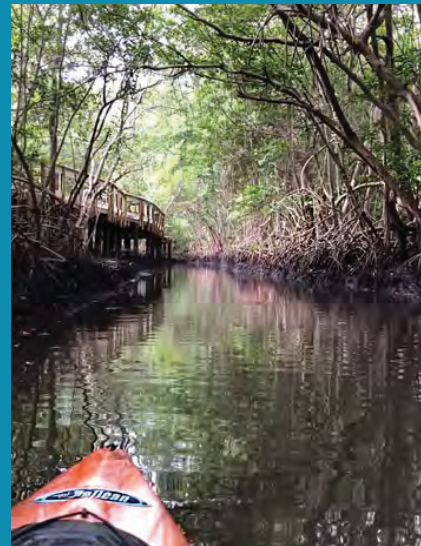




Restoration of James A. Rutherford Park



CITY OF
BOCA RATON, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

for the Fiscal Year Ended
September 30, 2024





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Boca Raton
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morill

Executive Director/CEO

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

CITY OF BOCA RATON, FLORIDA

FOR THE FISCAL YEAR ENDED

September 30, 2024



Prepared by the Financial Services Department

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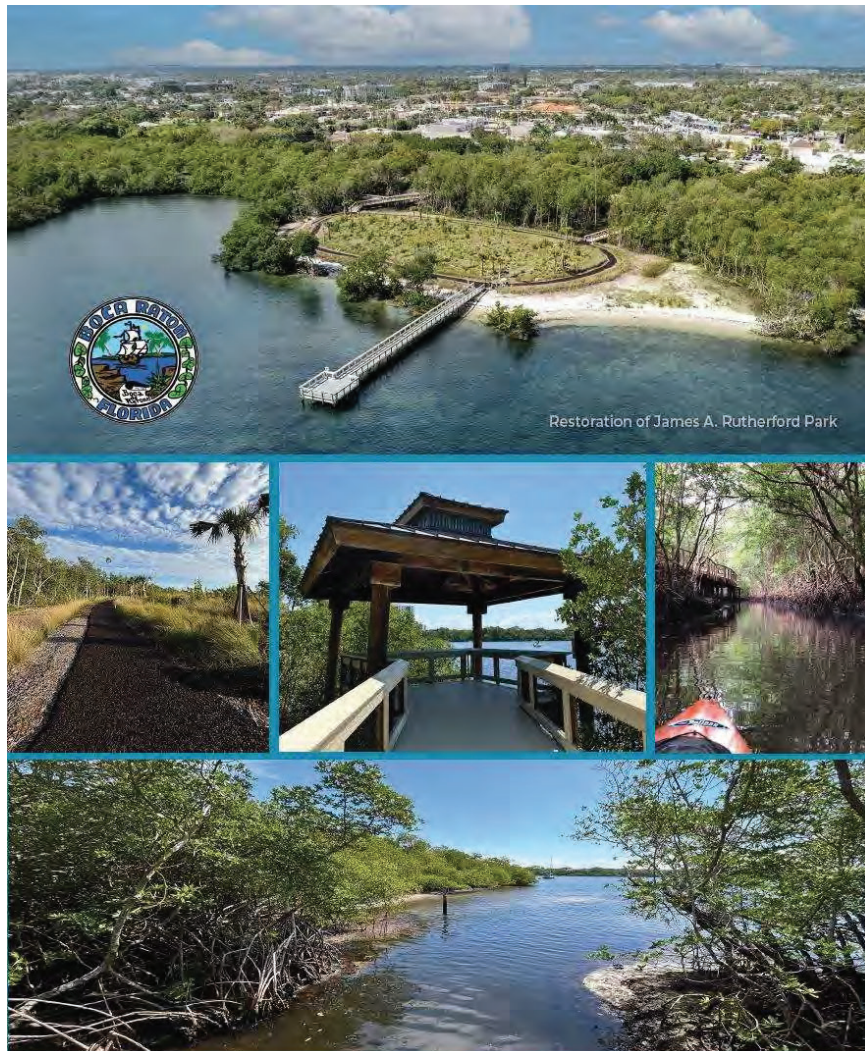
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About the Cover:



Investing in Our Community - James A. Rutherford Park

As part of Boca Raton's commitment to enhancing public spaces, James A. Rutherford Park underwent a \$9.6 million restoration, reopening in April 2024. This 45-acre waterfront park now features ADA-compliant walking paths and a kayak launch, a new observation pier, extended boardwalks, and restored pavilions. With native landscaping, mangrove habitat restoration, and improved shoreline access, the park offers an inclusive and sustainable space for all to enjoy. These upgrades reflect the City's dedication to creating inspiring, accessible, and environmentally responsible community spaces.

It was one paddle, one goal to capture the upgrades represented in this collage. Thank you to the contributors— employee and employee-adjacent: Alex Keller of Recreation Services, the Communications Division, and Alexandria Morales, child of Senior Accountant Racquel Lopez.

CITY OF BOCA RATON, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ended September 30, 2024

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CITY OF Boca Raton

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201 WEST PALMETTO PARK ROAD • BOCA RATON, FL 33432
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(FOR HEARING IMPAIRED) TDD: (561) 367-7043
www.myboca.us

March 28, 2025

To The Honorable Mayor,
Members of the City Council,
Citizens of the City of Boca Raton, Florida:

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Boca Raton, Florida (the City), for the fiscal year ended September 30, 2024.

This report provides the City Council, City staff, our citizens, our bondholders and other interested parties with detailed information concerning the financial condition and activities of the City government. State law requires that all general-purpose local governments annually publish a complete set of financial statements within nine months of the close of each fiscal year. The financial statements are presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards and government auditing standards by an independent auditing firm.

We believe that this report complies with these requirements and continues to present the City's strong tradition of full financial disclosure. This philosophy is reflected by the informative financial analysis provided by the City's Financial Services Department and the exhibits and statistical tables included herein.

The ACFR's role is to assist in making economic, social and political decisions and to assist in assessing accountability to the citizenry by:

- . Comparing actual financial results with the legally adopted budget, where appropriate;
- . Assessing financial condition and results of operations;
- . Assisting in determining compliance with finance related laws, rules and regulations;
and
- . Assisting in evaluating the efficiency and effectiveness of City operations

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City.

We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to present fairly the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been included.

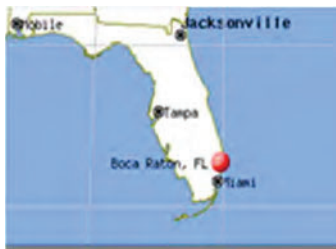
CBIZ CPAs, P.C., independent auditors, have issued unmodified opinions on the City's financial statements for the fiscal year ended September 30, 2024. The independent auditors' report is located at the front of the financial section of this report.

The City's financial statements have been prepared using the reporting model in accordance with Governmental Accounting Standard Board (GASB) Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis (MD&A). MD&A immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A compliments the letter of transmittal and should be read in conjunction with it.

THE CITY OF BOCA RATON

Profile

Boca Raton is a full service City located on the south eastern coastline of Palm Beach County, Florida with a population of approximately 100,560.



The City derives its governmental authority from a charter granted by the Legislature of the State of Florida. In 1965, the Council- Manager form of government replaced the Commissioner- Manager system in Boca Raton. Four Council Members and a Mayor are elected at large on a non-partisan basis for four-year terms.

The City Council appoints the City Manager who is the Chief Executive Officer of the City and directs the business of the City and its various departments. The City Council determines policy, adopts legislation, approves the City's budget, sets taxes and fees, and appoints the City Attorney and members of various boards and committees.

Services Provided

The City provides a full range of municipal services. The public safety program includes police, fire protection and rescue services; the City's extensive recreation program includes beaches, a pool, golf courses, libraries, tennis courts, neighborhood parks, and community centers. The Municipal Services Department provides essential traffic, facility and street maintenance, solid waste collection and storm water services as well as other technical assistance to the City. The Utility Services Department provides water and sewer services. The City's Development Services Department provides planning, zoning and building permit and inspection services and administers the City's Community Development Block Grants. The City also provides general administrative services.

Reporting Entity

This report includes all of the funds of the City. In addition to general government activities, the Boca Raton Community Redevelopment Agency (CRA or Agency) is included in the reporting entity. However, the Greater Boca Raton Beach and Park District, the Boca Raton Housing Authority and the Boca Raton Airport Authority do not meet the established criteria for inclusion in the reporting entity and, accordingly, are not included in this report.

Accounting and Internal Control

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial

statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal, state and county financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

The City is periodically required to undergo an annual single audit performed under the provisions of the U.S. Office of Management and Budget Compliance Supplement (Uniform Guidance) and the Rules of the Auditor General, State of Florida. The information related to the Single Audit, including the schedule of expenditure of federal awards and state financial assistance, schedule of findings and questioned costs, and auditors' reports on the internal control over compliance and compliance with applicable laws and regulations are included in a separate report. This report disclosed no instances of material weaknesses in internal control over financial reporting and over compliance, or significant violations of applicable laws and regulations. The City was subject to an audit in accordance with the Uniform Guidance and Florida Single Audit Act for the fiscal year ended September 30, 2024.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. In accordance with state laws the Approved Budget is posted on the City's website within 30-days of adoption. Activities of the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department (by fund) level. The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances generally are re-appropriated as part of the following year's budget adoption. All expenditures for other than personnel services are controlled by a procurement system, which encumbers purchase orders against budgets prior to issuance to the vendors. Purchase orders are not issued until appropriations are made available.

Administrative budget transfers may occur upon approval of the City Manager as long as the department budget within a fund is not increased. Budget amendments are submitted as needed to City Council for their consideration and in accordance with state law are posted to the City's website within five days of adoption.

LOCAL ECONOMY

The City provides a unique environment for business – a strong business environment, with economic resources and a well-educated and talented workforce, all within a community known for its high quality of life. Boca Raton is a rich blend of corporate and regional headquarters, small businesses, and innovative start-up companies. There are economic opportunities for all types of

companies and businesses. Boca Raton has grown from a small agricultural and retirement community to a large regional employment center with one of the largest business concentrations in South Florida. In fact, Boca Raton is home to the largest single office complex in the State of Florida and more than half of the corporate headquarters in Palm Beach County call Boca Raton home.



Boca Raton has easy access to road, rail, and air transportation. It is becoming a hub for technology, medical, financial, security and educational businesses, although many other business categories are represented in the City. Brightline, with its 38,000 square foot station and garage travelers and regional workforce have easy access to our city. Brightline continues to make Boca Raton a premier city to live, work and visit.

Through its Economic Development Incentive Policy, the City has committed \$5.8 million in long-term economic development incentives and has leveraged over \$20 million in State and County incentives. This has resulted in a total of 13,360 jobs created or retained in the City. The City continues to face tremendous competition for the relocation of new businesses to the City and for the retention of businesses already in the City.

The City continues to support and fund a strong Economic Development Incentive Program for fiscal year 2024-25. One of the primary components in the City's Economic Development Incentive Policy is to provide economic development incentives for companies seeking to relocate to the City or to expand their existing business within the City. Based on the criteria listed in the policy, including job creation and/or retention, capital investment and job salaries, the City can provide incentives through several different methods including providing the local match for state economic development programs, making grants and/or loans, and subsidizing rents and leases. It can also provide non-financial incentives such as expedited permitting. To ensure continued long-term success of the City's Economic Incentive Program, the Economic Development Fund is budgeted to add another \$1.0 million in funding to the Economic Development reserves this year.

Major business centers within the City include the Boca Raton Innovation Campus (BRiC) which has 1.7 million square feet of corporate space. The campus was originally built in 1969 for IBM and is home to the invention of the first personal computer; the Park at Broken Sound, formerly known as the Arvida Park of Commerce (APOC), which has over 5 million square feet of office space on its 700 acres; the Florida Atlantic University (FAU) Research Park, which is currently home to 20 companies; the Florida Atlantic University (FAU) Tech Runway, which provides incubation and acceleration to start-up companies in its 28,000 square feet of collaborative space; and the Lynn University Social Impact Lab, which is an experiential learning space that provides cultural and career prep programs, social impact training, and networking opportunities with industry professionals.





The three schools of higher learning in the City - Florida Atlantic University (FAU), Lynn University and Palm Beach State College - all continue to have educational successes. Florida Atlantic University's College of Business has once again been ranked among the best. U.S. News and World Report ranked FAU's International Business undergraduate program No. 23 in the nation for 2025. The University's Adams Center for Entrepreneurship counters traditional business programs, providing students with a unique academic experience by fostering revolutionary

intellectual growth beyond conventional wisdom in the pursuit and creation of sustainable solutions to business and social problems. The center seeks to educate students for productive careers and citizenship by focusing on three program areas: cross-disciplinary academics, community outreach and venture creation from emerging technologies.

Lynn University reported record enrollment in Fall 2024 with 3,520 students. Lynn University's newest project, a multi-phased 550 bed residence hall, broke ground and is scheduled to open in Fall, 2025. The Snyder Center for Health and Wellness opened on January 16, 2024, and has logged more than 45,000 visits.

Additionally, almost all the public schools in the Boca Raton have received an "A" rating, the highest rating possible, by the State of Florida, and there are a number of nationally known private schools operating within the City.

On December 18, 2024, the City hosted the Boca Raton Bowl at Florida Atlantic University stadium. By all measures, the event was a success for Boca Raton and Palm Beach County. The event sold 15,808 tickets and had 1.8 million household viewers of the live broadcast of the Bowl game on ESPN.



The inaugural James Hardie Pro Football Hall of Fame Invitational will be hosted at the Old Course at Broken Sound on March 31-April 6, 2025. Since 2007 the City of Boca Raton has sponsored the PGA golf event with much success. The 2025 tournament will feature a field of 78 PGA Tour Champions players alongside 26 football legends. The tournament will be televised internationally on the Golf Channel, and the City will be showcased in 7 commercial spots.

Boca Raton is also a world class tourism and a luxury travel destination. Just some of the exceptional qualities are arts & culture, beautiful beaches, and luxury accommodations. Let's not forget, Boca Raton remains a regional shopping and dining destination. Town Center has continued to expand its array of shopping and dining options and is considered the premier regional mall in South Florida. Other high-quality destination shopping and dining areas in the City include Boca Center, and the downtown areas of Mizner Park and Royal Palm Place. The Boca Raton, formerly the Boca Raton Resort & Club, has undergone a \$200 million renovation and restoration project. The project includes a 3-story Mizner Center, expanded pool deck and lazy river, expanded dining areas and extensive exterior restorations.



Boca Raton continues to face competition for new and existing national and regional corporate headquarters. The City will continue to work with economic development agencies such as the State of Florida Department of Economic Opportunity, Palm Beach County, and the Palm Beach County Business Development Board to attract businesses to the City and to retain and promote the growth of existing businesses in the City. The Office has created and published multiple marketing pieces highlighting the Economic Development program and the benefits of Boca Raton. The marketing materials are available on the City's website at myboca.us or by contacting the Office of Economic Development at EconomicDevelopment@myboca.us.

MAJOR INITIATIVES

For the Year

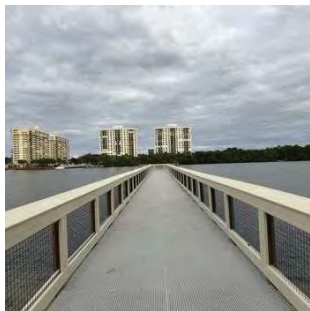
With goals and priorities of a financially sound City government, world class municipal services, vibrant and sustainable City and a strong partnership with community, the City continues to demonstrate its ability to be one of the most financially secure local governments in Florida.

The City's taxable value is \$34.619 billion, making the City's taxable value the highest of any municipality in Palm Beach County and the fourth highest in the three South Florida counties behind Miami, Miami Beach and Ft. Lauderdale.

