund balance	-	(283,505)	11,884	295,389
Fund balances - beginning	318,213	318,213	318,213	-
Fund balances - ending	<u>\$ 318,213</u>	<u>\$ 34,708</u>	<u>\$ 330,097</u>	<u>\$ 295,389</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FLEET MANAGEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 7,113,500	\$ 7,113,500	\$ 6,669,321	\$ (444,179)
Investment earnings (losses)	-	-	31,417	31,417
Miscellaneous	-	-	23,081	23,081
Total revenues	<u>7,113,500</u>	<u>7,113,500</u>	<u>6,723,819</u>	<u>(389,681)</u>
EXPENDITURES				
Current:				
General government	6,971,160	7,004,475	6,634,148	370,327
Capital outlay	<u>59,430</u>	<u>178,781</u>	<u>150,810</u>	<u>27,971</u>
Total expenditures	<u>7,030,590</u>	<u>7,183,256</u>	<u>6,784,958</u>	<u>398,298</u>
Excess (deficiency) of revenues over (under) expenditures	<u>82,910</u>	<u>(69,756)</u>	<u>(61,139)</u>	<u>8,617</u>
OTHER FINANCING SOURCES (USES)				
Transfer out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net change in fund balance	32,910	(119,756)	(111,139)	8,617
Fund balances - beginning	<u>932,398</u>	<u>932,398</u>	<u>932,398</u>	<u>-</u>
Fund balances - ending	<u>\$ 965,308</u>	<u>\$ 812,642</u>	<u>\$ 821,259</u>	<u>\$ 8,617</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ROAD RECONSTRUCTION BOND DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Permits and special assessments	\$ 3,070,000	\$ 3,070,000	\$ 3,063,694	\$ (6,306)
Investment earnings (losses)	-	-	266,620	266,620
Miscellaneous	-	-	-	-
Total revenues	<u>3,070,000</u>	<u>3,070,000</u>	<u>3,330,314</u>	<u>260,314</u>
EXPENDITURES				
Current:				
Transportation	40,000	67,000	66,621	379
Debt service	<u>2,635,070</u>	<u>2,608,070</u>	<u>2,590,446</u>	<u>17,624</u>
Total expenditures	<u>2,675,070</u>	<u>2,675,070</u>	<u>2,657,067</u>	<u>18,003</u>
OTHER FINANCING SOURCES (USES)				
Proceeds of refunding bonds	-	-	29,925,000	29,925,000
Payment to bond escrow agent	<u>-</u>	<u>-</u>	<u>(29,925,000)</u>	<u>(29,925,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	394,930	394,930	673,247	278,317
Fund balances - beginning	<u>1,613,459</u>	<u>1,613,459</u>	<u>1,613,459</u>	<u>-</u>
Fund balances - ending	<u><u>\$ 2,008,389</u></u>	<u><u>\$ 2,008,389</u></u>	<u><u>\$ 2,286,706</u></u>	<u><u>\$ 278,317</u></u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 1,935,900	\$ 1,935,900	\$ 840,822	\$ (1,095,078)
Investment earnings (losses)	-	-	30,621	30,621
Total revenues	1,935,900	1,935,900	871,443	(1,064,457)
EXPENDITURES				
Current:				
Public safety	-	575,367	341,182	234,185
Capital outlay	301,800	647,774	264,656	383,118
Total expenditures	301,800	1,223,141	605,838	617,303
Net change in fund balance	1,634,100	712,759	265,605	(447,154)
Fund balances - beginning	719,164	719,164	719,164	-
Fund balances - ending	\$ 2,353,264	\$ 1,431,923	\$ 984,769	\$ (447,154)

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 2,579,070	\$ 2,579,070	\$ 1,118,885	\$ (1,460,185)
Investment earnings (losses)	-	-	42,150	42,150
Total revenues	<u>2,579,070</u>	<u>2,579,070</u>	<u>1,161,035</u>	<u>(1,418,035)</u>
EXPENDITURES				
Current:				
Public Safety	1,075,980	1,033,695	495,614	538,081
Capital outlay	-	552,031	32,620	519,411
Total expenditures	<u>1,075,980</u>	<u>1,585,726</u>	<u>528,234</u>	<u>1,057,492</u>
Net change in fund balance	1,503,090	993,344	632,801	(360,543)
Fund balances - beginning	<u>828,633</u>	<u>828,633</u>	<u>828,633</u>	<u>-</u>
Fund balances - ending	<u>\$ 2,331,723</u>	<u>\$ 1,821,977</u>	<u>\$ 1,461,434</u>	<u>\$ (360,543)</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND RECREATION IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 5,664,420	\$ 5,664,420	\$ 2,757,193	\$ (2,907,227)
Investment earnings (losses)	-	-	192,374	192,374
Total revenues	5,664,420	5,664,420	2,949,567	(2,714,853)
EXPENDITURES				
Current:				
Culture and recreation	-	873,542	135	873,407
Capital outlay	1,033,020	2,742,038	227,198	2,514,840
Total expenditures	1,033,020	3,615,580	227,333	3,388,247
Net change in fund balances	4,631,400	2,048,840	2,722,234	673,394
Fund balances - beginning	4,104,293	4,104,293	4,104,293	-
Fund balances - ending	<u>\$ 8,735,693</u>	<u>\$ 6,153,133</u>	<u>\$ 6,826,527</u>	<u>\$ 673,394</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TRANSPORTATION IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 10,253,160	\$ 10,253,160	\$ 8,479,412	\$ (1,773,748)
Investment earnings (losses)	-	-	532,119	532,119
Total revenues	10,253,160	10,253,160	9,011,531	(1,241,629)
EXPENDITURES				
Current:				
Transportation	2,150,000	2,150,000	3,131,085	(981,085)
Capital outlay	-	12,286,775	447,719	11,839,056
Total expenditures	2,150,000	14,436,775	3,578,804	10,857,971
Net change in fund balances	8,103,160	(4,183,615)	5,432,727	9,616,342
Fund balances - beginning	10,806,653	10,806,653	10,806,653	-
Fund balances - ending	\$ 18,909,813	\$ 6,623,038	\$ 16,239,380	\$ 9,616,342

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits and special assessments	\$ 1,224,830	\$ 1,224,830	\$ 634,218	\$ (590,612)
Investment earnings (losses)	-	-	37,437	37,437
Miscellaneous	-	-	252	252
Total revenues	1,224,830	1,224,830	671,907	(552,923)
EXPENDITURES				
Current:				
Physical environment	-	115	115	-
Capital outlay	336,000	724,178	321,879	402,299
Total expenditures	336,000	724,293	321,994	402,299
Net change in fund balances	888,830	500,537	349,913	(150,624)
Fund balances - beginning	914,781	914,781	914,781	-
Fund balances - ending	\$ 1,803,611	\$ 1,415,318	\$ 1,264,694	\$ (150,624)

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL GOVERNMENT IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Permits, fees and special assessments	\$ 978,140	\$ 978,140	\$ 820,480	\$ (157,660)
Investment earnings (losses)	-	-	98,282	98,282
Total revenues	978,140	978,140	918,762	(59,378)
EXPENDITURES				
Current:				
Capital outlay	355,590	616,036	918	615,118
Total expenditures	355,590	616,036	918	615,118
Net change in fund balances	622,550	362,104	917,844	555,740
Fund balances - beginning	2,263,580	2,263,580	2,263,580	-
Fund balances - ending	<u>\$ 2,886,130</u>	<u>\$ 2,625,684</u>	<u>\$ 3,181,424</u>	<u>\$ 555,740</u>

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SURTAX CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Local option sales taxes	\$ 14,179,350	\$ 14,179,350	\$ 17,231,850	\$ 3,052,500
Intergovernmental	-	220,707	220,707	-
Charges for services	-	-	98,782	98,782
Investment earnings (losses)	-	-	1,628,358	1,628,358
Miscellaneous	-	-	170,639	170,639
Total revenues	14,179,350	14,400,057	19,350,336	4,950,279
EXPENDITURES				
Current:				
General government	-	351	351	-
Public safety	-	1,660,648	282,156	1,378,492
Physical environment	175,980	371,100	174,805	196,295
Transportation	1,572,600	3,166,715	24,698	3,142,017
Culture and recreation	50,000	307,514	38,076	269,438
Capital outlay	5,795,830	37,891,372	9,551,073	28,340,299
Total expenditures	7,594,410	43,397,700	10,071,159	33,326,541
Net change in fund balances	6,584,940	(28,997,643)	9,279,177	38,276,820
Fund balances - beginning	40,348,294	40,348,294	40,348,294	-
Fund balances - ending	<u>\$ 46,933,234</u>	<u>\$ 11,350,651</u>	<u>\$ 49,627,471</u>	<u>\$ 38,276,820</u>