In 2017, Palm Beach County Voters approved a one cent sales surtax to fund infrastructure improvements throughout the county for ten years. The City received over \$60.0 million for infrastructure projects through September 30, 2024 since inception. The first major project was completed in February 2020.

Projects completed since 2017 include a new Fire Station, Communication Tower, and the completion of two new parks, the Hillsboro El Rio Park and the Wild Flower park. In addition, substantial renovation of Silver Palm Park was completed in conjunction with the Wild Flower Park. Development of these two parks helps create a waterfront recreational facility and to create a pedestrian linkage between Silver Palm Park and the Wildflower Property. New amenities include walkways, terraced steps/seating, an event lawn, interactive art/play/water features, and an event pavilion with a plaza.

The final project funded through the surtax outside of roadway improvements was the restoration of Lake Wyman Park and James A. Rutherford Park. This \$9.6 million project, completed in 2024, represents a significant milestone for the City. Both parks, previously overgrown with predominantly non-native and invasive vegetation, were underutilized. The restoration revitalized these spaces, enhancing recreational and educational opportunities, improving waterfront access, rehabilitating the boardwalk and canoe/kayak access, and increasing overall park functionality and interconnectivity. Additional improvements included a new observation pier, ADA-compliant walking trails, restored mangrove habitats, and upgraded pavilion and shoreline features. These enhancements have made the parks more vibrant, accessible, and sustainable for the community.



Additional projects that the City has earmarked for the use of these funds include street pavement projects, recreation park construction, and other relevant projects. Expenditures are reviewed annually by a Citizens Oversight Committee and the Citizens Oversight Committee provides a report to the City Council annually.



In the past year, the CRA has worked to continue the vision of Downtown Boca – where residents, visitors and businesses are engaged in a vibrant and thriving environment. A place where they can come early, stay late, and enjoy all activities, attractions, and services the downtown has to offer – dining, shopping, living, culture, nightlife, business, and recreation.

The 2023-2024 fiscal year included numerous activities and achievement in furthering the goals of the CRA. Major walkability improvements along NW 1st Street were completed with the opening of the new brightline station. In coordination with Municipal Services, the CRA continued the evaluation phase of the Palmetto Park Road connectivity and mobility study for analysis of potential multi-modal mobility strategies.

The CRA amended the Amended Downtown Plan, extending the Annual Tax Increment Funding (TIF) Period of the Redevelopment Trust Fund and created a new expiration date of August 10, 2042. The Plan was further amended to include all planned services and infrastructure improvements of redevelopment projects for which excess TIF funds will be expended. The Agency also coordinated with Municipal Services on the implementation and analysis of the new BocaCONNECT circulator/transit system for the City. This service provides free and convenient public transportation within the downtown area.

FOR THE FUTURE

The City recognizes that a successful downtown is a critical component for Boca Raton. To be successful, downtown Boca Raton must continue to develop a sense of place, the public and private sector must continue to work together with a common goal, public funds need to be wisely invested and new development should provide pedestrian connections to the overall downtown.

Boca Raton continues to maintain its strong financial position through prudent long-term financial planning and fiscal actions to reduce or contain fixed costs.

For the 2024 fiscal year, the City approved a slight increase in the operating tax rate of \$3.6548 per \$1,000. The City's 2024 debt service tax rate decreased slightly to \$0.0186 per \$1,000 based upon voter approved bond issues. The increase in the operating tax rate was completely offset by the decrease in debt service tax rate.

The Florida Legislature is again considering various proposals relating to local government home rule, taxable values, and various other proposals. Potential legislation could have a significant impact on a local government's ability to maintain and or improve services to residents. The City is carefully monitoring these initiatives and their future impact on the City's ability to function at its present level.

LONG RANGE FINANCIAL PLANNING

The City Council has adopted financial policies for operating, capital and debt management. Management has made every effort to comply with these policies and we believe that we are in compliance with the adopted policies. A long-range financial plan is presented to the City Council annually in the spring. This document forecasts the General Fund and several other fund operations for the next five years and is used to guide the development of the annual operating budget and to support the long-term goal of a financially sound city.

The Capital Improvements Program (CIP) is prepared and presented to the City Council as part of the annual budget process. The projects represent the City's plan for infrastructure improvement and major equipment acquisition for the next six years.

The approved CIP also includes funding for Wastewater Upgrades, Replacements and Expansion, Police Services Facilities, and Beach Restoration.

The Innovative Sustainable Infrastructure Program (iSIP) is an initiative by the Utility Services Department. This long-term initiative uses technology and data to evaluate, prioritize and improve critical underground areas throughout the City. By using a mapping inventory system, areas will be identified and prioritized based on the age, location, and deterioration of water and sewer pipes and neighborhood roads as part of a critical infrastructure assessment.

The Utility Services Department will coordinate with other City departments on the timing and installation of underground work in conjunction with road resurfacing projects which will help save money and minimize disruption to residents. The installation of new, larger pipes to provide better water service while continuing to deliver clean, fresh City tap water to customers.

Neighborhoods will also benefit from improved roads, sidewalks, and stormwater systems. The program will maintain the stability of Boca Raton's infrastructure by defending against potential failures through proactive, collaborative planning and prudent long-term financial planning.

OTHER INFORMATION

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Boca Raton, Florida for its ACFR for the fiscal year ended September 30, 2023. This was the 44th consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized ACFR. This report must satisfy both GAAP and applicable legal requirements.

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

Award for Distinguished Budget

The City received the GFOA Award for the Distinguished Budget Presentation for the City budget for the fiscal year ended September 30, 2024. It was the 43rd consecutive year the City received the award for the document, which serves as the City's primary fiscal policy document.

ACKNOWLEDGEMENTS

The completion and issuance of this report could not have been accomplished without the dedicated efforts of the entire staff of the Financial Services Department. Special thanks must be given to Carlisha Jenkins, Cormac Conahan, Judy Fleurimond, Racquel Lopez, Michelle Bonewitz, Emily Martin, Shanique Dimonnay, Luciana Teixeira, Georgiana Manustruean, and Jean-Michel Neault for their dedication in the creation and compilation of this document. Our appreciation is also extended to Stephanie Biagini, Shannon Estremera, Ivelsa Guzman, Stephen Timberlake, Jerry Nickell, Ryan Ralph, Sandra Stevens, George Brown, Andrew Lukasik, Chrissy Gibson, Sharon McGuire, Jessica Del Vecchio, Leslie Harmon and Zachary Bihl for providing support in the preparation of this report. Credit must also be given to the City Council and City Management for their commitment to support sound fiscal management practices with an emphasis on long-term financial stability and sustainability.

We believe that this report clearly illustrates the strong financial posture of the City and we wish to take this opportunity to thank you and the citizens of Boca Raton for the vital role you have historically played in enabling the City to achieve and maintain this high degree of fiscal responsibility

Respectfully yours,

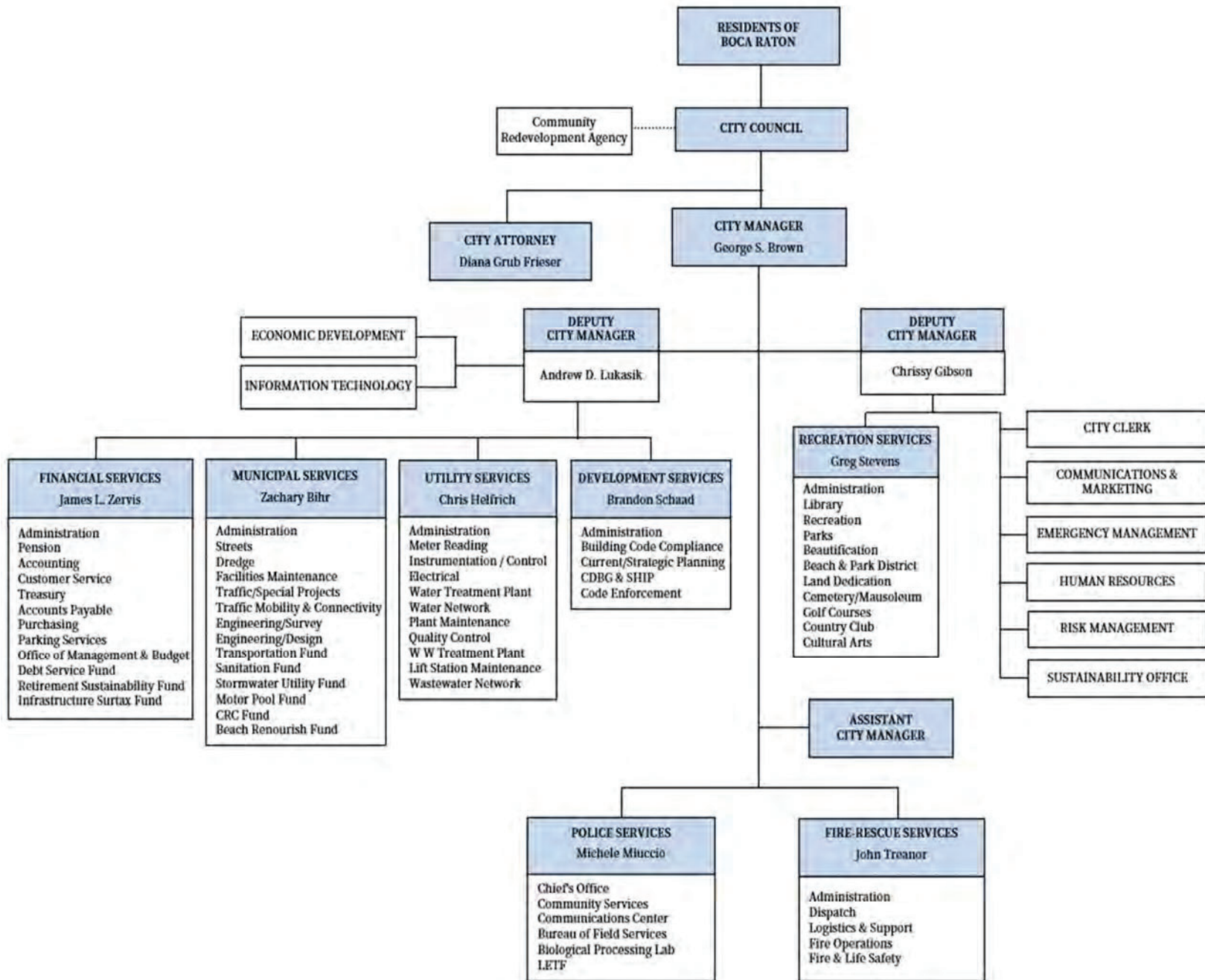
A handwritten signature in blue ink, appearing to read "James L. Zervis", is positioned below the closing text.

James L. Zervis, CPA, CPFO, CGFO

LIST OF PRINCIPAL OFFICIALS
September 30, 2024

Mayor	Scott Singer
Deputy Mayor	Yvette Drucker
Council Member	Fran Nachlas
Council Member	Andy Thomson
Council Member	Marc Wigder
City Manager	George S. Brown
Deputy City Manager	Christina Gibson
Deputy City Manager	Andrew Lukasik
City Attorney	Diana Frieser
City Clerk	Mary Siddons
Chief Financial Officer	James L. Zervis
Development Services Director	Brandon Schaad
Fire/Rescue Services Chief	John Treanor
Human Resources Director	Danielle Olson
Information Technology Director	Sandra Stevens
Office of Management and Budget Director	Sharon McGuire
Police Services Chief	Michele Miuccio
Public Works and Engineering Director	Zachary Bihr
Recreation Services Director	Greg Stevens
Utility Services Director	Chris Helfrich

CITY OF BOCA RATON ORGANIZATIONAL STRUCTURE





CBIZ CPAs P.C.

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Independent Auditors' Report

To the Honorable Mayor, City Council and City Manager
City of Boca Raton, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Boca Raton, Florida (the "City"), as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Schedules of Changes in Net Pension Liability and Related Ratios, the Schedules of Employer Contributions, the Schedule of Changes in Total OPEB Liability and Related Ratios, the budgetary comparison schedules and related notes on pages 4-18 and 117-138 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

West Palm Beach, FL
March 28, 2025

Management's Discussion and Analysis (Unaudited)

The purpose of financial reporting, in general, is to provide the readers of the financial statements with information that will help them make decisions or draw conclusions about an entity. As management of the City of Boca Raton, Florida (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets plus deferred outflows of resources of the City exceeded its liabilities plus deferred inflows of resources at the close of the most recent fiscal year by \$1.092 billion (net position). Of this amount, \$243.245 million (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$24.417 million which was attributable to an increase in net position in the governmental activities of \$4.026 million and an increase in net position for the business-type activities of \$20.391 million.
- The City's business-type activities reported total net position of \$460.641 million, which is an increase of \$20.391 million, or 4.63%, in comparison to the prior year. Approximately 32.29% of the total or \$148.760 million is unrestricted and thus available for spending at the City's discretion.
- At the end of the current fiscal year, fund balance for the General Fund was \$95.966 million, or 43.50% of the General Fund expenditures and other financing sources (uses). Of this balance, \$24.085 thousand was non-spendable for inventories, \$170 thousand was restricted for the Army Corp of Engineers for an overflow site in the event of emergency dredging of the Intracoastal Waterway, \$24.743 million was committed for hurricane/disaster emergency, \$14.064 million was assigned for the subsequent years' budget and \$56.965 million was unassigned.
- In an effort to combat high inflation the United States Federal Reserve (FED) kept target rates high throughout fiscal year 2024. However, market expectations around potential reductions by the FED resulted in high volatility and rising prices on securities towards the end of the year. As a result the City's investments, both carried forward and new, were able to achieve high total returns while holding yields steady and on-market. The City's blended average portfolio total return increased in 2024 up to 6.66%, with an average portfolio yield of 4.28%.

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 financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The focus of the *government-wide financial statements* is on the overall financial position and activities of the City. Reporting is similar to that of a private-sector business. The City's government-wide financial statements include the statement of net position and statement of activities. As described below, these statements do not include the City's fiduciary funds because resources of these funds cannot be used to finance the City's activities. However, the financial statements of fiduciary funds are included in the City's fund financial statements, because the City is financially accountable for those resources, even though they belong to other parties.

The *Statement of Net Position* presents financial and capital resources of the City. Assets and deferred outflows of resources, and liabilities and deferred inflows of resources are presented, with the net of these reported as net position. For example, the City reports buildings and infrastructure as assets, even though they are not available to pay the obligations incurred by the City. On the other hand, the City reports liabilities even though these liabilities might not be paid until several years into the future.

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. Although the purpose of the City is not to accumulate net position, in general, as this amount increases it indicates that the financial position of the City is improving over time.

The *Statement of Activities* presents the revenues and expenses of the City. The items presented on the statement of activities are measured in a manner similar to the approach used in the private sector in that revenues are recognized when earned 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, law enforcement, fire rescue, physical environment, transportation, community development and parks and recreation. The business-type activities include water and sewer utility, cemetery/mausoleum, stormwater utility, and sanitation.

The City's government-wide financial statements are presented on pages 19-21 of this report.

Fund Financial Statements

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the City rather than the City as a whole. Except for the General Fund, separate funds are established to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds (including internal service funds), and fiduciary (pension) funds.

Governmental Funds

Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures, and changes in fund balances. These statements are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a short period of time after the end of the fiscal year. Additionally, included on the balance sheet are the City's deferred inflows and deferred outflows of resources. The difference between a fund's total assets and deferred outflows and the fund's total liabilities and deferred inflows is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. The operating statement for governmental funds reports only those revenues and expenditures that were collected or paid during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, because a different accounting basis is used to prepare the fund financial statements and the government-wide financial statements, there are often significant differences between the totals presented. For this reason, there is an analysis after the balance sheet that reconciles the total fund balances to the amount of net position presented in the governmental activities column on the statement of net position. Also, there is an analysis after the statement of revenues, expenditures, and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities column in the statement of activities.

The City maintains twenty-five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the major funds which are the General Fund, The Community Redevelopment Agency Operating Fund, The Land Proceeds Fund, the Five Year Capital Improvement Fund, the Infrastructure Surtax Fund and the Beach and Park Operations Fund. The City presents data from all other non-major governmental funds in a single column (non-major funds). Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City's governmental fund financial statements are presented on pages 22-27.

Proprietary Funds

Proprietary fund financial statements consist of a statement of net position, a statement of revenues, expenses, and changes in net position and a statement of cash flows. These statements are prepared on an accounting basis that is similar to the basis used to prepare the government-wide financial statements. For financial reporting purposes, proprietary funds are grouped into Enterprise Funds and Internal Service Funds.

The City uses Enterprise Funds to account for business-type activities that charge fees to customers for the use of specific goods or services. These funds are used to report the

same functions presented as business-type activities in the government-wide financial statements. Internal Service funds are used to account for services provided and billed on an internal basis. The City uses Internal Service Funds to account for its fleet of vehicles, information technology systems and self-insurance/benefit programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City presents a separate column for the Water and Sewer Utility Fund since it is most significant to the City. The remaining three non-major enterprise funds are aggregated and reported in a single column. Internal Service Funds are aggregated and presented in a single column. A statement of cash flows is presented at the fund financial statement level for proprietary funds, but no equivalent statement is presented in the government-wide financial statements for either governmental activities or business-type activities.

The City's proprietary fund financial statements are presented on pages 28-32.

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 financial statements because the resources of those funds are not available to support the City's own programs. Fiduciary financial statements consist of a statement of fiduciary net position and a statement of changes in fiduciary net position.

The City's fiduciary fund financial statements are presented on pages 33-34.

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 35-116.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees as well as other post employment benefits. This section also includes a comparison between the City's adopted and final budget and actual financial results. The City adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule has been provided for the general fund and for the major special revenue funds to demonstrate compliance with this budget.

Required supplementary information can be found on pages 117-138.

Combining and individual fund statements and schedules referred to earlier in connection with major and non-major governmental funds and proprietary funds are presented immediately following the required supplementary information and can be found on pages 139-174 of this report.

Government-Wide Financial Analysis

The following schedule is a summary of the fiscal 2024 Statement of Net Position found on pages 19-20 with comparative information for fiscal 2023.

CITY OF BOCA RATON, FLORIDA						
Net Position (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 559,856	\$ 506,121	\$ 236,849	\$ 233,911	\$ 796,705	\$ 740,032
Capital assets, net	421,396	429,375	287,834	268,996	709,230	698,371
Total assets	<u>981,252</u>	<u>935,496</u>	<u>524,683</u>	<u>502,907</u>	<u>1,505,935</u>	<u>1,438,403</u>
Deferred outflows	<u>162,634</u>	<u>189,288</u>	<u>13,029</u>	<u>17,130</u>	<u>175,663</u>	<u>206,418</u>
Current liabilities	34,044	31,117	15,942	13,387	49,986	44,504
Bonds and loans payable	22,823	27,806	37,285	40,315	60,108	68,121
Other non-current liabilities	341,777	314,087	18,042	19,591	359,819	333,678
Total liabilities	<u>398,644</u>	<u>373,010</u>	<u>71,269</u>	<u>73,293</u>	<u>469,913</u>	<u>446,303</u>
Deferred inflows	<u>113,972</u>	<u>124,530</u>	<u>5,802</u>	<u>6,494</u>	<u>119,774</u>	<u>131,024</u>
Net investment in capital assets	401,020	393,618	239,865	223,326	640,885	616,944
Restricted net position	135,765	104,692	72,016	76,907	207,781	181,599
Unrestricted net position	94,485	128,934	148,760	140,017	243,245	268,951
Total net position	<u>\$ 631,270</u>	<u>\$ 627,244</u>	<u>\$ 460,641</u>	<u>\$ 440,250</u>	<u>\$ 1,091,911</u>	<u>\$ 1,067,494</u>

The overall position of the City increased during the 2024 fiscal year. Changes in net position over time can be one of the best and most useful indicators of financial position. The net increase of \$24.417 million is attributable to an increase in net position in the governmental activities of \$4.026 million and an increase in net position for the business-type activities of \$20.391 million.

Deferred outflows decreased by \$30.756 million mostly due to demographic gains and losses used in the calculation of the net pension liability for the retirement plans.

By far, the largest portion of the City's net position (58.69%) reflects its investment in capital assets (such as land, roads, parks, buildings, machinery and equipment) less any related outstanding debt and deferred outflows used to acquire those assets. Although the capital assets are shown net of 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 and pay for these liabilities. With a 2024 balance of \$640.885 million, net investment in capital assets increased by 3.88%, or \$23.941 million, from the 2023 balance of \$616.944 million. New acquisitions in 2024 were due primarily to the completion of construction projects related to capital assets.

19.03% of the City's net position represents resources that are subject to external restrictions on how they may be used. The \$207.781 million ending balance in restricted net position reflects a net increase of \$26.182 million more than the 2023 balance of \$181.599 million.

The remaining 22.28% of the City's net position is unrestricted and may be used to meet the City's on-going obligations to its citizens and creditors. The ending balance is \$243.245 million or \$25.706 million decrease from the 2023 balance of \$268.951 million. This decrease in unrestricted net position was the result of operations primarily in the governmental activities.

The following schedule is a summary of the fiscal year ended September 30, 2024 Statement of Activities found on page 21 with comparative information for the fiscal year ended September 30, 2023:

CITY OF BOCA RATON, FLORIDA						
Changes in Net Position (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	\$ 99,313	\$ 86,436	\$ 83,656	\$ 79,275	\$ 182,969	\$ 165,711
Operating grants & contributions	10,468	12,376	960	278	11,428	12,654
Capital grants & contributions	1,032	877	1,850	2,056	2,882	2,933
General revenues:						
Property taxes	122,734	109,769			122,734	109,769
Other taxes	86,322	84,731			86,322	84,731
Other	4,429	4,960	36	464	4,465	5,424
Investment earnings	30,461	13,275	15,237	6,864	45,698	20,139
Total revenues	<u>354,759</u>	<u>312,424</u>	<u>101,739</u>	<u>88,937</u>	<u>456,498</u>	<u>401,361</u>
Expenses:						
General government	34,870	31,824			34,870	31,824
Law enforcement	90,028	68,761			90,028	68,761
Fire rescue	91,623	71,705			91,623	71,705
Physical environment	4,854	4,757			4,854	4,757
Transportation	35,885	23,643			35,885	23,643
Community development	21,764	22,700			21,764	22,700
Parks and recreation	71,000	66,168			71,000	66,168
Interest and fiscal charges	794	696			794	696
Water and sewer			67,584	69,856	67,584	69,856
Cemetery			1,019	950	1,019	950
Stormwater utility			3,503	3,579	3,503	3,579
Sanitation			9,157	9,205	9,157	9,205
Total expenses	<u>350,818</u>	<u>290,254</u>	<u>81,263</u>	<u>83,590</u>	<u>432,081</u>	<u>373,844</u>
Increase (decrease) in net position before transfers	3,941	22,170	20,476	5,347	24,417	27,517
Transfers	85	162	(85)	(162)		
Increase (decrease) in net position	<u>4,026</u>	<u>22,332</u>	<u>20,391</u>	<u>5,185</u>	<u>24,417</u>	<u>27,517</u>
Net position beginning of year	<u>627,244</u>	<u>604,912</u>	<u>440,250</u>	<u>435,065</u>	<u>1,067,494</u>	<u>1,039,977</u>
Net position end of year	<u>\$ 631,270</u>	<u>\$ 627,244</u>	<u>\$ 460,641</u>	<u>\$ 440,250</u>	<u>\$ 1,091,911</u>	<u>\$ 1,067,494</u>

Changes in net position:

Governmental activities increased the City's net position by \$4.026 million, a decrease of \$18.306 million compared to fiscal year 2023. This decrease in change in net position is a result of an increase in expenses during fiscal year 2024. The following attributed to the overall positive change in net position:

- Charges for services increased by \$12.877 million mostly due to increases in construction projects resulting in increased building permit revenues as well as an increase in parks and recreation activities.
- Operating grants and contributions received by the City decreased by approximately \$1.908 million mostly due to a reduction in the CRA reimbursement to the City for services provided.
- Capital grants and contributions increased by \$155 thousand due to increased donations.
- Property tax revenue is increased by approximately \$12.965 million due to an increase in new construction and property tax values.
- Other taxes increased by \$1.591 million. This increase was primarily related to economic activity.

- Expenses during 2024 increased by approximately \$60.564 million due to operating increases in parks and recreation, law enforcement, fire rescue and general government. This increase is mostly due to the due to an increase in net pension liability as determined by actuarial valuations

The following is a table of the fiscal years 2024 and 2023 revenues by source for governmental activities.

**Governmental Activities
Revenues by Source
FY 2024 and 2023
(in millions of dollars)**

Revenues by Source	2024 Revenues	% of Revenues	2023 Revenues	% of Revenues
Property taxes	\$ 122.734	35	\$ 109.769	35
Other taxes	86.322	24	84.731	27
Charges for services	99.313	28	86.436	28
Operating grants & Contributions	10.468	3	12.376	4
Capital grants & Contributions	1.032	-	0.877	-
Other	4.429	1	4.960	2
Investment earnings (loss)	30.461	9	13.275	4
Total Revenues	<u>\$ 354.759</u>	<u>100</u>	<u>\$ 312.424</u>	<u>100</u>

The following is a table of the fiscal years 2024 and 2023 expenses by source for governmental activities.

**Governmental Activities
Expenses by Source
FY 2024 and 2023
(in millions of dollars)**

Expenses by Source	2024 Expenses	% of Expenses	2023 Expenses	% of Expenses
General Government	\$ 34.870	10	\$ 31.824	11
Law Enforcement	90.028	26	68.761	24
Fire Rescue	91.623	26	71.705	25
Physical Environment	4.854	2	4.757	2
Transportation	35.885	10	23.643	8
Community Development	21.764	6	22.700	7
Parks & Recreation	71.000	20	66.168	23
Interest & Fiscal Charges	0.794	-	0.696	-
Total Expenses	<u>\$ 350.818</u>	<u>100</u>	<u>\$ 290.254</u>	<u>100</u>

Business-Type Activities

Net position for business-type activities at September 30, 2024 was \$460.641 million, a 4.63%, or \$20.391 million, increase from the 2023 balance of \$440.250 million.

The change in net position for the Water and Sewer Fund is a positive \$16.155 million in 2024; a 468.64%, or \$13.314 million, increase from the 2023 increase in net position of \$2.841 million.

The following tables show the revenues, expenses and net position for the business-type activities by source for the fiscal year ended September 30, 2024.

Business-Type Activities Revenues by Source FY 2024 and 2023 (in millions of dollars)

Fund	2024 Actual Revenues	2024 % of Revenues	2023 Actual Revenues	2023 % of Revenues
Water and sewer	\$ 84.181	83	\$ 72.842	82
Cemetery	0.436	-	0.322	-
Stormwater	4.197	4	3.735	4
Sanitation	12.925	13	12.038	14
Total Revenues	<u>\$ 101.739</u>	<u>100</u>	<u>\$ 88.937</u>	<u>100</u>

Business-Type Activities Expenses by Source FY 2024 and 2023 (in millions of dollars)

Fund	2024 Actual Expenses	2024 % of Expenses	2023 Actual Expenses	2023 % of Expenses
Water and sewer	\$ 67.584	84	\$ 69.856	84
Cemetery	1.019	1	0.950	1
Stormwater	3.503	4	3.579	4
Sanitation	9.157	11	9.205	11
Total Expenses	<u>\$ 81.263</u>	<u>100</u>	<u>\$ 83.590</u>	<u>100</u>

Business-Type Activities Net Position by Source FY 2024 and FY 2023 (in millions of dollars)

Fund	2024	2023
Water and sewer	\$ 413.428	\$ 397.273
Cemetery	0.439	0.580
Stormwater	19.881	19.187
Sanitation	26.893	23.210
Total net position	<u>\$ 460.641</u>	<u>\$ 440.250</u>

Financial Analysis of the City of Boca Raton's Funds

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

Governmental Funds

The fund financial statements for the governmental funds are provided on pages 22-27. 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.

Major Fund Information FY 2024 and 2023 (in thousands)

	General Fund	Community Redevelopment Agency Mizner Park Operating Fund	Land Proceeds Fund	Five Year Capital Improvement Fund	Infrastructure Surtax Fund	Beach and Park Operations Fund
Fiscal Year 2024						
Revenues	\$ 228,325	\$ 27,914	\$ 2,145	\$ 21,857	\$ 10,962	\$ 25,389
Expenditures	(217,345)	(11,920)	-	(12,601)	(5,878)	(25,241)
Other financing sources (uses)	(3,280)	(159)	-	(3,179)	(3,198)	(148)
Increase (decrease) in fund balance	<u>\$ 7,700</u>	<u>\$ 15,835</u>	<u>\$ 2,145</u>	<u>\$ 6,077</u>	<u>\$ 1,886</u>	<u>\$ -</u>
Fiscal Year 2023						
Revenues	\$ 214,374	\$ 24,851	\$ -	\$ 15,408	\$ 9,887	\$ 22,310
Expenditures	(203,610)	(14,747)	-	(22,539)	(1,975)	(22,190)
Other financing sources (uses)	(2,445)	(159)	(3,500)	10,433	(3,203)	(120)
Increase (decrease) in fund balance	<u>\$ 8,319</u>	<u>\$ 9,945</u>	<u>\$ (3,500)</u>	<u>\$ 3,302</u>	<u>\$ 4,709</u>	<u>\$ -</u>

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the fund balance in the General Fund was \$95.966 million, of which \$56.965 million or 59.36% was unassigned fund balance. 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 general fund expenditures and other financing sources (uses). Unassigned fund balance represents 25.82% of total general fund expenditures and other financing uses, while total fund balance represents 43.50% of that same amount.

The fund balance of the City's General Fund increased by \$7.700 million in 2024, which is a \$619 thousand decrease in net position from the 2023 net position increase of \$8.319 million. As discussed earlier, contributions received by the City decreased approximately \$1.908 million mostly due to a reduction in reimbursement from the Boca Raton Community Redevelopment Agency (CRA) to the City.

The fund balance of the CRA Mizner Park Operating Fund increased by \$15.835 million in 2024, a \$5.890 million increase from the 2023 change in net position. Revenues increased by \$3.063 million while expenditures decreased by \$2.827 million.

The fund balance of the City's Land Proceeds fund increased by \$2.145 million in 2024, which is a \$5.645 million increase in net position from the 2023 net position decrease of \$3.500 million. This increase was primarily due to the proceeds from investment earnings in 2024.

The fund balance of the City's Five Year Capital Improvement Fund increased by \$6.077 million, a \$2.775 million increase from the 2023 change in net position primarily due to a reimbursement from a restoration project implemented in 2023 and a decrease in expenditures in 2024.

The fund balance for the Infrastructure Surtax Fund increased by \$1.885 million, a \$2.824 million decrease from the 2023 change in net position due to an increase in capital outlay that occurred in 2024.

The Beach and Park Operations Fund increased contributions from an independent special district by \$3.386 million. This increase relates to increases in the district's operating and capital costs; the City provides services to the special district through several interlocal agreements.

The fund balance in the other non-major governmental funds increased by \$8.475 million, a \$7.110 million increase from the 2023 change in net position, mostly due to an increase in investment earnings and building permits revenues.