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - GENERAL FUND CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 58,114	\$ 58,114
Miscellaneous	-	-	34,700	34,700
Total revenues	-	-	92,814	92,814
EXPENDITURES				
Current:				
General government	-	160,831	-	160,831
Public safety	-	1,342	-	1,342
Capital outlay	219,290	502,658	352,984	149,674
Total expenditures	219,290	664,831	352,984	311,847
Excess (deficiency) of revenues over (under) expenditures	(219,290)	(664,831)	(260,170)	404,661
OTHER FINANCING SOURCES (USES)				
Transfers in	408,000	658,000	658,000	-
Total other financing sources (uses)	408,000	658,000	658,000	-
Net change in fund balances	188,710	(6,831)	397,830	404,661
Fund balances - beginning	1,360,396	1,360,396	1,360,396	-
Fund balances - ending	<u>\$ 1,549,106</u>	<u>\$ 1,353,565</u>	<u>\$ 1,758,226</u>	<u>\$ 404,661</u>

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - ROAD AND DRAINAGE DISTRICT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 163,986	\$ 163,986
Miscellaneous	-	-	43,000	43,000
Total revenues	-	-	206,986	206,986
EXPENDITURES				
Current:				
Transportation	-	105	105	-
Capital outlay	1,770,400	2,616,754	2,514,774	101,980
Total expenditures	1,770,400	2,616,859	2,514,879	101,980
Excess (deficiency) of revenues over (under) expenditures	(1,770,400)	(2,616,859)	(2,307,893)	308,966
OTHER FINANCING SOURCES (USES)				
Transfers in	669,170	669,170	669,170	-
Total other financing sources (uses)	669,170	669,170	669,170	-
Net change in fund balances	(1,101,230)	(1,947,689)	(1,638,723)	308,966
Fund balances - beginning	4,891,222	4,891,222	4,891,222	-
Fund balances - ending	\$ 3,789,992	\$ 2,943,533	\$ 3,252,499	\$ 308,966

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - FIRE RESCUE DISTRICT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 257,302	\$ 257,302
Total revenues	-	-	257,302	257,302
EXPENDITURES				
Current:				
Public safety	-	9,525	20,523	(10,998)
Capital outlay	425,560	2,039,700	464,646	1,575,054
Total expenditures	425,560	2,049,225	485,169	1,564,056
Excess (deficiency) of revenues over (under) expenditures	(425,560)	(2,049,225)	(227,867)	1,821,358
OTHER FINANCING SOURCES (USES)				
Transfers in	1,645,000	1,645,000	1,645,000	-
Total other financing sources (uses)	1,645,000	1,645,000	1,645,000	-
Net change in fund balances	1,219,440	(404,225)	1,417,133	1,821,358
Fund balances - beginning	6,514,461	6,514,461	6,514,461	-
Fund balances - ending	\$ 7,733,901	\$ 6,110,236	\$ 7,931,594	\$ 1,821,358

**CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - SOLID WASTE DISTRICT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 91,364	\$ 91,364
Miscellaneous	-	-	21,349	21,349
Total revenues	-	-	112,713	112,713
EXPENDITURES				
Capital outlay	673,810	1,709,798	966,090	743,708
Total expenditures	673,810	1,709,798	966,090	743,708
Excess (deficiency) of revenues over (under) expenditures	(673,810)	(1,709,798)	(853,377)	856,421
OTHER FINANCING SOURCES (USES)				
Transfers in	464,700	464,700	464,700	-
Total other financing sources (uses)	464,700	464,700	464,700	-
Net change in fund balances	(209,110)	(1,245,098)	(388,677)	856,421
Fund balances - beginning	2,796,724	2,796,724	2,796,724	-
Fund balances - ending	<u>\$ 2,587,614</u>	<u>\$ 1,551,626</u>	<u>\$ 2,408,047</u>	<u>\$ 856,421</u>

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - BUILDING FUND CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 12,308	\$ 12,308
Total revenues	-	-	12,308	12,308
OTHER FINANCING SOURCES (USES)				
Transfers in	40,000	40,000	40,000	-
Total other financing sources (uses)	40,000	40,000	40,000	-
Net change in fund balances	40,000	40,000	52,308	12,308
Fund balances - beginning	308,171	308,171	308,171	-
Fund balances - ending	<u>\$ 348,171</u>	<u>\$ 348,171</u>	<u>\$ 360,479</u>	<u>\$ 12,308</u>

CITY OF NORTH PORT, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RENEWAL AND REPLACEMENT - FLEET MANAGEMENT FUND CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Investment earnings (losses)	\$ -	\$ -	\$ 28,800	\$ 28,800
Total revenues	-	-	28,800	28,800
EXPENDITURES				
Current:				
Capital outlay	-	42,810	42,812	(2)
Total expenditures	-	42,810	42,812	(2)
Excess (deficiency) of revenues				
over (under) expenditures	-	(42,810)	(14,012)	28,798
OTHER FINANCING SOURCES (USES)				
Transfers in	50,000	50,000	50,000	-
Total other financing sources (uses)	50,000	50,000	50,000	-
Net change in fund balances	50,000	7,190	35,988	28,798
Fund balances - beginning	767,444	767,444	767,444	-
Fund balances - ending	\$ 817,444	\$ 774,634	\$ 803,432	\$ 28,798

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or fund to other departments or funds of the government on a cost reimbursement basis.

SELF-INSURANCE RISK FUND - This fund is used to account for the self-insurance cost of providing coverage for workers' compensation, vehicle, and general liability.

SELF-INSURANCE MEDICAL FUND - This fund is used to account for the provision of medical benefits to City employees and their dependents through the City's self-insurance program.

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2023

	Internal Service Funds		
	Self Insurance - Risk	Self Insurance - Medical	Total
ASSETS			
Current assets:			
Cash and investments	\$ 364,419	\$ 4,957,738	\$ 5,322,157
Accounts receivable	229,548	1,081	230,629
Total current assets	593,967	4,958,819	5,552,786
Noncurrent assets:			
Restricted assets:			
Cash and investments	1,848,531	-	1,848,531
Total noncurrent assets	1,848,531	-	1,848,531
Total assets	2,442,498	4,958,819	7,401,317
LIABILITIES			
Liability for unpaid claims	1,966,772	862,045	2,828,817
Unearned revenue	1,848,531	-	1,848,531
Total liabilities	3,815,303	862,045	2,828,817
NET POSITION			
Unrestricted	(1,372,805)	4,096,774	2,723,969
Total net position	\$ (1,372,805)	\$ 4,096,774	\$ 2,723,969

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Internal Service Funds		
	Self Insurance - Risk	Self Insurance - Medical	Total
OPERATING REVENUES			
Charges for services:			
Self-insurance fees	\$ 2,659,490	\$ 11,472,238	\$ 14,131,728
Miscellaneous	269,798	394,376	664,174
Total operating revenues	<u>2,929,288</u>	<u>11,866,614</u>	<u>14,795,902</u>
OPERATING EXPENSES			
General and administrative	<u>3,132,377</u>	<u>10,509,013</u>	<u>13,641,390</u>
Total operating expenses	<u>3,132,377</u>	<u>10,509,013</u>	<u>13,641,390</u>
Operating income (loss)	<u>(203,089)</u>	<u>1,357,601</u>	<u>1,154,512</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	<u>23,399</u>	<u>148,890</u>	<u>172,289</u>
Total nonoperating revenues	<u>23,399</u>	<u>148,890</u>	<u>172,289</u>
Change in net position	(179,690)	1,506,491	1,326,801
NET POSITION (DEFICIT) - BEGINNING OF YEAR	<u>(1,193,115)</u>	<u>2,590,283</u>	<u>1,397,168</u>
NET POSITION (DEFICIT) - END OF YEAR	<u><u>\$ (1,372,805)</u></u>	<u><u>\$ 4,096,774</u></u>	<u><u>\$ 2,723,969</u></u>

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED SEPTEMBER 30, 2023

	Internal Service Funds		
	Self Insurance - Risk	Self Insurance - Medical	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 4,548,271	\$ 11,884,023	\$ 16,432,294
Payments to vendors for goods and services	(1,507,943)	(2,474,374)	(3,982,317)
Claims paid	(1,229,189)	(7,928,577)	(9,157,766)
Net cash provided by operating activities	1,811,139	1,481,072	3,292,211
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income received	23,399	148,890	172,289
Net cash provided by investing activities	23,399	148,890	172,289
Net change in cash and cash equivalents	1,834,538	1,629,962	3,464,500
Cash and cash equivalents, October 1	378,412	3,327,776	3,706,188
Cash and cash equivalents, September 30	<u>\$ 2,212,950</u>	<u>\$ 4,957,738</u>	<u>\$ 7,170,688</u>
Classified as:			
Current assets	\$ 364,419	\$ 4,957,738	\$ 5,322,157
Restricted assets	1,848,531	-	1,848,531
Total	<u>\$ 2,212,950</u>	<u>\$ 4,957,738</u>	<u>\$ 7,170,688</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (203,089)	\$ 1,357,601	\$ 1,154,512
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Increase/Decrease in accounts receivable	(229,548)	17,409	(212,139)
Increase in accounts payable	-	281	281
Increase in claims payable	395,245	105,781	501,026
Increase in advanced insurance recoveries	1,848,531	-	1,848,531
Total adjustments	2,014,228	123,471	2,137,699
Net cash provided by operating activities	<u>\$ 1,811,139</u>	<u>\$ 1,481,072</u>	<u>\$ 3,292,211</u>

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Trust funds are used to administer resources reserved and held by a governmental unit in a trustee capacity. Use of these trust funds facilitates the discharge of responsibilities placed upon the governmental unit by virtue of law or other authority.