The following table compares revenues by source for the governmental funds for fiscal years 2024 and 2023.

**Governmental Funds
Revenues by Source
FY 2024 and 2023
(in millions of dollars)**

Revenues by Source	2024 Revenues	2023 Revenues
Taxes	\$ 199.189	\$ 184.359
Permits & Licenses	20.706	15.587
Intergovernmental	54.270	49.459
Charges for services	47.546	46.515
Fines & forfeitures	1.953	1.901
Special assessments	0.315	0.302
Donations in lieu of land	1.032	0.877
Investment earnings	22.287	9.702
Miscellaneous	0.592	1.199
Total Revenues	<u>\$ 347.890</u>	<u>\$ 309.901</u>

The following table compares governmental expenditures by program for fiscal years 2024 and 2023.

**Governmental Funds
Expenditures by Source
FY 2024 and 2023
(in millions of dollars)**

Expenditures by Program	2024 Expenditures	2023 Expenditures
General government	\$ 31.266	\$ 28.400
Law enforcement	68.838	59.447
Fire rescue	69.226	65.173
Physical environment	6.810	7.035
Transportation	10.473	11.470
Community development	20.806	22.088
Parks and recreation	59.690	56.281
Capital outlay	25.178	32.199
Debt service	5.773	5.776
Total expenditures	\$ 298.060	\$ 287.869

Proprietary Funds

The table below summarizes both the operating income (loss) and the change in net position for each of the City's proprietary funds.

The current year operating income for the business-type activities was \$3.408 million as compared with loss of \$3.375 million in the previous year. The primary reason for the \$6.783 million increase in operating income is due to an increase in charges for sales and services including, but not limited to , water and stormwater services. The current year change in net position was a \$20.391 million increase as compared with the \$5.185 million increase in the previous year. The \$15.206 million increase in the change in net position was mostly due to proceeds from investment earnings in 2024.

The current year operating loss for the internal service funds was \$932.689 thousand as compared with a loss of \$77.661 thousand in the previous year. The current year change in net position was \$14.897 million as compared with \$1.819 million in the previous year. The primary reason for the \$0.855 million increase in operating loss was due to operating costs exceeding operating revenues for the information technology fund. The primary reason for the \$13.079 million increase in the change in net position was due to a increase in transfers and nonoperating income from investment earnings.

Fund Name	PROPRIETARY FUNDS			
	Operating Income (Loss)		Change in Net Position	
	in thousands		in thousands	
	2024	2023	2024	2023
Water and sewer	\$ 1,203	\$ (4,745)	\$ 16,156	\$ 2,841
Cemetery / mausoleum	(604)	(661)	(142)	(628)
Stormwater utility	21	(203)	694	156
Sanitation	2,788	2,234	3,683	2,816
Total business-type activities	\$ 3,408	\$ (3,375)	\$ 20,391	\$ 5,185
Fleet management	917	559	6,734	(1,189)
Information technology	(4,683)	(4,905)	(98)	(308)
Insurance programs	2,833	500	4,913	(1,752)
Retirement sustainability	-	3,768	3,348	5,067
Total internal service funds	\$ (933)	\$ (78)	\$ 14,897	\$ 1,818

The following table summarizes the operations of the Proprietary Funds for fiscal years 2024 and 2023.

Proprietary Funds
FY 2024 and 2023
(in millions of dollars)

Fund Name	Operating Revenues		Operating Expenses		Non Operating Revenues (Expenses)	
	2024	2023	2024	2023	2024	2023
	Water and Sewer	\$ 67.996	\$ 64.254	\$ 66.793	\$ 68.999	\$ 14.953
Cemetery/ Mausoleum	0.415	0.289	1.019	0.950	0.462	0.033
Stormwater utility	3.524	3.376	3.503	3.579	0.673	0.359
Sanitation	11.944	11.439	9.156	9.205	0.895	0.582
Total business-type activities	\$ 83.879	\$ 79.358	\$ 80.471	\$ 82.733	\$ 16.983	\$ 8.560
Fleet management	\$ 7.301	\$ 6.745	\$ 6.384	\$ 6.186	\$ 5.817	\$ (1.748)
Information technology	13.811	12.077	18.493	16.982	4.584	4.597
Insurance programs	30.257	27.532	27.424	27.032	2.080	(2.252)
Retirement sustainability	5.578	8.705	5.579	4.937	3.348	1.299
Total internal service funds	\$ 56.947	\$ 55.059	\$ 57.880	\$ 55.137	\$ 15.830	\$ 1.896

General Fund Budgetary Highlights

The difference between the original and final amended budget for 2024 was an increase of \$10.327 million funded from unassigned fund balance related to increased operating costs for general government, public safety, physical environment, transportation and parks and recreation.

The City generated a positive variance of approximately \$17.895 million between the final adopted budget and actual results of operations. Actual revenues were greater than final budgeted revenues by \$2.400 million due to the collection of additional property and franchise taxes, and increased fire assessment collections. Actual expenditures during the year were less than final budgeted expenditures by \$15.496 million. This positive variance is due primarily to actual operating costs being less than anticipated; general government of \$3.692 million, public safety of \$1.301 million, physical environment of \$1.785 million, transportation of \$2.337 million, and parks and recreation of \$6.381 million.

The original budget estimated that unassigned fund balance would increase by \$0.132 million. The final budget anticipated that \$10.195 million would be drawn down from available unassigned fund balance. During the year however, expenditures in most areas were below the budgetary estimates while revenues were greater than the budgetary estimates, producing a positive budget variance of \$17.895 million.

The following table depicts the fiscal year 2024 original and amended budgets, actual balance, as well as the budget variance.

Budgetary Comparison	Original Budget	Amended Budget	Actual Balance	Budget Variance Positive/(Negative)
Revenues	\$ 225.728	\$ 225.928	\$ 228.328	\$ 2.400
Expenditures	225.596	236.123	220.628	15.496
Fund Balance	\$ 0.132	\$ (10.195)	\$ 7.700	\$ 17.895

Capital Assets and Debt Administration

Capital Assets

As of year-end, the City had \$709.230 million invested in a variety of capital assets, as reflected in the following schedule. In 2024, there was a net increase (additions less retirements and depreciation) of \$10.859 million.

CITY OF BOCA RATON, FLORIDA Capital Assets Net of Depreciation and Amortization (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 143,080	\$ 143,080	\$ 364	\$ 364	\$ 143,444	\$ 143,444
Buildings	51,801	53,083	30,126	32,572	81,927	85,655
Improvements other than buildings	-	-	149,047	152,537	149,047	152,537
Equipment	26,166	23,508	31,180	31,793	57,346	55,301
Infrastructure	168,761	152,263	-	-	168,761	152,263
Construction in Progress	24,717	48,696	77,117	51,728	101,834	100,424
Lease assets - equipment	57	141	-	2	57	143
Subscription assets	6,814	8,604	-	-	6,814	8,604
Total	\$ 421,396	\$ 429,375	\$ 287,834	\$ 268,996	\$ 709,230	\$ 698,371

Major capital asset events during the fiscal year included:

- Capital projects under construction increased by \$1.410 million.

Both leases and SBITAs are intangible, right-to-use assets. The City does not own these assets, but rather has the right to use them in operations, as specified in their respective contracts. When entering into a lease or SBITA contract, a liability is also recognized, which is included as part of debt administration discussion below. Additional information can be found in Note 6 Capital Assets on pages 71-73.

Debt Administration

As of year-end, the City had \$63.929 million in debt (bonds, notes, etc.) outstanding compared to the \$72.898 million last year, a 12.30% decrease. Approximately 5.51% of the outstanding debt for fiscal year 2024 was backed by the full faith and credit of the government and the balance was secured by various revenue sources.

CITY OF BOCA RATON, FLORIDA Bonded Debt and Loans Payable (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General Obligation Bonds	\$ 3,520	\$ 4,040	-	-	3,520	\$ 4,040
Revenue Bonds	17,645	21,860	\$ 37,285	\$ 40,315	54,930	62,175
Special Assessment Debt with Government Commitments	1,490	1,710	-	-	1,490	1,710
Net premium on bonds	136	160	-	-	136	160
Lease liabilities	56	139	-	2	56	141
Subscription liability	3,797	4,672	-	-	3,797	4,672
Totals	\$ 26,644	\$ 32,581	\$ 37,285	\$ 40,317	\$ 63,929	\$ 72,898

The debt position of the City is summarized below and is more fully explained in Note 9 Long-Term Debt on pages 76-80.

During fiscal year 2024, the City had the following debt activity:

- All decreases in the Governmental Activities for the general obligation bonds and special assessment, were due to principal payments on the debt.

The City's General Obligation Bonds were rated AAA by all three credit rating agencies. Boca Raton was the first municipality in Florida to have been granted this credit rating by all three rating agencies. The Water and Sewer Utility Fund bonds are also rated AAA by Fitch Rating Services, Standard and Poor's and Moody's Investor Service. Under Florida Statutes, no debt limit margin is placed on local governments.

Economic Factors and Next Year's Budgets and Rates

The City Council held their annual Goal Setting Session in April 2024. The City Council chose to reinforce the established goals and priorities from 2024 which included: a financially sound City government, world class municipal services, a strong partnership with our community and a vibrant and sustainable city. These goals were used as a guide to prioritize funding for the Fiscal Year 2024-25 Approved Budget. The City expenditures have been strategically linked to the goals, objectives, core businesses, and existing obligations of the City.

- For FY 2024-25 property values increased 8.47% in the City. The net increase is composed of a 6.81% increase from reassessments of existing properties and an increase of 1.66% from new construction (net of CRA Downtown values). This is the twelfth consecutive increase in property values after four prior years of decline. The City slightly increased the operating property tax rate in 2024 but the debt service rate declined slightly which resulted in a very small change to the total millage rate. The operating millage rate for 2024 is 3.6548 and the debt service millage is 0.0186 for a total millage rate of 3.6734 mills per \$1,000 dollars of taxable value.
- Current projections indicate that General Fund revenues will increase 4.70% from the previous years while at the same time operating costs are projected to increase at 11.10% from the previous year.
- The Florida Legislature is again considering various proposals relating to the local government home rule and various other proposals. Potential legislation could have a significant impact on a local government's ability to maintain and or improve services to residents. The City is carefully monitoring these initiatives and their future impact on the City's ability to function at its present level.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability. Additional Information is also available on the City's website at www.myboca.us. If you have any questions about this report or would like additional financial information, please contact:

City of Boca Raton
Financial Services Department, Room 160
201 W. Palmetto Park Road
Boca Raton, Florida 33432

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CITY OF BOCA RATON, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Primary Government		Total Primary Government
	Governmental Activities	Business-Type Activities	
Assets			
Cash and cash equivalents	\$ 64,866,380	\$ 22,506,238	\$ 87,372,618
Investments	387,863,850	126,527,391	514,391,241
Interest receivable on investments	3,267,896	1,135,724	4,403,620
Receivables, net	5,634,107	13,792,358	19,426,465
Assessments receivable	79,088	139,377	218,465
Interest receivable on assessment	20,262		20,262
Due from other funds	3,439,923		3,439,923
Due from other governmental units	15,301,785	764,657	16,066,442
Advance to other governmental units	300,000		300,000
Inventories	1,198,147	57,735	1,255,882
Other assets	72,216		72,216
Restricted:			
Cash and cash equivalents	723,174	8,988,966	9,712,140
Investments	4,256,378	62,072,634	66,329,012
Interest receivable on investments	36,493	453,606	490,099
Accounts receivable	49,960	83,760	133,720
Assessment receivable		240,384	240,384
Interest receivable on assessments		86,696	86,696
Notes receivable	11,515,000		11,515,000
Lease receivable	59,821,168		59,821,168
Lease interest receivable	1,410,222		1,410,222
Capital assets:			
Non-depreciable	167,796,885	77,481,035	245,277,920
Depreciable (net)	246,727,847	210,352,565	457,080,412
Right-to-use assets (net)	6,870,798		6,870,798
Total assets	<u>981,251,579</u>	<u>524,683,126</u>	<u>1,505,934,705</u>
Deferred outflows of resources			
Deferred amount on refunding	31,812	218,127	249,939
Deferred outflows for pensions	158,906,325	12,135,514	171,041,839
Deferred outflows for OPEB	3,695,661	675,022	4,370,683
Total deferred outflows of resources	<u>162,633,798</u>	<u>13,028,663</u>	<u>175,662,461</u>

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

CITY OF BOCA RATON, FLORIDA
STATEMENT OF NET POSITION (continued)
SEPTEMBER 30, 2024

	Primary Government		Total Primary Government
	Governmental Activities	Business-Type Activities	
Liabilities			
Accounts payable and accrued liabilities	\$ 21,580,897	\$ 8,608,320	\$ 30,189,217
Accrued interest payable	169,216		169,216
Retainage payable	108,977	1,975,672	2,084,649
Due to other funds	3,389,705	50,218	3,439,923
Performance bonds and escrow funds	5,681,302	235,903	5,917,205
Unearned revenue	2,271,858		2,271,858
Current liabilities payable from restricted assets:			
Current accounts payable		1,001	1,001
Customer deposits payable		4,535,131	4,535,131
Current accrued interest payable	72,889	395,153	468,042
Non-current liabilities			
Due within one year:			
Compensated absences	2,337,983	218,342	2,556,325
Current OPEB liability	768,662	140,396	909,058
Bonds and loans	5,090,000	3,095,000	8,185,000
Lease and subscription liability	1,094,314		1,094,314
Estimated liability for self-insured losses	2,794,740		2,794,740
Due in more than one year:			
Compensated absences	21,041,854	1,965,091	23,006,945
Bonds and loans	17,732,604	34,190,000	51,922,604
Net pension liability	295,959,409	14,595,373	310,554,782
Noncurrent OPEB liability	6,917,952	1,263,575	8,181,527
Noncurrent lease and subscription liability	2,759,015		2,759,015
Estimated liability for self-insured losses	8,872,000		8,872,000
Total liabilities	<u>398,643,377</u>	<u>71,269,175</u>	<u>469,912,552</u>
Deferred inflows of resources:			
Deferred inflows for pensions	53,447,539	5,638,600	59,086,139
Deferred inflows for OPEB	894,299	163,345	1,057,644
Deferred inflows for leases	59,630,131		59,630,131
Total deferred inflows of resources	<u>113,971,969</u>	<u>5,801,945</u>	<u>119,773,914</u>
Net Position			
Net investment in capital assets	401,019,811	239,865,093	640,884,904
Restricted for:			
Building permits	44,514,156		44,514,156
Community development	36,615,007		36,615,007
Debt service	576,709	13,696,076	14,272,785
Law enforcement	1,517,982		1,517,982
Transportation	10,206,457		10,206,457
Economic development	6,376,515		6,376,515
Infrastructure	16,432,799		16,432,799
Perpetual care	4,144,219		4,144,219
Renewal and replacement		11,001,901	11,001,901
Operations and maintenance reserves		4,575,632	4,575,632
Capital projects and Utilities expansion	15,381,741	42,741,856	58,123,597
Unrestricted	94,484,635	148,760,111	243,244,746
Total net position	<u>\$ 631,270,031</u>	<u>\$ 460,640,669</u>	<u>\$ 1,091,910,700</u>

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

**CITY OF BOCA RATON, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position and Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental Activities:							
General government	\$ 34,869,972	\$ 15,290,880	\$ 337,287	\$ 473,290	\$ (18,768,515)	\$	\$ (18,768,515)
Law enforcement	90,028,191	4,281,635	303,383		(85,443,173)		(85,443,173)
Fire rescue	91,622,968	19,418,591	473,987		(71,730,390)		(71,730,390)
Physical environment	4,853,973	2,078,916	1,866,394		(908,663)		(908,663)
Transportation	35,884,708				(35,884,708)		(35,884,708)
Community development	21,764,085	22,268,753	6,728,487		7,233,155		7,233,155
Parks and recreation	71,000,651	35,636,787	758,433	559,054	(34,046,377)		(34,046,377)
Interest and fiscal charges	794,025	337,788			(456,237)		(456,237)
Total Governmental Activities	350,818,573	99,313,350	10,467,971	1,032,344	(240,004,908)		(240,004,908)
Business-type Activities:							
Water and sewer	67,583,674	67,772,338	960,043	1,849,567	\$	2,998,274	2,998,274
Cemetery	1,019,069	414,385	324		(604,360)		(604,360)
Stormwater utility	3,502,881	3,524,324			21,443		21,443
Sanitation	9,156,814	11,944,294			2,787,480		2,787,480
Total Business-Type Activities	81,262,438	83,655,341	960,367	1,849,567	5,202,837		5,202,837
Total Primary Government	\$ 432,081,011	\$ 182,968,691	\$ 11,428,338	\$ 2,881,911	(240,004,908)	5,202,837	(234,802,071)
General revenues:							
Property tax					122,733,715		122,733,715
Utility tax					26,279,551		26,279,551
Franchise tax					16,544,671		16,544,671
Sales tax					9,843,350		9,843,350
Infrastructure surtax					9,966,174		9,966,174
Gas tax					2,202,137		2,202,137
Incremental property tax					21,486,017		21,486,017
State shared revenues, unrestricted					4,285,700		4,285,700
Investment earnings (loss)					30,461,139	15,236,586	45,697,725
Gain (loss) on disposal of capital asset					61,422	36,372	97,794
Miscellaneous					81,502		81,502
Transfers					85,400	(85,400)	
Total general revenues and transfers					244,030,778	15,187,558	259,218,336
Change in net position					4,025,870	20,390,395	24,416,265
Net position, beginning					627,244,161	440,250,274	1,067,494,435
Net position, ending					\$ 631,270,031	\$ 460,640,669	\$ 1,091,910,700

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

**CITY OF BOCA RATON, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
SEPTEMBER 30, 2024**

	General	Community Redevelopment Agency Operating Fund	Land Proceeds Fund
ASSETS			
Cash and cash equivalents	\$ 9,662,635	\$ 5,061,573	\$ 10,018,720
Investments	86,540,629	30,309,711	46,106,845
Receivables, net:			
Accounts receivable	5,285,068		
Assessments			
Lease receivable	1,127,889	58,693,279	
Interest	729,277	255,420	388,542
Due from other funds	3,439,923		
Due from other governmental units	3,315,251		
Advance to other governmental units	300,000		
Inventories	24,085		
Restricted:			
Restricted cash and cash equivalents			
Investments			
Interest receivable on investments			
Restricted accounts receivable			
Other assets	33,446		
Total assets	110,458,203	94,319,983	56,514,107
DEFERRED OUTFLOWS OF RESOURCES			
Total deferred outflows of resources			
Total assets and deferred outflows of resources	\$ 110,458,203	\$ 94,319,983	\$ 56,514,107
LIABILITIES			
Accounts payable and accrued liabilities	\$ 8,385,928	\$ 258,694	
Performance bonds and escrow funds	4,271,014	123,367	
Due to other funds			
Unearned revenue	690,820	192,482	
Total liabilities	13,347,762	574,543	
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	46,018		
Deferred inflows for leases	1,098,106	58,532,025	
Total deferred inflows of resources	1,144,124	58,532,025	
FUND BALANCES			
Non-spendable:			
Nonspendable inventories	24,085		
Perpetual care, cemetery and mausoleum			
Restricted for:			
Army Corp of Engineers	170,000		
Building permits			
Debt service			
Housing			
Infrastructure			
Law enforcement			
Transportation			
Downtown		35,210,348	
Economic development			
Land dedication			
Land proceeds			\$ 56,514,107
Committed to:			
Hurricane/disaster emergency	24,742,600		
Parking		3,067	
Right of way acquisition			
Assigned to:			
Capital projects			
Subsequent year's budget	14,064,200		
Unassigned	56,965,432		
Total fund balances	95,966,317	35,213,415	56,514,107
Total liabilities, deferred inflows of resources and fund balances	\$ 110,458,203	\$ 94,319,983	\$ 56,514,107

Five Year Capital Improvement Fund	Infrastructure Surtax Fund	Beach and Park Operations Fund	Non-Major Governmental Funds	Total Governmental Funds
\$ 5,666,032	\$ 2,147,884		\$ 14,084,435	\$ 46,641,279
33,606,801	12,861,959		69,750,955	279,176,900
				5,285,068
			99,350	99,350
283,203	108,387		587,165	59,821,168
				2,351,994
				3,439,923
5,434,384	1,671,377	\$ 4,327,964	476,815	15,225,791
				300,000
				24,085
			723,174	723,174
			4,256,378	4,256,378
			36,493	36,493
			49,960	49,960
				33,446
<u>44,990,420</u>	<u>16,789,607</u>	<u>4,327,964</u>	<u>90,064,725</u>	<u>417,465,009</u>
<u>\$ 44,990,420</u>	<u>\$ 16,789,607</u>	<u>\$ 4,327,964</u>	<u>\$ 90,064,725</u>	<u>\$ 417,465,009</u>
\$ 559,258	\$ 356,808	\$ 1,048,063	\$ 1,197,095	\$ 11,805,846
280,893		28,701	977,327	5,681,302
		3,251,200	138,505	3,389,705
<u>1,388,556</u>	<u>356,808</u>	<u>4,327,964</u>	<u>2,312,927</u>	<u>2,271,858</u>
<u>2,228,707</u>				<u>23,148,711</u>
				46,018
				59,630,131
				59,676,149
				24,085
			4,120,134	4,120,134
				170,000
			44,514,156	44,514,156
			576,709	576,709
			1,001,389	1,001,389
	16,432,799			16,432,799
			1,517,982	1,517,982
			10,206,457	10,206,457
			1,401,592	36,611,940
			6,376,515	6,376,515
			15,381,741	15,381,741
				56,514,107
				24,742,600
				3,067
			2,655,123	2,655,123
42,761,713				42,761,713
				14,064,200
				56,965,432
<u>42,761,713</u>	<u>16,432,799</u>		<u>87,751,798</u>	<u>334,640,149</u>
<u>\$ 44,990,420</u>	<u>\$ 16,789,607</u>	<u>\$ 4,327,964</u>	<u>\$ 90,064,725</u>	<u>\$ 417,465,009</u>

CITY OF BOCA RATON, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Ending fund balance - governmental funds	\$	334,640,149
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets, excluding Internal Service Funds	\$ 822,123,769	
Less accumulated depreciation/amortization	<u>(430,228,111)</u>	
Net capital assets		391,895,658
<p>Other long-term assets are not available to pay for current period expenditures and, therefore, are unavailable in the governmental funds.</p>		
Note Receivable	11,515,000	
Accrued interest on lease receivables	1,410,222	
Accrued interest on note receivables	<u>75,994</u>	
		13,001,216
<p>Long term liabilities, including bonds and loans payable, are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Accrued interest payable on long-term debt	(169,216)	
Bonds and loans payable	(22,822,604)	
Deferred amount on refunding	31,812	
Compensated absences	(22,331,030)	
Supplemental SERP pension accrual	(6,006,699)	
Lease liability	(55,648)	
Net pension liability	(288,374,325)	
Total OPEB liability	<u>(7,263,796)</u>	
Total long-term liabilities		(346,991,506)
<p>Deferred outflows/inflows of resources related to pensions:</p>		
Deferred outflows - pensions	152,927,489	
Deferred outflows - OPEB	3,492,373	
Unavailable Revenue	46,018	
Deferred inflows - pensions	(50,650,424)	
Deferred inflows - OPEB	<u>(845,106)</u>	
		104,970,350
<p>Internal service funds are used by management to charge the costs of fleet management, management information systems and insurance programs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the same statement of net position.</p>		
Assets and deferred outflows	165,071,820	
Liabilities and deferred outflows	<u>(31,317,656)</u>	
Net position		<u>133,754,164</u>
Net position of governmental activities	\$	<u><u>631,270,031</u></u>

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

**CITY OF BOCA RATON, FLORIDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>General</u>	<u>Community Redevelopment Agency Operating Fund</u>	<u>Land Proceeds Fund</u>
REVENUES			
Taxes	\$ 152,100,748	\$ 21,466,018	
Licenses and permits	2,457,716		
Intergovernmental	24,541,331		
Charges for services	37,629,026	4,672,446	
Fines and forfeitures	1,810,718		
Special assessments			
Donations in lieu of land	387,684		
Investment earnings (loss)	8,918,720	1,775,726	\$ 2,144,536
Miscellaneous	478,948		
Total revenues	<u>228,324,891</u>	<u>27,914,190</u>	<u>2,144,536</u>
EXPENDITURES			
Current:			
General government	30,548,570		
Law enforcement	66,265,355		
Fire rescue	67,292,174		
Physical environment	6,193,331		
Transportation	7,227,508	10,400	
Community development	2,800	10,906,415	
Parks and recreation	39,325,279		
Capital outlay	490,309	1,003,213	
Debt service:			
Principal			
Interest			
Total expenditures	<u>217,345,326</u>	<u>11,920,028</u>	<u> </u>
Excess (deficiency) of revenues over expenditures	<u>10,979,565</u>	<u>15,994,162</u>	<u>2,144,536</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,900		
Transfers out	<u>(3,282,400)</u>	<u>(159,000)</u>	
Total other financing sources (uses)	<u>(3,279,500)</u>	<u>(159,000)</u>	
Net change in fund balances	7,700,065	15,835,162	2,144,536
Fund balances - beginning	<u>88,266,252</u>	<u>19,378,253</u>	<u>54,369,571</u>
Fund balances - ending	<u>\$ 95,966,317</u>	<u>\$ 35,213,415</u>	<u>\$ 56,514,107</u>

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

Five Year Capital Improvement Fund	Infrastructure Surtax Fund	Beach and Park Operations Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 11,776,113	\$ 9,966,174		\$ 3,879,551	\$ 199,188,604
6,840,418		\$ 20,752,778	18,248,028	20,705,744
		4,530,037	2,135,363	54,269,890
			714,512	47,546,021
			141,838	1,952,556
			315,465	315,465
418,011		24,169	202,480	1,032,344
2,822,682	995,672		5,630,116	22,287,452
		81,898	30,000	590,846
<u>21,857,224</u>	<u>10,961,846</u>	<u>25,388,882</u>	<u>31,297,353</u>	<u>347,888,922</u>
679,997			37,776	31,266,343
2,360,767			212,216	68,838,338
17,917			1,916,191	69,226,282
	221,829		395,179	6,810,339
1,379,401			1,855,117	10,472,426
			9,896,421	20,805,636
206,718		19,977,191	180,718	59,689,906
7,956,838	5,656,356	5,264,191	4,807,037	25,177,944
			4,955,000	4,955,000
			818,377	818,377
<u>12,601,638</u>	<u>5,878,185</u>	<u>25,241,382</u>	<u>25,074,032</u>	<u>298,060,591</u>
<u>9,255,586</u>	<u>5,083,661</u>	<u>147,500</u>	<u>6,223,321</u>	<u>49,828,331</u>
			5,102,784	5,105,684
<u>(3,178,700)</u>	<u>(3,198,227)</u>	<u>(147,500)</u>	<u>(2,851,057)</u>	<u>(12,816,884)</u>
<u>(3,178,700)</u>	<u>(3,198,227)</u>	<u>(147,500)</u>	<u>2,251,727</u>	<u>(7,711,200)</u>
6,076,886	1,885,434		8,475,048	42,117,131
<u>36,684,827</u>	<u>14,547,365</u>		<u>79,276,750</u>	<u>292,523,018</u>
<u>\$ 42,761,713</u>	<u>\$ 16,432,799</u>	<u>\$</u>	<u>\$ 87,751,798</u>	<u>\$ 334,640,149</u>

**CITY OF BOCA RATON, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

Net change in fund balances –total governmental funds		\$ 42,117,131
<p>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 depreciated over their estimated useful lives.</p>		
Expenditures for capital assets	\$ 19,913,753	
Less current year depreciation/amortization	<u>(17,223,607)</u>	2,690,146
<p>The net effect of the various miscellaneous transactions involving capital assets (i.e. sales, trade ins and donations) is to decrease net position.</p>		
		(12,258,265)
<p>Some revenues and expenses reported in the statement of activities are not reported in the governmental funds because they have no effect on current financial resources.</p>		
Operating lease revenues	(14,202)	
Communications Services Tax Revenues	23,661	
Compensated absences	432,756	
OPEB liability	(2,692,680)	
Leases	79,046	
Supplemental SERP pension accrual	(1,532,681)	
Net effect of accrued interest on long term debt (difference between amount that would have been accrued in prior year and current year accrual)	<u>35,763</u>	(3,668,337)
<p>Pension contributions are reported as expenditures in the governmental funds and recorded as a net pension asset on the statement of net position.</p>		
		(27,707,228)
Notes Receivable, principal payments		(1,280,000)
Accrued Interest on Notes Receivable		(8,453)
<p>The issuance of long-term debt (e.g., bonds and loans) 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.</p>		
<p>Debt retired:</p>		
Principal payments on bonds and loans	4,955,000	
<p>The governmental funds report bond premiums, discounts and similar items as expenditures when debt is first issued, whereas those amounts are deferred and amortized in the statement of activities.</p>		
Amortization of bond discount	(4,380)	
Amortization of bond premium	<u>28,732</u>	4,979,352
<p>Deferred outflows of resources reported on the statement of net position:</p>		
Change in deferred outflows - pensions	(27,875,176)	
Change in deferred inflows - pensions	9,336,305	
Change in deferred outflows - OPEB	2,622,709	
Change in deferred inflows - OPEB	<u>180,572</u>	(15,735,590)
<p>Internal service funds are used by management to charge costs of fleet management, management information systems and insurance programs to individual funds. The net revenue of the activities of the internal service funds is reported with governmental activities:</p>		
Net operating income of the internal service funds	(932,689)	
<p>Impact of external transactions on the net position of governmental activities:</p>		
Investment income	8,182,138	
Gain on disposal of capital assets	7,409	
Lease interest expense	<u>(156,344)</u>	
<p>Net transfers from governmental funds to internal service funds decrease the fund balances of the governmental funds, but have no effect on net position as reported on a government-wide basis.</p>		
	<u>7,796,600</u>	14,897,114
Change in net position of governmental activities		<u>\$ 4,025,870</u>

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

**CITY OF BOCA RATON, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

	Business - Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 18,840,613	\$ 3,665,625	\$ 22,506,238	\$ 18,225,101
Investments	104,573,457	21,953,934	126,527,391	108,686,950
Interest receivable on investments	1,104,307	185,005	1,289,312	915,902
Interest receivable on assessments	34,422		34,422	
Accounts receivable	11,059,188	2,816,930	13,876,118	349,039
Assessments receivable	139,377		139,377	
Due from other governmental units	764,657		764,657	
Inventories		57,735	57,735	1,174,062
Total unrestricted current assets	136,516,021	28,679,229	165,195,250	129,351,054
Restricted assets:				
Cash and cash equivalents	8,988,966		8,988,966	
Prepaid expenses				38,770
Investments	62,072,634		62,072,634	
Interest receivable on investments	300,018		300,018	
Interest receivable on assessments	52,274		52,274	
Assessments receivable	240,384		240,384	
Total restricted current assets	71,654,276		71,654,276	38,770
Total current assets	208,170,297	28,679,229	236,849,526	129,389,824
Noncurrent assets:				
Capital assets:				
Land	245,873	118,000	363,873	
Construction in progress	74,519,674	2,597,488	77,117,162	1,994,562
Buildings	105,420,468	1,488,761	106,909,229	1,270,000
Improvements other than buildings	347,658,799	18,451,960	366,110,759	
Machinery and equipment	66,487,877	17,743,714	84,231,591	54,994,351
Less accumulated depreciation	(327,847,710)	(19,051,304)	(346,899,014)	(35,573,417)
Right-to-use assets (intangible)				10,134,905
Less accumulated amortization				(3,320,529)
Total capital assets (net of accumulated depreciation/amortization)	266,484,981	21,348,619	287,833,600	29,499,872
Total noncurrent assets	266,484,981	21,348,619	287,833,600	29,499,872
Total assets	474,655,278	50,027,848	524,683,126	158,889,696
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	218,127		218,127	
Deferred outflows for pensions	9,842,098	2,293,416	12,135,514	5,978,836
Deferred outflows for OPEB	469,127	205,895	675,022	203,288
Total deferred outflows of resources	10,529,352	2,499,311	13,028,663	6,182,124