POLICE OFFICERS' PENSION TRUST FUND - This fund is used to account for the accumulation of resources for pension benefit payments to participants of the City's Municipal Police Officers' Pension Plan.

FIREFIGHTERS' PENSION TRUST FUND - This fund is used to account for the accumulation of resources for pension benefit payments to participants of the City's Municipal Firefighters' Pension Plan.

CUSTODIAL FUNDS

Custodial funds are used to account for assets held by the government as an agent for individuals, private organizations and/or other governmental units. They are custodial in nature and do not involve the measurement of results of operations.

COUNTY ROAD IMPACT FEES FUND - This fund is used to account for county road impact fees collected for and disbursed to Sarasota County.

EDUCATION IMPACT FEES FUND - This fund is used to account for education impact fees collected for and disbursed to the Sarasota County School Board.

COUNTY JUSTICE IMPACT FEES FUND - This fund is used to account for county justice impact fees collected for and disbursed to Sarasota County.

COUNTY GENERAL GOVERNMENT IMPACT FEES FUND - This fund is used to account for county general government impact fees collected for and disbursed to Sarasota County.

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
SEPTEMBER 30, 2023

	Pension Trust Funds		
	Police Officers' Pension Trust Fund	Firefighters' Pension Trust Fund	Totals
ASSETS			
Cash and equivalents	\$ 1,280,214	\$ -	\$ 1,280,214
Receivables:			
Contributions receivable	377,238	160,091	537,329
Interest and dividends receivable	59,146	48,474	107,620
Total receivables	436,384	208,565	644,949
Investments, at fair market value:			
Money market funds	-	472,968	472,968
Equity securities	35,774,702	26,148,086	61,922,788
Fixed income mutual funds	16,493,277	25,510,450	42,003,727
Commingled real estate funds	6,297,216	6,417,050	12,714,266
International equity securities	320,852	-	320,852
Total investments, at fair value	58,886,047	58,548,554	117,434,601
Total assets	60,602,645	58,757,119	119,359,764
LIABILITIES			
Accounts payable and accrued expenses	139,535	15,857	155,392
Total liabilities	139,535	15,857	155,392
NET POSITION RESTRICTED FOR PENSIONS	\$ 60,463,110	\$ 58,741,262	\$ 119,204,372

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Pension Trust Funds		
	Police Officers' Pension Trust Fund	Firefighters' Pension Trust Fund	Totals
ADDITIONS			
Contributions:			
Plan members	\$ 528,061	\$ 403,262	\$ 931,323
State of Florida	731,992	368,570	1,100,562
City of North Port	1,440,691	684,786	2,125,477
Total contributions	2,700,744	1,456,618	4,157,362
Investment income:			
Net change in fair value of investments	4,684,109	3,283,450	7,967,559
Interest and dividends	1,661,709	2,103,371	3,765,080
Investment income	6,345,818	5,386,821	11,732,639
Less investment expenses	(105,762)	(129,562)	(235,324)
Net investment income	6,240,056	5,257,259	11,497,315
Total additions	8,940,800	6,713,877	15,654,677
DEDUCTIONS			
Benefits to participants	2,600,297	2,108,499	4,708,796
Share account distributions	-	130,766	130,766
Administrative expenses	83,491	87,577	171,068
Total deductions	2,683,788	2,326,842	5,010,630
NET INCREASE	6,257,012	4,387,035	10,644,047
NET POSITION - BEGINNING	54,206,098	54,354,227	108,560,325
NET POSITION - ENDING	\$ 60,463,110	\$ 58,741,262	\$ 119,204,372

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2023

	Custodial Funds				
	County Road Impact Fees Custodial Fund	County Justice Impact Fees Custodial Fund	County General Government Impact Fees Custodial Fund	Education Impact Fees Custodial Fund	Totals
ASSETS					
Cash and equivalents	\$ 43,532	\$ 55,901	\$ 8,877	\$ 118,110	\$ 226,420
Total assets	43,532	55,901	8,877	118,110	226,420
LIABILITIES					
Due to other entities	43,532	55,901	8,877	118,110	226,420
Total liabilities	43,532	55,901	8,877	118,110	226,420
TOTAL NET POSITION	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF NORTH PORT, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Custodial Funds				
	County Road Impact Fees Custodial Fund	County Justice Impact Fees Custodial Fund	County General Government Impact Fees Custodial Fund	Education Impact Fees Custodial Fund	Totals
ADDITIONS					
Impact fee collections for other governments	\$ 1,122,686	\$ 2,515,383	\$ 403,127	\$ 3,131,292	\$ 7,172,488
Total additions	1,122,686	2,515,383	403,127	3,131,292	7,172,488
DEDUCTIONS					
Payments of Impact fees to other governments	1,122,686	2,515,383	403,127	3,131,292	7,172,488
Total deductions	1,122,686	2,515,383	403,127	3,131,292	7,172,488
NET CHANGE	-	-	-	-	-
NET POSITION - BEGINNING	-	-	-	-	-
NET POSITION - ENDING	\$ -	\$ -	\$ -	\$ -	\$ -



**Statistical Section
(Unaudited)**

This part of the City of North Port'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 City's overall financial health.

<u>Contents</u>	<u>Pages</u>
Financial Trends Information These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	154-159
Revenue Capacity Information These schedules contain information to help the reader assess the City's local revenue source	160-163
Debt Capacity Information These schedules present information to help the reader assess the City's debt burden and its ability to issue additional debt in the future.	164-169
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment in which the City's financial activities take place	170-171
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.	172-174

Sources: Unless otherwise noted, the information in these schedules was obtained from the Annual Comprehensive Financial Reports for the relevant year.

Schedule 1

City of North Port, Florida

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year								
	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities									
Net investment in capital assets	\$ 234,882,721	\$ 237,026,274	\$ 241,472,557	\$ 244,303,830	\$ 243,253,519	\$ 258,208,628	\$ 261,865,644	\$ 263,234,471	\$ 273,461,654
Restricted	55,770,974	62,452,659	71,250,430	72,908,693	76,818,949	76,395,819	89,152,418	107,396,978	132,875,642
Unrestricted	12,727,589	2,702,120	3,708,285	2,580,398	1,021,685	(3,391,718)	(10,220,257)	(1,893,099)	(8,572,657)
Total governmental activities net position	303,381,284	302,181,053	316,431,272	319,792,921	321,094,153	331,212,729	340,797,805	368,738,350	397,764,639
Business-type activities									
Net investment in capital assets	84,974,490	86,998,132	89,029,570	94,222,893	100,361,537	110,295,914	161,208,925	165,675,300	174,398,092
Restricted	5,538,481	7,094,824	12,325,750	15,165,600	18,379,282	22,604,884	16,045,635	16,096,496	14,612,552
Unrestricted	14,743,672	14,623,995	17,032,841	20,618,285	23,358,343	25,390,736	30,845,089	34,595,038	37,573,966
Total business-type activities net position	105,256,643	108,716,951	118,388,161	130,006,778	142,099,162	158,291,534	208,099,649	216,366,834	226,584,610
Primary government									
Net investment in capital assets	319,857,211	324,024,406	330,502,127	338,526,723	343,615,056	368,504,542	423,074,569	428,909,771	447,859,746
Restricted	61,309,455	69,547,483	83,576,180	88,074,293	95,198,231	99,000,703	105,198,053	123,493,474	147,488,194
Unrestricted	27,471,261	17,326,115	20,741,126	23,198,683	24,380,028	21,999,018	20,624,832	32,701,939	29,001,309
Total primary government net position	\$ 408,637,927	\$ 410,898,004	\$ 434,819,433	\$ 449,799,699	\$ 463,193,315	\$ 489,504,263	\$ 548,897,454	\$ 585,105,184	\$ 624,349,249