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

**CITY OF BOCA RATON, FLORIDA
PROPRIETARY FUNDS (continued)
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

	Business - Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
LIABILITIES				
Accounts payable and accrued liabilities	\$ 8,214,335	\$ 394,986	\$ 8,609,321	\$ 3,877,329
Due to other funds		50,218	50,218	
Compensated absences	159,613	58,729	218,342	104,880
Current OPEB liability	97,573	42,823	140,396	42,281
Retainage payable	1,589,722	27,890	1,617,612	
Performance bonds and escrow funds	235,903		235,903	
Estimated liability for self-insurance losses				2,794,740
Total unrestricted current liabilities	<u>2,082,811</u>	<u>179,660</u>	<u>2,262,471</u>	<u>2,941,901</u>
Current liabilities payable from restricted assets:				
Customer deposits payable	4,525,027	10,104	4,535,131	
Restricted retainage payable	358,060		358,060	
Lease and subscription liability				1,052,749
Revenue bonds payable, current portion	3,095,000		3,095,000	
Accrued interest payable	395,153		395,153	72,889
Total current liabilities payable from restricted assets	<u>8,373,240</u>	<u>10,104</u>	<u>8,383,344</u>	<u>1,125,638</u>
Total current liabilities	<u>18,670,386</u>	<u>584,750</u>	<u>19,255,136</u>	<u>7,944,868</u>
Non-current liabilities:				
Compensated absences	1,436,522	528,569	1,965,091	943,927
Net pension liability	11,892,078	2,703,295	14,595,373	7,585,084
Noncurrent OPEB liability	878,160	385,415	1,263,575	380,537
Revenue bonds payable	34,190,000		34,190,000	
Noncurrent lease and subscription liability				2,744,932
Estimated liability for self-insurance				8,872,000
Total noncurrent liabilities	<u>48,396,760</u>	<u>3,617,279</u>	<u>52,014,039</u>	<u>20,526,480</u>
Total liabilities	<u>67,067,146</u>	<u>4,202,029</u>	<u>71,269,175</u>	<u>28,471,348</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows for pensions	4,575,664	1,062,936	5,638,600	2,797,115
Deferred inflows for OPEB	113,522	49,823	163,345	49,193
Total deferred inflows of resources	<u>4,689,186</u>	<u>1,112,759</u>	<u>5,801,945</u>	<u>2,846,308</u>
NET POSITION				
Net investment in capital assets	218,875,251	20,989,842	239,865,093	24,226,431
Restricted for:				
Restricted assets				38,770
Debt service	13,696,076		13,696,076	
Renewal and replacement	11,001,901		11,001,901	
Operations and maintenance reserves	4,575,632		4,575,632	
Capital projects and Utilities expansion	42,741,856		42,741,856	
Unrestricted	<u>122,537,582</u>	<u>26,222,529</u>	<u>148,760,111</u>	<u>109,488,963</u>
Total net position	<u>\$ 413,428,298</u>	<u>\$ 47,212,371</u>	<u>\$ 460,640,669</u>	<u>\$ 133,754,164</u>

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

**CITY OF BOCA RATON, FLORIDA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Business - Type Activities - Enterprise Funds			Governmental
	Water and Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
OPERATING REVENUES				
Charges for sales and services		\$ 15,883,003	\$ 15,883,003	
Fleet management				\$ 7,211,349
Management information processing				13,777,800
Insurance premiums				28,482,095
Insurance premium tax				5,578,730
Water sales	\$ 39,828,238		39,828,238	
Sewer service charges	25,955,302		25,955,302	
Other	2,212,861	324	2,213,185	1,896,957
Total operating revenues	67,996,401	15,883,327	83,879,728	56,946,931
OPERATING EXPENSES				
Personnel services	18,154,350	5,956,413	24,110,763	10,491,711
Materials and supplies	7,410,635	415,231	7,825,866	173,351
General and administration	12,841,875	1,600,058	14,441,933	424,367
Other services and charges	12,096,637	3,427,119	15,523,756	15,933,422
Insurance claims				18,967,253
Pension benefits				5,578,730
Depreciation/amortization of capital assets	16,289,783	2,279,943	18,569,726	6,310,786
Total operating expenses	66,793,280	13,678,764	80,472,044	57,879,620
Operating income (loss)	1,203,121	2,204,563	3,407,684	(932,689)
NONOPERATING REVENUES (EXPENSES)				
Investment earnings (loss)	13,577,982	1,658,604	15,236,586	8,182,138
Capital contributions	2,585,547		2,585,547	
Interest expense	(790,393)		(790,393)	
Lease interest expense	(1)		(1)	(156,344)
Gain (loss) on disposal of capital assets	20,932	15,440	36,372	7,409
Total nonoperating revenues (expenses)	15,394,067	1,674,044	17,068,111	8,033,203
Income before transfers and contributions	16,597,188	3,878,607	20,475,795	7,100,514
Transfers in		441,000	441,000	7,796,600
Transfers out	(442,100)	(84,300)	(526,400)	
Change in net position	16,155,088	4,235,307	20,390,395	14,897,114
Net position, beginning	397,273,210	42,977,064	440,250,274	118,857,050
Net position, ending	\$ 413,428,298	\$ 47,212,371	\$ 460,640,669	\$ 133,754,164

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

**CITY OF BOCA RATON, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Enterprise Funds			Governmental Activities
	Water and Sewer	Non-Major Enterprise Funds	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 66,221,830	\$ 15,635,368	\$ 81,857,198	\$ 57,089,634
Payments to suppliers	(29,780,450)	(5,523,864)	(35,304,314)	(22,490,161)
Payments to employees	(16,600,524)	(5,590,441)	(22,190,965)	(9,172,677)
Claims paid				(19,640,935)
Net cash provided by (used in) operating activities	<u>19,840,856</u>	<u>4,521,063</u>	<u>24,361,919</u>	<u>5,785,861</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in		441,000	441,000	7,796,600
Transfers out	(442,100)	(84,300)	(526,400)	
Net cash provided by (used in) noncapital financing activities	<u>(442,100)</u>	<u>356,700</u>	<u>(85,400)</u>	<u>7,796,600</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital Contributions	1,820,089		1,820,089	
Payment of bond principal	(2,884,582)		(2,884,582)	
Acquisition of capital assets	(32,695,492)	(4,042,618)	(36,738,110)	(7,906,048)
Interest paid	(823,363)		(823,363)	(113,275)
Proceeds from sale of capital assets	20,932	38,400	59,332	21,385
Net cash provided by (used in) capital and related financing activities	<u>(34,562,416)</u>	<u>(3,954,000)</u>	<u>(38,516,416)</u>	<u>(7,997,938)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends received	18,691,584	2,428,471	21,120,055	11,960,500
Sale of investments	151,308,854	17,724,638	169,033,492	87,046,952
Purchase of investments	(170,866,994)	(22,566,203)	(193,433,197)	(111,690,853)
Net cash provided (used in) investing activities	<u>(866,556)</u>	<u>(2,413,094)</u>	<u>(3,279,650)</u>	<u>(12,683,401)</u>
Net increase (decrease) in cash and cash equivalents	<u>(16,030,216)</u>	<u>(1,489,331)</u>	<u>(17,519,547)</u>	<u>(7,098,878)</u>
Cash and cash equivalents				
Beginning of year	<u>43,859,795</u>	<u>5,154,956</u>	<u>49,014,751</u>	<u>25,323,979</u>
End of year	<u>27,829,579</u>	<u>3,665,625</u>	<u>31,495,204</u>	<u>18,225,101</u>
Cash and cash equivalents, unrestricted	18,840,613	3,665,625	22,506,238	18,225,101
Cash and cash equivalents, restricted	8,988,966		8,988,966	
End of Year	<u>\$ 27,829,579</u>	<u>\$ 3,665,625</u>	<u>\$ 31,495,204</u>	<u>\$ 18,225,101</u>

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

(Continued)

CITY OF BOCA RATON, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Enterprise Funds			Governmental Activities
	Water and Sewer	Non-Major Enterprise Funds	Total	Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ 1,203,121	\$ 2,204,563	\$ 3,407,684	\$ (932,689)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization expense	16,289,783	2,279,943	18,569,726	6,310,786
Change in assets, liabilities, deferred outflows & deferred inflows:				
(Increase) decrease in accounts receivable	(1,002,945)	(248,871)	(1,251,816)	142,703
(Increase) decrease in assessments receivable	72,859		72,859	
(Increase) decrease in due from other governmental units	(764,657)		(764,657)	
(Increase) decrease in inventories		1,947	1,947	(98,397)
(Increase) decrease in prepaid pension contributions				(38,770)
(Increase) decrease in deferred pension outflows	3,359,507	669,543	4,029,050	1,390,100
Increase (decrease) in accounts payable and accrued liabilities	2,101,147	(71,101)	2,030,046	590,024
Increase (decrease) in retainage payable	458,544	(12,535)	446,009	
Increase (decrease) in lease and subscription liability	(2,374)		(2,374)	2,692,030
Increase (decrease) in Noncurrent lease and subscription liability				(3,571,228)
Increase (decrease) in performance bonds and escrow funds	(121,500)		(121,500)	
Increase (decrease) in customer deposits payable	41,672	912	42,584	
Increase (decrease) in compensated absences	(88,760)	(67,706)	(156,466)	50,136
Increase (decrease) in total OPEB liability	353,814	155,285	509,099	163,686
Increase (decrease) in estimated liability for self-insurance losses				(673,682)
Increase (decrease) in net pension liability	(1,470,879)	(287,588)	(1,758,467)	(90,743)
Increase (decrease) in deferred inflows for pensions	(562,450)	(91,906)	(654,356)	(139,143)
Increase (decrease) in deferred inflows for OPEB	(26,026)	(11,423)	(37,449)	(8,952)
Total adjustments	18,637,735	2,316,500	20,954,235	6,718,550
Net cash provided by operating activities	\$ 19,840,856	\$ 4,521,063	\$ 24,361,919	\$ 5,785,861
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Unrealized gain (loss) on investments	\$ (4,220,903)	\$ (612,269)	\$ (4,833,172)	\$ (3,003,903)
Noncash portion of capital contributions	765,458		765,458	

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

**CITY OF BOCA RATON, FLORIDA
PENSION TRUST FUNDS
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2024**

ASSETS

Cash and cash equivalents	\$ 36,806,711
Investments:	
Common and preferred stock	266,432,793
U.S. government securities	79,460,887
Corporate bonds and debentures	64,357,089
Corporate convertible equity	20,900,622
Infrastructure	11,918,851
Commingled funds	36,639,653
Real estate	127,465,328
Private equity	158,144,745
Florida Municipal Pension Trust Fund	70,221,041
Total Investments	<u>835,541,009</u>
Receivables:	
Interest and dividends	971,924
Unsettled trades receivable	9,296,649
Total receivables	<u>10,268,573</u>
Total assets	<u><u>882,616,293</u></u>

LIABILITIES

Accounts payable and accrued liabilities	512,467
Unsettled trades payable	413,399
Total liabilities	<u>925,866</u>

NET POSITION RESTRICTED FOR PENSIONS \$ 881,690,427

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

**CITY OF BOCA RATON, FLORIDA
PENSION TRUST FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

ADDITIONS

Contributions:	
City	\$ 25,308,466
State	5,578,730
Employee	9,448,319
Transfer from other pension trust funds	47,630
Total contributions	40,383,145
Investment income:	
Interest revenue	59,964,679
Dividends	17,186,775
Net appreciation (depreciation) in fair value of investments	66,977,945
Other investment income	37,848
Investment expense	(10,046,594)
Total investment income	134,120,653
Total additions	174,503,798

DEDUCTIONS

Benefits paid:	
Retirement	44,467,639
Disability	1,440,237
Death	2,564,487
Deferred retirement option plan	12,503,315
Termination refunds	545,730
Administrative expenses	586,700
Transfer to other pension trust funds	135,146
Total deductions	62,243,254
Net increase in net position	112,260,544

NET POSITION RESTRICTED FOR PENSIONS

Beginning of year	769,429,883
End of year	\$ 881,690,427

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

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

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CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

1. The City of Boca Raton

The City of Boca Raton, Florida (the City) was incorporated in 1925 and operates under a Charter granted by the Legislature of the State of Florida, Chapter 65-1264, Special Acts, Laws of Florida. The City is governed by an elected City Council (4 members) and an elected Mayor, and provides, under the administration of an appointed City Manager, the following services: public safety, recreation, sanitation, cemetery, streets and traffic engineering, planning and zoning, water and sewer services, and general administrative services.

2. Summary of Significant Accounting Policies

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's governmental accounting policies are described below.

A. Reporting Entity

As required by various GASB Statements, the accompanying financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. The City is financially accountable if the City Council appoints a voting majority of an organization's governing body and the City is able to impose its will on that organization, or the City has a financial benefit/burden relationship or operational responsibility with the organization. Blended component units are, in substance, part of the City's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the City.

Blended Component Unit. The City Council of Boca Raton, Florida created the Boca Raton Community Redevelopment Agency (CRA) in 1980 as an independent special district by City Resolution No. 162-80. The CRA was established to prepare or have prepared a community redevelopment plan for areas within the City, which are determined to be slum or blighted areas, and to carry out the community redevelopment purposes of Part III, Chapter 163, of the Florida Statutes. As a tax increment district, the CRA receives operating revenues from tax increment assessments from three taxing jurisdictions within Palm Beach County. Funds are also provided by private contributions, fees collected, interest income, and the unexpended fund balance from the previous year. The fund of the CRA included within the reporting entity are the Community Redevelopment Agency Operating Fund (major special revenue fund). During fiscal year 1989, the CRA entered into an interlocal agreement with the City. This agreement called for the City to make a secondary pledge of its excise tax revenues for the CRA's debt. On February 5, 1991, the City, by referendum, adopted a resolution declaring the City Council Members to constitute the Board of Commissioners of the CRA. Under Florida Statute 163.356, this made the CRA a dependent special district of the City. The CRA is reported as a blended component

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

unit since its Board of Commissioners is the same as the governing body of the City and the City has the financial benefit/burden relationship and operational responsibility for the CRA relating to the secondary pledge of the City's excise (public service) taxes for the CRA's debt.

Discretely Presented Component Units. There are no discretely presented component units for the City. The Greater Boca Raton Beach and Park District, the Boca Raton Housing Authority and the Boca Raton Airport Authority have not met the established criteria for inclusion as component units and, therefore, are excluded from this report.

B. Government-Wide And Fund Financial Statements

The basic financial statements consist of the government-wide financial statements and fund financial statements. Both sets of statements distinguish between the governmental and business-type activities of the City.