Schedule 2
City of North Port, Florida
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	\$ 5,474,035	\$ 7,312,658	\$ 7,126,349	\$ 8,492,041	\$ 8,417,543	\$ 11,811,197	\$ 10,455,849	\$ 6,808,432	\$ 13,222,228	\$ 16,257,113
Public safety	28,688,863	28,523,541	28,963,557	33,404,665	35,883,205	42,902,595	49,021,745	45,626,047	53,765,168	72,745,798
Physical environment	11,890,530	13,366,178	13,501,369	17,504,341	15,875,586	16,321,527	17,165,637	16,640,855	19,323,149	38,027,697
Transportation	11,035,370	13,860,150	12,308,111	16,821,250	18,137,765	14,977,069	18,464,013	20,032,330	22,977,494	53,876,165
Economic environment	331,987	225,113	218,487	299,851	328,608	288,008	447,495	378,854	589,602	666,480
Human services	372,461	392,101	361,663	368,544	465,085	512,109	539,240	559,609	679,048	674,774
Culture and recreation	1,697,522	2,791,605	2,844,658	3,546,622	8,014,001	5,765,160	7,384,613	6,966,109	8,291,462	9,204,184
Interest on long-term debt	1,362,416	1,841,080	1,823,375	1,749,711	1,671,000	1,568,458	921,061	1,230,408	1,169,319	1,014,886
Total governmental activities expenses:	60,853,184	68,312,426	67,147,569	82,187,025	88,792,793	94,146,123	104,399,653	98,242,644	120,017,470	192,467,097
Business-type activities:										
Water and Sewer	17,252,790	17,855,795	17,717,194	18,260,636	19,868,575	20,652,431	22,163,448	23,895,349	26,558,516	29,961,515
Total business-type activities expenses:	17,252,790	17,855,795	17,717,194	18,260,636	19,868,575	20,652,431	22,163,448	23,895,349	26,558,516	29,961,515
Total primary government expenses	78,105,974	86,168,221	84,864,763	100,447,661	108,661,368	114,798,554	126,563,101	122,137,993	146,575,986	222,428,612
Program Revenues										
Governmental activities:										
Charges for services:										
General government	3,307,698	3,522,744	3,615,385	3,999,965	3,721,399	5,943,226	5,592,389	5,016,160	9,002,111	7,200,114
Public safety	12,724,026	13,264,272	13,798,654	14,248,090	15,266,048	16,792,712	18,370,336	20,995,944	24,324,448	28,485,973
Physical environment	11,581,023	11,888,808	12,474,915	13,850,528	13,190,296	13,389,869	14,579,571	15,794,720	16,979,289	18,483,482
Transportation	10,641,111	11,163,721	11,765,016	12,196,139	12,736,785	13,221,586	14,283,584	15,128,336	15,604,794	15,247,378
Economic environment	-	-	-	-	-	-	3,170	-	-	-
Human services	29,071	11,441	-	-	-	-	-	-	-	-
Culture and recreation	817,973	1,452,399	1,530,529	1,524,833	1,645,073	1,668,200	1,580,674	2,887,302	3,435,478	1,898,906
Operating grants and contributions	142,159	123,435	146,689	251,976	153,524	1,945,374	2,011,628	3,106,485	948,174	47,647,973
Capital grants and contributions	3,678,035	1,746,577	3,732,510	2,899,662	4,206,564	4,494,430	8,799,178	10,262,463	24,730,204	14,967,787
Total governmental activities program revenues	42,921,096	43,173,397	47,063,698	48,971,193	50,919,689	57,455,397	65,220,530	73,191,410	95,024,498	133,931,613
Business-type activities:										
Charges for services										
Water and Sewer	17,617,220	18,563,645	19,678,748	21,213,468	22,221,715	23,128,272	25,982,573	28,078,141	30,515,129	34,744,848
Operating grants and contributions	-	-	1,000	-	-	-	-	-	-	-
Capital grants and contributions	1,899,485	4,191,521	7,940,452	8,835,408	9,823,272	12,590,072	45,080,802	4,438,481	8,302,715	45,181,235
Total business-type activities program revenue:	19,516,705	22,755,166	27,620,200	30,048,876	32,044,987	35,718,344	71,063,375	32,516,622	38,817,844	79,926,083
Total primary government program revenue:	62,437,801	65,928,563	74,683,898	79,020,069	82,964,676	93,173,741	136,283,905	105,708,032	133,842,342	213,857,696
Net (Expense)/Revenue										
Governmental activities	(17,932,088)	(25,139,029)	(20,083,871)	(33,215,832)	(37,873,104)	(36,690,726)	(39,179,123)	(25,051,234)	(24,992,972)	(58,535,484)
Business type activities	2,263,915	4,899,371	9,903,006	11,788,240	12,176,412	15,065,913	48,899,927	8,621,273	12,259,328	49,964,568
Total primary government net expense	\$ (15,668,173)	\$ (20,239,658)	\$ (10,180,865)	\$ (21,427,592)	\$ (25,696,692)	\$ (21,624,813)	\$ 9,720,804	\$ (16,429,961)	\$ (12,733,644)	\$ (8,570,916)

(continued)

Schedule 2 (continued)
City of North Port, Florida
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

General Revenues and Other Changes in Net Position

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Government activities:										
Taxes										
Ad valorem	\$ 8,102,022	\$ 9,228,706	\$ 10,087,025	\$ 11,017,060	\$ 12,079,877	\$ 13,589,528	\$ 17,246,920	\$ 18,584,874	\$ 21,016,140	\$ 26,415,872
Insurance premium	693,958	717,647	750,107	781,849	868,421	915,178	959,228	1,035,056	955,794	1,096,463
Service	2,602,545	2,613,049	2,597,884	2,731,686	2,851,977	2,952,450	3,083,831	3,017,957	4,314,260	6,385,831
Local business	133,502	136,049	142,197	118,613	137,009	130,086	133,248	147,792	136,672	146,877
Fuel	2,648,684	2,722,094	2,857,991	2,980,577	3,177,820	3,292,590	3,122,388	3,475,654	3,601,774	3,807,866
Discretionary sales surtax	7,424,336	8,172,571	8,679,097	9,131,513	9,901,615	10,823,129	10,734,747	13,137,051	16,341,885	17,231,850
Intergovernmental	6,310,324	6,982,072	7,487,367	7,977,419	8,570,871	9,191,838	8,823,155	11,063,890	9,643,518	14,533,085
Investment income	340,457	898,718	898,381	914,764	1,070,053	3,858,565	3,445,375	368,832	(4,068,092)	6,416,478
Miscellaneous	263,442	410,035	446,111	511,310	855,214	1,614,538	751,407	1,667,973	1,451,510	2,131,597
Transfers in	349,910	357,530	387,930	412,690	420,260	441,400	463,900	492,700	625,800	637,700
Total government activities	28,869,180	32,238,471	34,334,090	36,577,481	39,933,117	46,809,302	48,764,199	52,991,779	54,019,261	78,803,619
Business-type activities:										
Investment income	56,352	208,289	196,305	243,067	376,416	1,567,859	1,372,088	138,612	(1,415,752)	2,248,087
Miscellaneous	3,304	19,237	(40,171)	-	-	-	-	-	-	-
Transfers out	(349,910)	(357,530)	(387,930)	(412,690)	(420,260)	(441,400)	(463,900)	(492,700)	(625,800)	(637,700)
Total business-type activities:	(290,254)	(130,004)	(231,796)	(169,623)	(43,844)	1,126,459	908,188	(354,088)	(2,041,552)	1,610,387
Total primary government	28,578,926	32,108,467	34,102,294	36,407,858	39,889,273	47,935,761	49,672,387	52,637,691	51,977,709	80,414,006
Change in Net Position										
Governmental activities	10,937,092	7,099,442	14,250,219	3,361,649	2,060,013	10,118,576	9,585,076	27,940,545	29,026,289	20,268,135
Business-type activities	1,973,661	4,769,367	9,671,210	11,618,617	12,132,568	16,192,372	49,808,115	8,267,185	10,217,776	51,574,955
Total primary government	\$ 12,910,753	\$ 11,868,809	\$ 23,921,429	\$ 14,980,266	\$ 14,192,581	\$ 26,310,948	\$ 59,393,191	\$ 36,207,730	\$ 39,244,065	\$ 71,843,090

Schedule 3
City of North Port, Florida
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 8,724	\$ 8,658	\$ 230,664	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,517	\$ 97,863
Committed	91,665	71,100	88,818	96,923	226,728	71,721	377,383	297,898	273,986	425,458
Assigned	1,274,111	549,008	582,848	1,250,037	1,090,668	2,230,331	1,433,814	1,764,174	3,287,156	5,512,580
Unassigned	8,911,526	10,324,089	10,566,834	11,298,674	11,964,336	11,894,567	13,749,073	18,498,384	21,068,206	22,783,005
Total general fund	10,286,026	10,952,855	11,469,164	12,645,634	13,281,732	14,196,619	15,560,270	20,560,456	24,687,865	28,818,906
All Other Governmental Funds										
Nonspendable	488,738	74,521	3,162,730	1,855,593	912,300	672,385	52,435	81,599	739,899	523,517
Restricted	82,515,916	84,037,531	80,582,096	75,590,794	69,355,038	75,189,280	88,268,794	106,189,101	122,543,515	133,391,715
Committed	11,538,200	12,397,414	13,148,982	12,951,881	13,478,605	4,942,992	6,525,396	8,152,301	9,471,744	11,514,025
Total all other governmental funds	\$ 94,542,854	\$ 96,509,466	\$ 96,893,808	\$ 90,398,268	\$ 83,745,943	\$ 80,804,657	\$ 94,846,625	\$ 114,423,001	\$ 132,755,158	\$ 145,429,257

Schedule 4
City of North Port, Florida
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2014	2015	2016	2017	2018
Revenues					
Taxes	\$ 21,605,047	\$ 23,590,116	\$ 25,114,301	\$ 26,761,298	\$ 29,016,719
Permits, fees and special assessments	8,473,706	10,067,692	11,952,302	13,192,572	14,565,819
Intergovernmental	9,722,334	8,065,596	8,227,712	8,219,878	8,683,044
Charges for services	39,172,936	39,632,216	41,757,552	43,512,801	45,245,977
Fines and forfeiture	357,801	398,566	577,256	203,665	285,074
Investment income	340,457	898,718	894,398	908,156	1,061,730
Miscellaneous	471,296	670,962	752,459	812,201	1,079,299
Total revenues	<u>80,143,577</u>	<u>83,323,866</u>	<u>89,275,980</u>	<u>93,610,571</u>	<u>99,937,662</u>
Expenditures					
General government	13,335,577	13,265,911	14,977,611	14,815,022	16,159,528
Public safety	27,727,273	27,628,170	27,504,767	29,715,286	33,142,327
Physical environment	9,590,224	10,419,561	11,038,233	13,558,966	12,572,936
Transportation	8,109,291	9,830,214	9,111,671	11,684,980	13,798,870
Economic environment	338,201	213,424	213,540	290,184	325,099
Human services	298,161	280,302	304,826	259,851	367,555
Culture and recreation	992,752	1,888,022	2,039,255	2,162,461	6,864,408
Capital outlay	22,241,013	17,232,406	19,556,761	22,407,282	18,727,677
Debt service					
Principal	2,075,163	2,817,386	2,604,660	2,629,191	2,667,580
Interest	978,142	1,801,681	1,893,659	1,868,928	1,792,474
Total expenditures	<u>85,685,797</u>	<u>85,377,077</u>	<u>89,244,983</u>	<u>99,392,151</u>	<u>106,418,454</u>
Excess (deficiency) of revenues over (under) expenditures	(5,542,220)	(2,053,211)	30,997	(5,781,580)	(6,480,792)
Other financing sources (uses)					
Proceeds from bonds	40,742,230	-	-	-	-
Proceeds from loans	4,843,703	4,255,011	411,180	-	-
Transfers in	3,898,832	3,521,370	2,991,960	2,550,916	5,235,197
Transfers out	(3,548,922)	(3,163,840)	(2,604,030)	(2,138,226)	(4,814,937)
Subscription-based IT arrangements	-	-	-	-	-
Insurance recoveries	111,392	74,111	70,544	49,820	44,305
Total other financing sources	<u>46,047,235</u>	<u>4,686,652</u>	<u>869,654</u>	<u>462,510</u>	<u>464,565</u>
Net change in fund balances	<u>\$ 40,505,015</u>	<u>\$ 2,633,441</u>	<u>\$ 900,651</u>	<u>\$ (5,319,070)</u>	<u>\$ (6,016,227)</u>
Debt service as a percentage of noncapital expenditures	<u>4.81%</u>	<u>6.78%</u>	<u>6.45%</u>	<u>5.84%</u>	<u>5.09%</u>

Note: Includes general, special revenue, capital projects and debt service funds

Fiscal Year				
2019	2020	2021	2022	2023
\$ 31,702,961	\$ 35,280,362	\$ 39,398,384	\$46,366,525	\$55,084,759
14,631,618	18,954,867	21,405,417	22,905,961	33,812,340
10,927,282	11,209,574	15,176,536	14,399,165	51,625,950
48,605,417	52,387,382	58,883,177	63,804,411	64,066,841
193,891	273,923	643,382	336,511	693,032
3,818,175	3,402,720	361,765	(3,964,189)	6,244,189
866,163	743,453	1,717,589	1,205,615	1,845,501
110,745,507	122,252,281	137,586,250	145,053,999	213,372,612
17,028,973	16,845,601	18,136,690	20,391,777	24,748,504
38,015,601	40,991,937	44,293,302	48,453,650	57,091,702
12,564,279	13,366,001	13,167,894	15,020,431	33,483,540
9,982,655	13,058,433	15,972,199	17,894,621	48,098,573
276,594	416,115	391,455	568,928	625,667
403,264	433,905	501,050	568,562	545,587
4,108,353	5,412,530	5,378,954	6,269,075	7,044,486
25,549,860	12,305,315	13,042,006	11,652,703	24,137,495
3,624,627	3,710,000	1,580,000	1,630,000	2,369,041
1,711,460	1,045,629	1,058,817	1,001,013	892,283
113,265,666	107,585,466	113,522,367	123,450,760	199,036,878
(2,520,159)	14,666,815	24,063,883	21,603,239	14,335,734
-	31,485,000	-	-	29,925,000
-	(31,386,829)	-	-	(29,925,000)
13,636,176	3,645,760	4,761,918	7,506,930	4,164,570
(13,194,776)	(3,181,860)	(4,269,218)	(6,881,130)	(3,526,870)
-	-	-	-	1,780,444
52,360	176,733	19,979	230,527	51,262
493,760	738,804	512,679	856,327	2,469,406
\$ (2,026,399)	\$ 15,405,619	\$ 24,576,562	\$22,459,566	\$16,805,140
6.08%	4.99%	2.63%	2.35%	1.86%

Schedule 5
City of North Port, Florida
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Real Property			Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Residential Property	Commercial Property	Industrial Property ^a			
	Property	Property	Property			
2014 ^b	-	-	-	1,009,895,744	2,421,145,761	3.45
2015	2,817,111,574	288,915,800	424,517,200	1,034,434,435	2,646,084,282	3.60
2016	2,987,267,151	312,499,500	511,460,900	1,083,308,501	2,887,472,753	3.60
2017	3,327,431,094	345,523,900	578,100,800	1,143,143,888	3,266,659,935	3.48
2018	3,732,427,469	355,551,900	642,928,000	1,223,791,242	3,665,491,838	3.41
2019	4,073,971,470	376,435,000	806,399,900	1,301,480,420	4,131,652,683	3.41
2020	4,582,623,191	401,740,000	822,657,800	1,372,828,786	4,615,083,034	3.87
2021	4,969,512,124	483,608,200	993,301,900	1,536,978,525	5,118,993,766	3.77
2022	5,839,531,140	536,841,800	796,597,000	1,653,370,743	5,746,178,030	3.77
2023	7,294,012,930	621,232,600	928,325,900	1,808,709,309	7,280,706,476	3.77

Source: Sarasota County Property Appraiser

Note: Property is assessed at market value. The Save Our Homes Amendment caps homesteaded property at a maximum increase in the taxable value of 3% per year. Tax rate is per \$1,000 of assessed value.

^a Industrial property amount includes railroad properties classified as centrally assessed property.

^b Information for the breakdown of the real property not available from the County for 2014.

Schedule 6
City of North Port, Florida
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(Per \$1,000 of Assessed Value)

Fiscal Year Ended September 30,	City of North Port		Overlapping Rates ^a		Total Direct and Overlapping Rates
	Operating Miliage	Total City Millage	Sarasota County	School Board of Sarasota County	
2014	3.4474	3.4474	4.8987	7.9700	16.3161
2015	3.5974	3.5974	4.8827	7.7770	16.2571
2016	3.5974	3.5974	4.8319	7.7630	16.1923
2017	3.4770	3.4770	4.8148	7.4330	15.7248
2018	3.4070	3.4070	4.7857	7.2090	15.4017
2019	3.4070	3.4070	4.7681	7.0030	15.1781
2020	3.8735	3.8735	4.7946	6.9430	15.6111
2021	3.7667	3.7667	4.8083	6.9750	15.5500
2022	3.7667	3.7667	4.7910	6.7090	15.2667
2023	3.7667	3.7667	4.7537	6.2720	14.7924

Source: Sarasota County Tax Collector

Note: ^a Overlapping rates are those of county governments that apply to property owners within the City of North Port.