Government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements report on the government as a whole and provide a consolidated financial picture of the government. As part of the consolidation process, inter-fund activities are eliminated to avoid distorted financial results. The amounts reported as internal balances represent the residual amounts due between governmental and business-type activities. Fiduciary trust funds of the government are also excluded from this presentation since these resources are not available for general government funding purposes.

The Statement of Net Position reports all financial and capital resources of the City's governmental and business-type activities. Governmental activities are those supported by taxes and intergovernmental revenues. Business-type activities 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 for goods or services that are recovered directly from customers for services rendered 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, internal service funds, and fiduciary trust funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Since the governmental fund financial statements are presented on a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is provided which briefly explains the adjustments necessary to reconcile

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

the results of governmental fund accounting to the government-wide presentations.

The City's fiduciary trust funds are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

C. Measurement Focus, Basis Of Accounting And Financial Statement Presentation

The government-wide financial statements, the proprietary fund financial statements and the fiduciary trust fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses reported 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 have been met.

All governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the fiscal year. 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, public services taxes, franchise taxes and interest income associated with the current fiscal period are susceptible to accrual and are recorded as earned since they are measurable and available. In addition, revenue from Federal, State and local reimbursement type grants for which eligibility requirements have been met and which meet the availability criteria of twelve months have been accrued and recognized as revenues of the period. The City also considers funds due from the Greater Boca Raton Beach and Park District as available if received within a twelve-month period. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue of the current period. Licenses and permits, charges for services and miscellaneous revenues are recorded as revenue when received in cash, because they are generally not measurable until actually received.

D. Major Funds and Basis of Presentation

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for using a

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

separate set of self-balancing accounts, which comprise its assets and deferred outflows of resources, liabilities and deferred inflows of resources, fund balance/net position, revenues and expenditures or expenses. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of the assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined), for the determination of major funds. The non-major funds are presented in one column in the fund financial statements.

The City reports the following major governmental funds:

The **General Fund** is the primary operating fund of the City. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenue is derived primarily from property taxes, utility taxes, state and federal distributions and other intergovernmental revenue. The general operating expenditures, fixed charges and capital outlay costs that are not paid through other funds are paid from the General Fund.

The **Community Redevelopment Agency Operating Fund** is used to account for tax increment revenues assessed on downtown properties and land lease revenues that are used to fund the downtown plan for the CRA operations and capital improvements that encourage development in the downtown.

The **Land Proceeds Fund** is used to account for the funds received from the sale of the City's Municipal Golf Course and related costs.

The **Five-Year Capital Improvement Program Fund** is used to account for various building, park and street construction projects. Financing is being provided by general tax revenue, bond proceeds, excise tax and interest income.

The **Infrastructure Surtax Fund** is used to account for the bond proceeds and payment of designated infrastructure expenses as a result of the 1-cent sales surtax approved by Palm Beach County votes in November of 2016.

The **Beach and Park Operations Fund** is used to account for beach and park operations reimbursed through an interlocal agreement with the Greater Boca Raton Beach and Park Tax District. The Fund did not meet the minimum criteria for major fund determination during this fiscal year. However, it will continue to be presented as a major fund for the purpose of consistency and to highlight the operations of the Fund.

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

The City reports the following major proprietary fund:

The ***Water and Sewer Fund*** accounts for the provision of water and sewer services to residents of the City and to some residents of Palm Beach County.

Additionally, the City reports the following fund types:

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost reimbursement basis. The City's Internal Service Fund operations include Fleet Management and Information Technology for direct services and Self-Insurance for the provision of employee health, workers' compensation and property and general liability insurance for the City. The City also has an Internal Service Fund for retirement sustainability to separate funding for certain receipts and expenditures for all of the City's defined benefit plans and accounts for reserves to reduce the financial burden, if any, of retiree defined benefit plan payments on future taxpayers.

Pension Trust Funds account for activities of the City's General Employees' Pension Plan, the Police and Firefighters' Retirement System and the Executive Employees' Retirement Plan that accumulate resources for pension benefits and disability benefit payments.

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. All revenues that are not program revenues are general revenues, and include *all* taxes, as well as grants, contributions and investment earnings that are not restricted to a particular program.

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. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation and amortization on capital assets. All items not meeting this definition are reported as nonoperating revenues and expenses.

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Fund Balance

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand and time deposits and short-term investments with original maturities of three months or less from the date of acquisition. State statutes authorize the City to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, commercial paper, corporate bonds, repurchase agreements, State Treasurer's Investment Pool, investment pools governed by interlocal agreements, and the Florida Municipal Investment Trust.

The City maintains a cash and investment pool that is available for use by all funds. This pool has deposits and other investments with maturities generally less than one year. In addition, longer-term investments are also held by the investment pool. Pooled cash is classified as "Cash and Cash Equivalents" in the Statement of Net Position and pooled investments are combined with other separate investments and classified as "Investments."

Investments are valued at fair value.

2. Receivables and Payables

During the course of its operations, the City has numerous transactions between funds to provide goods or render services. To the extent that certain transactions between funds were not paid for or received as of September 30, 2024, balances of interfund receivables and payables expected to be liquidated within one year have been recorded as due from and due to other funds. Balances of interfund receivables and payables not expected to be liquidated within one year are recorded as advances to and advances from other funds. Balances of advances to and from other funds are considered non-spendable fund balances of the respective funds since these balances are not available for appropriation.

All trade and other receivables are shown net of an allowance for uncollectibles. Long-term receivables are analyzed for their collectability based on the terms and conditions of the agreements. In addition to those receivables specifically identified as uncollectible, a general allowance is calculated based on the City's historical bad debt experience.

Water and wastewater charges to customers are based on actual water consumption. Consumption is determined on a bi-monthly cycle basis. The City recognizes revenue and a related receivable for the estimated unbilled consumption as of September 30th of each year.

3. Inventories

All inventories are valued at weighted average cost. Perpetual inventory records are maintained and adjusted annually to physical inventory amounts as of September 30th of

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

each year. Inventory is reported using the consumption method whereby inventories are recorded as expenditures/expenses when used.

4. Restricted Assets

Certain proceeds of the City’s enterprise fund revenue bonds, as well as certain resources set aside in accordance with bond covenants or local ordinances are classified as restricted assets on the fund level balance sheet. The “operations and maintenance reserve” is used to report resources set aside to subsidize potential deficiencies from the City’s Water and Sewer Utility operations that could adversely affect debt service payments. The “renewal and replacement reserve” is used for the accumulation of resources to provide for replacement of existing system assets. The “debt service reserve” is used for the accumulation of resources needed to meet debt service requirements as they become due. Certain accounts receivable items in the Water and Sewer Fund are restricted to repay debt. Cash and investments of the City’s Perpetual Care Fund are restricted to providing perpetual care for the City’s cemetery and mausoleum. Additionally, cash and investments of the General Trust Fund are restricted as the funds are to be used only for specific purposes. All applicable assets in the enterprise funds and in the governmental funds have been restricted in amounts sufficient to meet restrictive purposes.

5. Capital Assets

Capital assets, which include property, plant, equipment, intangible and infrastructure assets (e.g., roads, bridges, lighting systems and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City’s capitalization threshold for tangible capital assets is \$10,000 and for intangible assets, including software, is \$35,000. In addition, these assets must have an estimated life of greater than one year. A \$75,000 threshold is maintained for additions to infrastructure capital assets. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. All infrastructure assets acquired subsequent to June 30, 1980 are reported. 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, equipment, intangible and infrastructure assets are depreciated/amortized using the straight-line method over the following estimated useful lives:

<u>Asset Type</u>	<u>Life</u>
Building	40
Building improvements	10-50
Roads	40
Bridges	50
Other Infrastructure	10-75
Equipment	3-40
Intangible	5-20

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

6. Deferred Outflows of Resources

Deferred Outflows of Resources represent a consumption of net assets that applies to future periods and will not be recognized as expenses until the future period to which it applies. The City currently reports the net deferred loss on refunding of debt, deferred outflows related to pension investment gains and losses, demographic gains and employer pension contributions made after the measurement date, which will be recognized in future fiscal years.

7. Unearned Revenue

Unearned revenue is recorded for governmental funds for items that are measurable and available, but have not met the criteria for revenue recognition, such as unredeemed gift certificates. Local business taxes are recorded as unearned revenue in the government-wide and the fund statements.

8. Liabilities – Performance Bonds, Escrow for Performance Bonds and Escrow Funds

Liabilities include amounts paid to the City by contractors as guarantees of performance. These amounts may be due back to the contractors.

9. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, sick pay benefits and compensatory time. All vacation, sick pay and compensatory time is accrued when earned in the government-wide and proprietary fund financial statements. A liability for those amounts is reported in governmental funds only if they have matured, as a result of employee resignations or retirements.

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund types of 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. Bonds payable are reported net of the applicable premium or discount. These premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method of amortization which approximates the effective interest method. Issuance costs are expensed in the year they are incurred.

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

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

incurred.

For purposes of measuring the net pension liability and OPEB liability, information about the fiduciary net position of the City's three pension plans and additions to/deductions from the City's Pension Plans fiduciary net position have been determined on the same basis as they are reported by the Pension Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

11. Deferred Inflows of Resources

Deferred Inflows of Resources represents the acquisition of net assets applicable to future periods and will not be recognized as revenue until the future period to which it applies. Currently, the items in this category are Pension and Other Post-Employment Benefits (OPEB). The respective balances represent the difference between the expected and actual pension and OPEB expense. The Pension expense is amortized over the investment terms of the pension assets and the OPEB expenses are amortized over the average expected remaining lifetime of both active and inactive employees. Governmental funds also report unavailable revenue in this category.

12. Net Position

Net position is the result of assets and deferred outflows of resources, less liabilities and deferred inflows of resources. The net position of the government-wide and proprietary funds are categorized as net investment in capital assets, reduced by accumulated depreciation and any outstanding debt and related deferred outflows incurred to acquire, construct or improve those assets excluding unexpended bond proceeds, restricted or unrestricted. The first category represents net position related to property, plant, equipment and infrastructure.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned net position are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions by either an ordinance or resolution.

The restricted category represents the balance of assets restricted by requirements of revenue bonds and other externally imposed constraints or by legislation in excess of the related liabilities payable from restricted assets. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

13. Fund Balance

The City classifies fund balance in accordance with GASB Statement No. 54 “*Fund Balance Reporting and Governmental Fund Type Definitions.*” This Statement enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

The City reports the following fund classifications:

Nonspendable fund balance. Nonspendable fund balances are amounts that cannot be spent because they are either not in spendable form such as inventory or legally or contractually required to be maintained intact such as a perpetual trust.

Restricted fund balance. Restricted fund balances are amounts that are constrained by the imposition externally by creditors, grantors, contributors, or laws or regulations of other governmental agencies or imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. Those amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance or resolution (which are equally binding as the highest decision-making authority) are classified as committed fund balances.

Assigned fund balance. Amounts that are constrained by the City’s intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Assignments are recommended by the City Manager, based on the City Council direction during the annual budget process, and the City Council authorizes assignments by the adoption of a resolution.

Unassigned fund balance. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

The City’s policy is to maintain an adequate General Fund fund balance to provide liquidity in the event of an economic downturn or natural disaster. The City Council adopted a Fund Balance Policy by Resolution No. 137-2009 which is a financial standard to maintain a General Fund minimum unassigned fund balance of 10 percent of budgeted expenditures. General Fund is the only fund that reports a positive unassigned fund balance amount. The other governmental funds may report negative unassigned fund balance if that fund’s expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes. As part of the annual budget adoption process, which is accomplished through an ordinance, the City Council reviews the fund balance commitments. Any action to establish, modify or rescind fund balance classifications

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

would be taken through the adoption of an ordinance approved by City Council.

F. Other Policies

1. Property Taxes

Calendar of Property Tax Events

- January 1, 2023 – Property taxes are based on assessed property value at this date as determined by the Palm Beach County Property Appraiser.
- June 27, 2023 – Property assessment roll and certificates of value by the Palm Beach County Property Appraiser are provided to the City.
- July 25, 2023 – Proposed tax millage rate approved by the City Council and provided to the Palm Beach County Property Appraiser, who mails notices to the taxpayers.
- September 27, 2023 – Property tax millage rate ordinance approved by the City Council.
- October 1, 2023 – Beginning of fiscal year for which taxes are levied.
- April 1, 2024 – Unpaid property taxes become delinquent and become a lien.
- April 2, 2024 – The Palm Beach County Property Appraiser notifies the City of the taxable value on the final property tax assessment roll.
- June 1, 2024 – Tax certificates are sold by the Palm Beach County Tax Collector.

Property Tax Collection

Property tax collections are governed by Chapter 197, Florida Statutes. The Palm Beach County Tax Collector (Tax Collector) bills and collects all property taxes levied within the County. Discounts are allowed for early payment of 4% in November, 3% in December, 2% in January and 1% in February. If property taxes are not paid by April 1, the County adds a 3% penalty on real estate and a 1 ½% penalty on personal property.

The Tax Collector advertises and sells tax certificates on all real property for delinquent taxes. Certificates not sold revert back to the County. The Tax Collector must receive payment before the certificates are issued. Any person owning land on which a tax certificate has been sold may redeem the land by paying the Tax Collector the face amount of the tax certificate plus interest and other costs. The owner of a tax certificate may at any time after taxes have been delinquent (April 1), for two years, file an application for a tax deed sale. The County, as a certificate owner, may exercise similar procedures two years after taxes have been delinquent. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

The Tax Collector remits current taxes collected through four distributions to the City in the first two months of the tax year and at least one distribution each month thereafter. The City recognizes property tax revenue in the period in which they are levied. The Tax Collector pays the City interest on monies held from date of collection to date of distribution. The City has no control over the investment program of the Tax Collector as this program is governed by State statutes.

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Property Tax Limitation

The City is permitted by state statutes to levy taxes up to 10 mills of assessed value. The total millage rate levied by the City for the fiscal year ended September 30, 2024, was 3.6783. Current tax collections for the City were approximately 96.5% of the total tax levy.

2. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets, liabilities, deferred inflows/outflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

3. Encumbrances

Budgets in governmental funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments. While appropriations lapse at the end of the fiscal year, the succeeding year's budget ordinance specifically provides for the re-appropriation of year-end encumbrances.

H. Governmental Accounting Standards Board (GASB) Pronouncements

Effective October 1, 2023, the City implemented the following GASB Pronouncements:

GASB Statement No. 101, *Compensated Absences*, This statement aligns the recognition and measurement criteria for compensated absences into a unified model of guidance. In addition, the statement amends the disclosure requirements for compensated absences to allow governments to disclose only the net change in the liability for compensated absences. Governments are also no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. Early application of this Statement did not have a material impact to the City's financial statements for the fiscal year ended September 30, 2024.

The City is in the process of reviewing possible impacts of GASB pronouncements which will become effective in future years, and notes the following statements are applicable to the City.

- *GASB Statement No. 102, Certain Risk Disclosures*. This statement will be effective beginning fiscal year 2025.
- *GASB Statement No. 103, Financial Reporting Model Improvements*. This statement will be effective beginning fiscal year 2026.
- *GASB Statement No. 104, New Capital Asset Disclosures*. This statement will be effective beginning fiscal year 2026.

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3. Deposits and Investments

General Authorization:

Cash and cash equivalents include cash on hand, amounts in demand and time deposits, and short-term investments with original maturity dates within three months of the date acquired by the City. All of the City's deposits are held in qualified public depositories pursuant to State of Florida Statutes, Chapter 280, *Florida Security for Public Deposits Act*. Under the Act, every qualified public depository shall deposit with the Treasurer eligible collateral of the depository to be held subject to his or her order. The Treasurer, by rule, shall establish minimum required collateral pledging levels. The pledging level may range from 25% to 200% of the average monthly balance of public deposits depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any potential losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

The City's investment practices are governed by Chapter 280 and 218, Florida Statutes, City Code of Ordinances, Section 20, the adopted investment policy, and various legal covenants related to outstanding bond issues. For all investments authorized by statute and policy, the City applies the "Prudent Man Rule" when developing investment strategies.