Schedule 7
City of North Port, Florida
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
16979 TTS LLC	\$ 60,711,887	1	0.83%	\$ -		0.00%
West Shore Toledo LLC	46,332,770	2	0.64	-		-
The Flats at Sundown LLC	42,366,200	3	0.58	-		-
Manasota Beach Ranchlands LLLP	38,525,653	4	0.53	-		-
CEAI Lakes at North Port LLC	36,654,200	5	0.50	-		-
Lennar Homes LLC	33,143,734	6	0.46	16,339,800	3	0.68
NX North Port Owner LLC	31,767,300	7	0.44	-		-
Twenty Three Realty LLC	25,661,600	8	0.35	-		-
Main Street Ranchlands LLLP	23,117,507	9	0.32	-		-
Huntington National Real Estate Investme	20,688,270	10	0.28	-		-
Benderson Properties	-		-	29,447,810	1	1.22
North Port Woodspring LLC	-		-	16,854,200	2	0.70
Walgreen Co.	-		-	14,056,600	4	0.58
DiVosta Homes LP	-		-	14,030,100	5	0.58
Wal-Mart Stores East LP	-		-	13,784,900	6	0.57
Marsh Creek Holdings Ltd	-		-	12,192,200	7	0.50
Lowes Home Centers Inc.	-		-	10,945,700	8	0.45
Pacolet Milliken Enterprises Inc.	-		-	9,915,100	9	0.41
Home Depot USA Inc.	-		-	8,128,900	10	0.34
	<u>\$ 358,969,121</u>		<u>4.93%</u>	<u>\$ 145,695,310</u>		<u>6.03%</u>

Source: Sarasota County Property Appraiser

Schedule 8
City of North Port, Florida
Property Tax Levies and Tax Collections
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount ^a	Percentage of Levy		Amount	Percentage of Levy
2014	8,339,025	8,073,073	97%	25,255	8,098,328	97%
2015	9,551,208	9,203,451	96%	33,350	9,236,801	97%
2016	10,390,485	10,053,675	97%	36,046	10,089,721	97%
2017	11,347,328	10,981,013	97%	14,695	10,995,708	97%
2018	12,520,445	12,065,182	96%	15,950	12,081,132	96%
2019	14,093,894	13,573,579	96%	23,248	13,596,827	96%
2020	17,876,524	17,208,377	96%	49,350	17,257,727	97%
2021	19,281,714	18,527,656	96%	78,001	18,605,657	96%
2022	21,644,129	20,938,139	97%	59,337	20,997,476	97%
2023	27,424,237	26,356,535	96%	-	26,356,535	96%

Source: Sarasota County Property Appraiser

Note: (a) Includes discount taken for early payment of property taxes.

Schedule 9
City of North Port, Florida
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
	Sales Tax Revenue Bonds	Capital Leases	Transportation Improvement Assessment Bonds ^d	SIB Loans Payable	Water and Sewer Bonds ^e	SRF Loans Payable			
2014	-	238,550	38,989,628	4,843,703	15,557,247	22,726,833	82,355,961	2.41 %	1,366
2015	-	80,860	38,060,314	7,294,019	14,491,980	21,504,673	81,431,846	2.41 %	1,307
2016	-	40,771	37,107,679	4,347,208	13,380,988	20,391,364	75,268,010	2.07 %	1,167
2017 ^c	-	-	36,121,772	2,634,627	12,222,464	19,247,015	70,225,878	1.77 %	1,045
2018	-	-	35,097,662	2,634,627	10,857,551	18,572,477	67,162,317	1.55 %	951
2019 ^f	-	-	34,040,426	-	9,250,410	17,338,817	60,629,653	1.27 %	823
2020	-	-	34,320,000	-	7,800,966	16,071,221	58,192,187	1.12 %	750
2021 ^g	-	-	32,740,000	-	20,788,685	-	53,528,685	0.97 %	685
2022	-	-	31,110,000	-	17,480,730	-	48,590,730	0.75 %	594
2023	-	-	29,405,000	-	15,561,897	-	44,966,897	0.62 %	520

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

^a Personal income and population data can be found in Schedule 14.

^b Sales Tax Revenue Bonds were defeased during fiscal year 2013.

^c Final lease payment made during fiscal year 2017.

^d Includes bond premium/deferred amount on refunding.

^e Includes bond discount/deferred amount on refunding.

^f Final SIB loan payment made during fiscal year 2019

^g SRF loans were defeased during fiscal year 2021.

Schedule 10
City of North Port, Florida
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Sales Tax Revenue Bonds	Transportation Improvement Assessment Bonds^d	Total	Percentage of Actual Taxable Value of Property^a	Per Capita^b
2014	-	38,989,628	38,989,628	1.61%	628
2015	-	38,060,314	38,060,314	1.44%	611
2016	-	37,107,679	37,107,679	1.29%	576
2017	-	36,121,772	36,121,772	1.11%	538
2018	-	35,097,662	35,097,662	0.96%	497
2019	-	34,040,426	34,040,426	0.82%	462
2020	-	34,320,000	34,320,000	0.74%	442
2021	-	32,740,000	32,740,000	0.64%	419
2022	-	31,110,000	31,110,000	0.54%	380
2023	-	29,405,000	29,405,000	0.40%	340

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

^aSee Schedule 5 for property value data.

^bPopulation data can be found in Schedule 14.

^cSales Tax Revenue Bonds were defeased July, 2013.

^dIncludes bond premium.

Schedule 11
City of North Port, Florida
Direct and Overlapping Governmental Activities Debt
As of September 30, 2023

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable^a	Estimated Share of Overlapping Debt
Overlapping debt			
Sarasota County School Board	\$ 233,662,822	18.64%	\$ 43,565,236
Sarasota County Board of County Commissioners	325,754,000	18.64%	60,735,164
Subtotal, overlapping debt			104,300,400
City of North Port, direct debt			29,405,000
Total direct and overlapping debt			<u>\$ 133,705,400</u>

Source: Assessed value data used to estimate applicable percentages provided by Sarasota County Property Appraiser.

Note: ^a The percentage of overlapping debt applicable is estimated using taxable assessed property values.

Schedule 12
City of North Port, Florida
Legal Debt Margin Information

No general obligation bonds have been issued on behalf of the City of North Port, Florida.

Schedule 13
City of North Port, Florida
Pledged-Revenue Coverage
Last Ten Fiscal Years

Water & Sewer Revenue Bonds/SRF Loans						
Fiscal Year	Utility	Less:	Net	Debt Service		Coverage
Ended	Gross	Operating	Available			
September 30,	Revenues^a	Expenses^b	Revenue	Principal	Interest	
2014	17,673,572	12,334,234	5,339,338	2,234,757	1,196,568	1.56
2015	18,771,934	12,720,355	6,051,579	2,543,340	947,457	1.73
2016	19,875,053	12,343,867	7,531,186	2,390,179	1,033,571	2.20
2017	21,456,535	12,686,632	8,769,903	2,449,862	974,039	2.56
2018	22,598,131	14,276,724	8,321,407	2,690,684	916,116	2.31
2019	24,696,131	14,748,909	9,947,222	2,948,618	849,093	2.62
2020	27,354,661	15,507,071	11,847,590	3,028,285	771,667	3.12
2021	28,216,753	16,791,743	11,425,010	19,348,002	574,334	0.57
2022	29,099,377	18,902,742	10,196,635	3,307,955	388,285	2.76
2023	36,992,935	22,022,513	14,970,422	1,918,833	323,318	6.68

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

Note: ^a Excludes any government grants, water impact fees, sewer impact fees, and special assessments proceeds.

^b Excludes depreciation.

^c The sales tax revenue bonds were currently refunded with available funds.

^d A two-year moratorium on transportation impact fees was approved by the City Commission on January 30, 2012. The moratorium was extended until January 31, 2015 at the January 27, 2014 Commission meeting

^e No principal or interest payments due on the SIB loan until FY 2015.

^f This loan was paid off in FY 2019.

State Infrastructure Bank Loan					
Transportation	Discretionary				
Impact	Sales	Debt Service			
Fees	Surtax	Principal	Interest	Coverage	
-	7,424,336	-	-	-	d,e
305,963	8,172,571	1,804,695	16,565	4.66	
1,907,710	8,679,097	1,684,571	136,689	5.81	
1,790,894	9,131,513	1,673,420	147,840	6.00	
2,661,848	9,901,615	1,712,580	108,680	6.90	
2,505,843	10,823,129	2,634,627	65,866	4.94	f
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	

Schedule 14
City of North Port, Florida
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population ^a	Personal Income	Per Capita Personal Income ^b	Unemployment Rate ^c
2014	60,295	3,416,374,995	56,661	6.2%
2015	62,325	3,374,711,775	54,147	5.6%
2016	64,472	3,637,897,072	56,426	5.2%
2017	67,196	3,965,437,548	59,013	3.6%
2018	70,631	4,345,431,013	61,523	3.0%
2019	73,652	4,777,657,936	64,868	3.1%
2020	77,561	5,187,124,558	66,878	5.4%
2021	78,129	5,538,096,036	70,884	3.9%
2022	81,823	6,448,879,745	78,815	2.6%
2023	86,552	7,273,397,320	84,035	3.4%

Source:

^a City of North Port Neighborhood Development Services Department

^b Bureau of Economic and Business Research, University of Florida; County data is used due to no city data being available.

^c U.S. Bureau of Labor Statistics

Schedule 15
City of North Port, Florida
Principal Employers in Sarasota County
Current Year and Nine Years Ago

Employer	2023			2014		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Sarasota Memorial Hospital	9,785	1	4.99%	3,099	3	1.91%
School Board of Sarasota County	5,917	2	3.02%	5,018	1	3.09%
Publix Super Markets, Inc.	4,611	3	2.35%	1,429	5	0.88%
Sarasota County Government	3,692	4	1.88%	3,343	2	2.06%
PGT Innovations	2,416	5	1.23%	1,761	4	1.08%
Walmart	1,883	6	0.96%	-	-	-
City of North Port	896	7	0.46%	-	-	-
City of Sarasota	865	8	0.44%	-	-	-
Target	585	9	0.30%	-	-	-
Lowe's Home Centers	555	10	0.28%	-	-	-
Venice Regional Medical Center	-	-	-	1,200	6	0.74%
Sun Hydraulics Corporation	-	-	-	704	7	0.43%
Sunset Automotive Group	-	-	-	670	8	0.41%
Tervis Tumbler	-	-	-	668	9	0.41%
Goodwill Industries	-	-	-	667	10	0.41%
	<u>31,205</u>		<u>15.91%</u>	<u>18,559</u>		<u>11.42%</u>
Total Sarasota County Employment	<u>196,166</u>			<u>162,358</u>		

Source: Sarasota County *Annual Comprehensive Financial Report 2023*.

Statistics provided are for Sarasota County; not available solely for North Port.

Schedule 16
City of North Port, Florida
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Commission	5	5	5	5	5	5	5	5	5	5
City Attorney	-	2	4	4	4	5	5	6	7	8
City Auditor and Clerk	6	6	6	7	10	10	9	8	8	8
Finance	13	13	14	15	17	17	17	16	17	19
Planning and Zoning	8	11	12	12	16	16	15	18	17	17
Building Department	20	24	26	28	31	32	37	38	46	59
General Services	24	24	17	19	20	-	-	-	-	-
Information Technology	-	-	-	-	-	13	14	14	15	18
Social Services	-	-	-	-	-	5	5	6	6	6
City Manager's Office	5	6	7	7	8	9	8	8	11	16
Human Resources	-	-	7	8	10	11	11	10	10	11
Fleet Maintenance	12	12	12	12	13	13	14	14	15	16
Parks and Recreation	19	19	19	20	20	37	47	62	62	63
Public Safety										
Police - uniform	102	102	103	104	109	120	123	124	125	130
Police - general employees	30	30	33	37	41	42	42	44	45	49
Fire Rescue	92	92	93	100	110	135	130	136	136	144
Physical Environment										
Facilities Maintenance	20	20	18	17	18	11	9	9	10	13
Solid Waste Management	36	37	38	40	40	43	44	44	44	46
Transportation										
Road and Drainage	86	87	85	86	91	93	99	106	106	107
Economic Environment										
Economic Development	2	1	2	2	2	2	3	4	4	7
Enterprise funds										
Utilities	59	63	67	70	77	80	82	83	86	96
Total	539	554	568	593	642	699	719	755	775	838

Source: City of North Port Budget

Note: Staffing level indicates the number of positions budgeted in each department. Figures include both full-time and part-time positions.

Schedule 17
City of North Port, Florida
Operating Indicators by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Physical arrests	1,439	1,075	930	814	606	969	797	761	752	911
Parking violations	209	144	184	227	132	92	18	36	13	41
Traffic violations	10,008	9,633	6,970	8,507	8,573	13,137	9,471	10,416	8,481	8,239
Fire										
Emergency Responses	6,100	6,556	7,093	7,669	7,876	8,620	9,904	11,192	11,614	12,284
Streets and highways										
Streets resurfaced (<i>miles</i>)	61	95	130	132	132	132	33	6.3	84	0.9
Paved Streets (<i>miles</i>)	813	813	813	813	813	813	823	823	826	831
Water										
New connections	424	687	709	757	1014	882	966	848	929	723
Water mains breaks	4	1	6	12	8	13	9	11	8	14
Average daily consumption (<i>millions of gallons</i>)	3.14	2.88	3.10	3.26	3.09	3.39	3.28	3.41	3.71	3.45
Peak daily consumption (<i>millions of gallons</i>)	3.26	4.19	3.85	4.16	4.40	4.66	4.73	4.19	4.77	5.47
Wastewater										
Average daily sewage treatment (<i>millions of gallons</i>)	2.30	2.24	2.42	2.37	2.49	2.43	2.06	2.52	2.65	2.22
Solid waste collection										
Solid waste collected (<i>tons per year</i>)	28,107	30,139	32,837	34,060	34,767	35,534	38,796	42,296	42,743	49,279
Recyclables collected (<i>tons per year</i>)	8,502	9,386	10,434	10,926	11,611	12,060	11,622	11,272	10,603	11,021

Source: Various City Departments

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

Schedule 18
City of North Port, Florida
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Stations	2	2	2	2	2	2	2	2	3	3
Patrol units	74	73	74	72	72	81	85	87	89	89
Fire Stations	5	5	5	5	5	6	6	6	6	6
Streets and highways										
Streets (<i>miles</i>)	813	813	813	813	813	813	823	823	826	831
Traffic Signals	19	19	19	19	19	21	22	24	24	23
Water										
Water mains (<i>miles</i>)	304	306	320	328	338	349	354	366	381	389
Storage capacity (<i>millions of gallons</i>)	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	8.3
Fire hydrants	1710	1728	1790	1896	1974	2062	2139	2244	2353	2430
Wastewater										
Sanitary sewers (<i>miles</i>)	233	235	240	248	262	270	273	283	292	298
Treatment capacity (<i>millions of gallons</i>)	4.40	4.40	4.40	4.40	4.90	4.90	4.90	6.90	6.90	6.90
Manholes	3271	3316	3420	3570	3775	3913	3948	4125	4309	4461
Lift Stations	100	100	101	107	110	112	113	116	120	125
Solid waste collection										
Collection trucks	41	41	43	43	47	53	53	53	57	58

Source: Various city departments

Note: No capital asset indicators are available for the general government function.

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

Honorable Mayor, City Commission
and City Manager
City of North Port, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Port, Florida (the "City"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 28, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Mauldin & Jenkins, LLC

Bradenton, Florida
June 28, 2024

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor, City Commission
and City Manager
City of North Port, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of North Port, Florida's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Bradenton, Florida
June 28, 2024

**CITY OF NORTH PORT, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

**SECTION I
SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:
Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Awards

Internal control over major programs:
Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Type of auditor's report issued on compliance for
major federal programs and state financial assistance:

Unmodified

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

___ yes X no

Identification of major federal program:

<u>AL Number</u>	<u>Name of Federal Program or Cluster</u>
97.036	U.S. Department of Homeland Security - Disaster Grants – Public Assistance
21.027	U.S. Department of Treasury - Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between
Type A and Type B programs:

\$1,512,752

Auditee qualified as low-risk auditee?

X yes ___ no

The City did not expend in excess of \$750,000 of state financial assistance for the year ended September 30, 2023.

**CITY OF NORTH PORT, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

There were no current year audit findings reported.

**SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

None reported.

**SECTION IV
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

There were no prior year audit findings reported.

City of North Port, Florida
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended September 30, 2023

Tab	Federal/State/Pass-Through Grantor	Program or Cluster Title	CFDA/ CFSA No.	Contract/Grant No.	Federal Expenditures
1	U.S. Department of Homeland Security	FEMA Hazard Mitigation Grant Program for Generator	97.039	H0131	\$ 175,596
36	U.S. Department of Homeland Security	FEMA - Federal lan	97.036	Z2977	\$ 45,668,236
39	U.S. Department of Homeland Security	FEMA - Covid	97.036	681583	\$ 107,736
40	U.S. Department of Homeland Security	FEMA - Covid	97.036	332936	\$ 11,565
Total U.S. Department of Homeland Security					\$ 45,963,133
7	U.S. Department of Housing and Urban Development	County Entitlement for Kirk Park Playground	14.218	B-20-UC-12-0014	\$ 220,707
17	U.S. Department of Housing and Urban Development	CDBG Entitlement for Pan American/Jeffrey Seawall Services Case Management Community Development Block Grant	14.218	B-20-UC-12-0014 / 2022-144	\$ 40,234
23	U.S. Department of Housing and Urban Development	Development Block Grant	14.218	B-22-UC-12-0014	\$ 55,000
28	U.S. Department of Housing and Urban Development	Rehab of Lift Stations 29, 45 and 73	14.218	B-21-UC-12-0014	\$ 342,514
Total U.S. Department of Housing and Urban Development					\$ 658,454
9	U.S. Department of Justice	Bulletproof Vests, 50% match	16.607	2021-BPV	\$ 2,182
10	U.S. Department of Justice	High Intensity Drug Trafficking Areas Program passed through Bradenton Police Department	95.001	G21CF0015A	\$ 8,651
12	U.S. Department of Justice	Edward Byrne Memorial Justice for breaching kits, binoculars, and night vision goggles	16.738	8C055 / 15PBJA-21-GG-00241-MUMU	\$ 8,060
13	U.S. Department of Justice	Bulletproof Vests, 50% match	16.607	2022-BPV	\$ 13,801
Total U.S. Department of Justice					\$ 32,694
27	U.S. Department of the Treasury	Department of Economic Opportunity for Panacea Business Park Infrastructure Expansion	21.027	G0077	\$ 950,580
25	U.S. Department of the Treasury	American Rescue Plan Neighborhood Water/Wastewater Line - Sumter	21.027	ARPA / N/A	\$ 2,720,206
42	U.S. Department of the Treasury	American Rescue Plan Website	21.027	ARPA / N/A	\$ 100,000
Total U.S. Department of the Treasury					\$ 3,770,787
TOTAL EXPENDITURES OF FEDERAL AWARDS					\$ 50,425,068

CITY OF NORTH PORT, FLORIDA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of the City of North Port, Florida (the “City”) under programs of the federal government for the year ended September 30, 2023. The information in the Schedule is presented in accordance with the requirements of the Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, they are not intended to and do not present the financial position, changes in net position or cash flows of the City. The City’s reporting entity is defined in Note 1 of the City’s basic financial statements. All awards received directly from federal and state agencies, as well as amounts passed through other government agencies are included in the accompanying Schedule of Expenditures of Federal Awards.

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 Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement, except for the Equitable Sharing Programs for Justice and Treasury which follow, *Guide to Equitable Sharing for Foreign Countries and Federal, State, and Local Law Enforcement Agencies*. Pass-through entity identifying numbers are presented where available.

NOTE 3. INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4. SUBRECIPIENTS

The City did not provide federal funding to any subrecipients for the year ended September 30, 2023.

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor, City Commission,
and City Manager
City of North Port, Florida

Report on the Financial Statements

We have audited the financial statements of the City of North Port, Florida (the "City"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated June 28, 2024.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated June 28, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The information has been disclosed in the notes to the financial statements.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and 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. 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 the same.

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

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have 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, and applicable management and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
June 28, 2024

INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor, City Commission,
and City Manager
City of North Port, Florida

We have examined the City of North Port, Florida's (the "City") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2023. Management of the City is responsible for the City's compliance with those 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 judgement, 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 the aforementioned requirements during the year ended September 30, 2023.

This report is intended solely for the information and use of the City and the Auditor General, State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
June 28, 2024



AFFIDAVIT

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

1. I am the Chief Financial Officer of the City of North Port, Florida which is a local governmental entity of the State of Florida.
2. The governing body of the City of North Port, Florida adopted Ordinance No.2022-03 implementing the current impact fees.
3. The City of North Port, Florida has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Kimberly Williams
Kimberly Williams, Finance Director

STATE OF FLORIDA
COUNTY OF SARASOTA

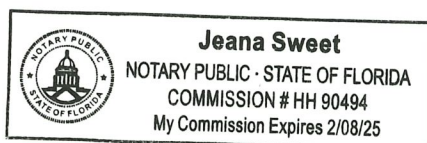
SWORN TO AND SUBSCRIBED before me this 4th day of June, 2024.

Jeana Sweet
NOTARY PUBLIC
Print Name Jeana Sweet

Personally known X or produced identification _____

Type of identification produced: _____

My Commission Expires:



CITY OF NORTH PORT, FL

SEPTEMBER 30, 2023

Road and Drainage District					Fire Rescue District					Solid Waste District				
Total Number of		Total Number of		Total	Total Number of		Total		Total Number of		Total			
Employees	Total Compensation	Contractors	Expenditures		Employees	Compensation	Contractors	Expenditures	Employees	Compensation	Contractors	Compensation		
97	\$ 5,963,897	6	\$ 526,049		143	\$ 6,424,305	8	\$ 72,985	47	\$ 2,721,520	0	\$ -		
Project Description					Project Description					No applicable construction projects > \$65,000				
2021 Road Rehabilitation				\$ 1,337,395	Public Safety Training Complex				\$ 600,000	162,108				
Woodhaven Sidewalks & Pedestrian Bridge				644,137	Total construction projects > \$65,000				\$ 600,000	162,108				
Land Acquisition				335,240										
Road Rehabilitation Program				308,469										
2023 Drainage System Improvements				184,070										
Hillsborough Cranberry Intersection Improvement:				177,865										
Water Control Structure I14				140,276										
Drainage System Improvements				123,826										
2020 – Road Rehabilitation				96,718										
Water Control Structure I13				78,701										
Citywide Tree Planting				73,997										
Drainage System Improvements				8,457										
Ponce De Leon Boulevard Multi-Use Path				6,198										
Price Boulevard Widening Phase I				6,052										
Total construction projects > \$65,000				\$ 3,521,402										

**CITY OF NORTH PORT, FLORIDA
BUDGET VARIANCE REPORT
DEPENDENT SPECIAL DISTRICT - ROAD AND DRAINAGE DISTRICT
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes	\$ 3,693,530	\$ 3,693,530	\$ 3,807,866	\$ 114,336
Intergovernmental	2,070,950	52,366,138	37,181,756	(15,184,382)
Charges for services	16,369,560	16,369,560	16,673,104	303,544
Investment earnings (losses)	-	-	69,697	69,697
Miscellaneous	129,500	129,500	240,413	110,913
Total revenues	22,263,540	72,558,728	57,972,836	(14,585,892)
EXPENDITURES				
Current:				
Physical environment	6,108,313	26,978,941	22,103,136	4,875,805
Transportation	12,401,727	54,775,426	44,876,064	9,899,362
Capital outlay	6,974,640	14,217,022	2,658,312	11,558,710
Total expenditures	25,484,680	95,971,389	69,637,512	26,333,877
Excess (deficiency) of revenues over (under) expenditures	(3,221,140)	(23,412,661)	(11,664,676)	11,747,985
OTHER FINANCING SOURCES (USES)				
Transfers out	(669,170)	(669,170)	(669,170)	-
Insurance recoveries	4,000	4,000	19,894	15,894
Total other financing sources (uses)	(665,170)	(665,170)	(649,276)	15,894
Net change in fund balances	(3,886,310)	(24,077,831)	(12,313,952)	11,763,879
Fund balances - beginning	24,660,731	24,660,731	24,660,731	-
Fund balances - ending	\$ 20,774,421	\$ 582,900	\$ 12,346,779	\$ 11,763,879

**CITY OF NORTH PORT, FLORIDA
BUDGET VARIANCE REPORT
DEPENDENT SPECIAL DISTRICT - FIRE RESCUE DISTRICT
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Taxes	\$ 170,000	\$ 170,000	\$ 182,235	\$ 12,235
Permits, fees and special assessments	30,800	78,350	125,638	47,288
Intergovernmental	50,000	50,000	245,791	195,791
Charges for services	15,085,970	15,038,420	15,128,545	90,125
Investment earnings (losses)	-	-	380,500	380,500
Miscellaneous	59,280	59,280	76,435	17,155
Total revenues	15,396,050	15,396,050	16,139,144	743,094
EXPENDITURES				
Current:				
Public safety	13,491,980	13,478,609	13,247,733	230,876
Capital outlay	-	548,141	203,981	344,160
Total expenditures	13,491,980	14,026,750	13,451,714	575,036
Excess (deficiency) of revenues over (under) expenditures	1,904,070	1,369,300	2,687,430	1,318,130
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,645,000)	(1,645,000)	(1,645,000)	-
Total other financing sources (uses)	(1,645,000)	(1,645,000)	(1,645,000)	-
Net change in fund balances	259,070	(275,700)	1,042,430	1,318,130
Fund balances - beginning	6,215,868	6,215,868	6,215,868	-
Fund balances - ending	\$ 6,474,938	\$ 5,940,168	\$ 7,258,298	\$ 1,318,130

**CITY OF NORTH PORT, FLORIDA
BUDGET VARIANCE REPORT
DEPENDENT SPECIAL DISTRICT - SOLID WASTE DISTRICT
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Charges for services	\$ 11,262,490	\$ 11,262,490	\$ 11,905,333	\$ 642,843
Investment earnings (losses)	-	-	337,913	337,913
Miscellaneous	29,000	29,000	572,727	543,727
Total revenues	11,291,490	11,291,490	12,815,973	1,524,483
EXPENDITURES				
Current:				
Physical environment	10,905,010	11,258,456	10,995,870	262,586
Capital outlay	195,000	2,230,094	1,770,118	459,976
Total expenditures	11,100,010	13,488,550	12,765,988	722,562
Excess (deficiency) of revenues over (under) expenditures	191,480	(2,197,060)	49,985	2,247,045
OTHER FINANCING SOURCES (USES)				
Transfers out	(464,700)	(464,700)	(464,700)	-
Total other financing sources (uses)	(464,700)	(464,700)	(464,700)	-
Net change in fund balance	(273,220)	(2,661,760)	(414,715)	2,247,045
Fund balances - beginning	6,912,045	6,912,045	6,912,045	-
Fund balances - ending	\$ 6,638,825	\$ 4,250,285	\$ 6,497,330	\$ 2,247,045