Types of Investments:

The City is authorized to invest in a wide range of securities that include certificates of deposit, money market funds, U.S. treasury obligations, state and U.S. government agencies and enterprises, state and local government series, corporate bonds, the State Board of Administration investment pool, interlocal investment pools, the Florida Municipal Investment Trust, mutual funds, foreign obligations of the government of Israel (State of Israel), and repurchase agreements. The City uses only financial institutions qualified as public depositories by the State of Florida or "approved" security dealers to place its investments unless bond covenants specifically require other financial institutions to be used. In addition to the investments above, the Pension trust funds are authorized to invest in commercial paper, real estate; and domestic, international, convertible, commingled, common and preferred stock.

The City participates in seven pooled investment funds, three of which behave as SEC-regulated money market funds under SEC Rule 2a7. Therefore, in accordance with GASB Statement 79, *Certain External Investment Pools and Pool Participants*, which established criteria for an external investment pool for making the selection to qualify to measure its investments at amortized cost, these pools are exempt from the GASB 72, *Fair Value*

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Measurement and Application hierarchy disclosures and are reported at amortized cost. Detailed information for these pooled investment funds are as follows:

Florida PRIME

The State Board of Administration (SBA) administers the Florida PRIME pool which is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Florida PRIME pool. Florida PRIME invests in a pool of investments whereby the City owns a share of the respective pool, not the underlying securities. The fair value of the position in the Florida PRIME pool is equal to the value of the pool shares.

The investments in the Florida PRIME are not insured by FDIC or any other governmental agency.

With regard to redemption gates, Chapter 218.409(8)(a), Florida Statutes, states, "The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the Executive Director may extend the moratorium until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days."

With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made.

As of September 30, 2024, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100 percent of their account value.

FLCLASS

The Florida Cooperative Liquid Assets Securities System Trust (FLCLASS) is a common law trust established, created, and authorized by an Interlocal Agreement by and among

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participating Florida public agencies. FLCLASS is an authorized investment pool under Section 218.415(16)(a), Florida Statutes, and was established for participating Florida agencies on April 1, 2015 under the Interlocal Agreement and commenced operations on July 15, 2015 (inception). FLCLASS is available for investment by any unit of local government within the State of Florida. The purpose of FLCLASS is to enable such units to cooperate in the investment of their available funds.

FLCLASS offers two pools: The Cash Pool and the Enhanced Cash Pool. The City participates in both pools. The Cash Pool operates like a money market mutual fund with each share valued at \$1.00. The Enhanced Cash Pool is designed to complement the FLCLASS daily liquidity fund for Florida government entities and does not seek to maintain a stable Net Asset Value (NAV). The Enhanced Cash Pool instead establishes a \$10.00 transactional share price and publishes a fair value NAV. As of September 30, 2024 the City had no funds invested in the Enhanced Cash Pool.

FL PALM

Florida Public Assets for Liquidity Management Fund (FL PALM) is a common law trust organized under the authority of the Florida Interlocal Cooperation Act of 1969, as amended (Section 163.01 of the Florida Statutes) and Section 218.415 of the Florida Statutes. FL PALM was created on October 22, 2010 by contract among its participating governmental units and is governed by its trustees.

The Trust Agreement for FL PALM permits and provides for the creation of several specialized asset portfolios. The City participates in two of these portfolios known as the FL PALM Portfolio and the FL PALM Term Portfolio. The FL PALM Portfolio seeks to maintain a stable \$1.00 net asset value and reports at amortized cost. The FL PALM Term Portfolio seeks to assure the return of principal on the planned maturity date and there is a penalty for early withdrawal. The Term Portfolio is reported at Fair Value, as approximated by NAV.

FL-FIT

The Florida Fixed Income Trust (FL-FIT) was created on April 28, 2010, under the laws of the State of Florida, to provide eligible units of local governments with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment advisor. The Trust began operations on July 1, 2010. The City participates in the FL FIT Cash Pool and the FL-FIT Choice Pool, two of the five portfolios offered by the Trust. Neither pool meets the criteria required to be exempted from fair value leveling and both are measured and reported at Fair Value, as approximated by NAV.

FMIVT

The City additionally participates in two pooled investment funds administered by the Florida League of Cities which do not meet the criteria required to be exempted from fair value leveling. These funds are referred to collectively as follows:

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The Florida Municipal Investment Trust (FMIvT) was created under the laws of the State of Florida to provide eligible units of local government with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment advisor. The Florida League of Cities serves as the administrator, investment manager and secretary-treasurer of the Trust.

a. City of Boca Raton

At September 30, 2024, the City of Boca Raton held the following cash, cash equivalent, and investment positions:

Portfolio/Investments	Value	Average Maturity	Credit Rating	Rating Agency	Percent Distribution
Cash Deposits	\$ 43,817,160				6.45%
Florida PRIME	37,519,398	39 days	AAAm	S&P	5.54%
FLCLASS Cash Pool	6,143,489	30 days	AAAm	S&P	0.91%
FL PALM Cash Pool	9,604,711	35 days	AAAm	S&P	1.42%
Total Cash & Cash Equivalents	97,084,758				
FMIvT 0-2 Year High Quality Bond Fund	40,433,492	0.90 years	AAAf/S1	Fitch, S&P	5.97%
FMIvT Intermediate High Quality Bond Fund	36,866,940	4.90 years	AAf/S3	Fitch, S&P	5.44%
FL-FIT Cash Pool	263,996	50 days	AAAf/S1	Fitch	0.04%
FL-FIT Choice Pool	19,000,000	112 days	AAAf	Fitch	2.80%
FL PALM Term Portfolio	10,000,000	143 days	AAAf	Fitch	1.48%
U.S. Government Securities:					
Treasury Notes	10,135,940	3.42 years	AA+	S&P	1.50%
U.S. Government-Sponsored Enterprises:					
Federal National Mortgage Association	18,781,917	1.00 years	AA+	S&P	2.77%
Federal Home Loan Bank	135,792,510	2.70 years	AA+	S&P	20.03%
Federal Farm Credit Bank	45,157,690	2.22 years	AA+	S&P	6.66%
Federal Agricultural Mortgage Corporation	150,807,149	2.54 years	Not Rated		22.25%
Corporate Obligations:					
Bonds	4,887,015	2.42 years	A-	S&P	0.72%
Bonds	24,816,309	1.94 years	A	S&P	3.66%
Bonds	41,173,553	1.65 years	A+	S&P	6.07%
Bonds	27,318,775	1.55 years	AA-	S&P	4.03%
Bonds	9,285,036	1.06 years	AA+	S&P	1.37%
Municipal Obligations:					
Bonds	-				0.00%
International Investments:					
Foreign Bond	5,999,931	0.84 years	AA-	S&P	0.89%
Total Investments	580,720,253				
Total Cash and Investments	\$ 677,805,011				100.00%

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair Value Hierarchy

The investments are measured and reported at fair value and classified according to the following hierarchy:

Level 1 – Investments reflect unadjusted quoted prices in active markets for identical

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assets.

Level 2 – Investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable inputs.

The investment pricing transparency determines the category within the hierarchy and should not be observed as the investment risk. The custodian bank’s (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

At September 30, 2024, the investments by fair value level are:

Investment Type	As of 9/30/2024	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
FMLvT 0-2 Year High Quality Bond Fund	\$ 40,433,492	\$ -	\$ 40,433,492	\$ -
FMLvT Intermediate High Quality Bond Fund	36,866,940	-	36,866,940	-
U.S. Government Securities: Treasury Notes	10,135,940	-	10,135,940	-
U.S. Government-Sponsored Enterprises: Federal National Mortgage Association	18,781,917	-	18,781,917	-
Federal Home Loan Bank	135,792,510	-	135,792,510	-
Federal Farm Credit Bank	45,157,690	-	45,157,690	-
Federal Agricultural Mortgage Corp.	150,807,149	-	150,807,149	-
Corporate Obligations	107,480,688	-	107,480,688	-
Municipal Obligations	-	-	-	-
International Investments: Foreign Bond	5,999,931	-	5,999,931	-
Total Investments at Fair Value	551,456,257	\$ -	\$ 551,456,257	\$ -

Investment at the net asset value (NAV)	As of 9/30/2024	Redemption Frequency	Days Notice Before Redemption	Penalty for Early Redemption
FL-FIT Cash Pool	\$ 263,996	Daily	Same Day	No
FL-FIT Choice	19,000,000	Daily	Same Day	Yes
FL PALM TERM Portfolio	10,000,000	Daily	Same Day	Yes
Total Investments measured at NAV	29,263,996			
Total Investments	\$ 580,720,253			
Cash Equivalents				
Florida PRIME	\$ 37,519,398	Daily	Same Day	No
FLCLASS Cash Pool	\$ 6,143,489	Daily	Same Day	No
FL PALM Cash Pool	\$ 9,604,711	Daily	Same Day	No

FMLvT 0-2 Year High Quality Bond Fund

This fund invests mainly in US government and agency securities and asset-backed securities. The underlying securities have observable level 1 quoted pricing inputs or

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observable level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted. (Level 2 inputs).

FMIvT Intermediate High Quality Bond Fund

This fund invests mainly in US government and agency securities, asset-backed securities, and corporate bonds. The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted. (Level 2 inputs).

U.S. Government Securities

Security prices were obtained from a pricing service, Interactive Data Corporation (IDC). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

U.S. Government-Sponsored Enterprises

Security prices were obtained from a pricing service, Interactive Data Corporation (IDC). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

Corporate Obligations

Security prices were obtained from a pricing service, Interactive Data Corporation (IDC). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

Municipal Obligations

Security prices were obtained from a pricing service, Interactive Data Corporation (IDC). The underlying securities have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs.

International Investments

The City's investment policy allows investments in obligations of the government of Israel (State of Israel) and the single foreign obligation that is in the City's investment portfolio at September 30, 2024 is an Israel Jubilee Bond. The security prices were valued using a matrix pricing technique. Matrix pricing is used to value securities based on broker/dealer quotes (Level 2 inputs).

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Violations:

There were no violations of the legal or contractual provisions for deposits and investments.

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The City's investment policy limits investments to those having a maturity, at the time of purchase, of less than five years. There were no investments in the City's portfolio that exceeded this maximum maturity at September 30, 2024.

Credit Risk

Credit risk exists when there is a possibility the issuer or other counter-party to an investment may be unable to fulfill its obligations. The City's investment policy allows investments in U.S. Government sponsored agencies and enterprises, corporate notes, municipal notes, the Florida PRIME investment pool, interlocal investment pools, and the Florida Municipal Investment Trust. The ratings of the investments held at year end are shown above. All are rated within the policy guidelines.

Concentration of Credit Risk

In addition to describing the credit risk of investments in the portfolio, governmental entities need to disclose the concentration of any single investment type or holding per single issuer. The percentage allocation of each cash investment type in the portfolio is shown in the preceding table. The City's investment policy allows investment concentrations in various percentages for different types of investments. GASB Statement No. 40 requires disclosures when the percent is 5% or more of total investments position in any one issuer. As of September 30, 2024, the City had more than 5% invested with Florida PRIME, FMIvT, Federal Home Loan Bank, Federal Farm Credit Bank, and the Federal Agricultural Mortgage Association. The percentage concentrations of investments from each issuer are shown above.

Custodial Risk

The City's investment policy requires that all securities, with the exception of certificates of deposit, be held with a third-party custodian. Security transactions between a broker/dealer and the custodian involving the purchase or sale of securities by transfer of money or securities are made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction. As of September 30, 2024, the City's investment portfolio was held with a third-party custodian.

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b. Executive Employees' Retirement Plan

At September 30, 2024, the Executive Employee's Retirement Plan (EERP) invested in securities and fixed income investments listed as follows:

Executive Employees' Retirement Plan Portfolio/Investments	Value	Weighted Average Maturity	Credit Rating	Rating Agency	Percent Distribution
Cash and short-term investments	\$ 274,750				0.39%
FMLvT Core Plus Fixed Income Fund	6,868,746	6.66 years	Not rated		9.74%
FMLvT Broad Market High Quality Bond Fund	6,593,997	7.10 years	AAf/S4	Fitch	9.35%
FMLvT Large Cap Diversified Value Portfolio	21,087,051		Not rated		29.91%
FMLvT Diversified Small Cap Equity Portfolio	11,470,806		Not rated		16.27%
FMLvT International Equity Portfolio	15,523,367		Not rated		22.02%
FMLvT Core Real Estate	6,868,746		Not rated		9.74%
Total FMLvT Investments	68,412,713				97.05%
Self-Directed DROP Account	1,808,328				2.57%
Total Investments	70,221,041				99.61%
Total Cash and Investments	\$ 70,495,791				100.00%

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair Value Hierarchy

The investments are measured and reported at fair value and classified according to the following hierarchy:

Level 1 – Investments reflect unadjusted quoted prices in active markets for identical assets.

Level 2 – Investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable inputs.

The investment pricing transparency determines the category within the hierarchy and should not be observed as the investment risk. The custodian bank's (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

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At September 30, 2024, the investments by fair value level are:

Executive Employees' Retirement Plan	Investment by fair value level	9/30/2024	Fair Value Measurements Using		
			Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
FMIvT Broad Market High Quality Bond Fund	\$	6,593,997	\$ -	\$ 6,593,997	\$ -
FMIvT Diversified Large Cap Portfolio		21,087,051	-	21,087,051	-
FMIvT Diversified Small to Mid Cap Equity Portfolio		11,470,806	-	11,470,806	-
FMIvT International Equity Portfolio		15,523,367		15,523,367	
Self-Directed DROP Account		1,808,328	-	1,808,328	-
Total Investments at Fair Value		56,483,549	\$ -	\$ 56,483,549	\$ -

Investment at the net asset value (NAV)*	Redemption Frequency	Redemption Notice Period	
FMIvT Core Plus Fixed Income	6,868,746	Monthly	5 business days prior to valuation
FMIvT Core Plus Real Estate	6,868,746	Quarterly	90 business days prior to valuation
Total Investments measured at NAV	13,737,492		
Total Investments	\$ 70,221,041		

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

FMIvT Broad Market High Quality Bond Fund

This fund invests mainly in US government and agency securities, asset-backed securities and corporate bonds and notes. The underlying securities have observable Level 1 quoted pricing inputs or observable Level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted. Value is based on market-corroborated data. (Level 2 inputs).

FMIvT Diversified Large Cap Value Portfolio

This portfolio invests mainly in domestic stocks and in a single underlying fund, the State Street S&P 500 Index Non-Lending Common Trust Fund (State Street Fund), shares of which are not publicly quoted. The majority of the underlying securities have observable Level 1 quoted pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). The value of the portfolio's shares of the State Street Fund investment is determined based on the net asset value provided by the State Street Fund, which is calculated based in accordance with generally accepted accounting principles. While most of the underlying asset values are based on quoted market prices,

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the net asset value of the portfolio is not publicly quoted. Value is based on market-corroborated data. (Level 2 inputs).

FMIvT Diversified Small to Mid Cap Equity Portfolio

This portfolio invests mainly in domestic stocks. The majority of the underlying securities have observable Level 1 quoted pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted market prices, the net asset value of the portfolio is not publicly quoted. Value is based on market-corroborated data. (Level 2 inputs).

FMIvT International Equity Portfolio

This portfolio invests in two underlying funds, the Ninety One International Dynamic equity Fund, LLC (Ninety One Fund), and the Allspring Emerging Market Large/Mid Cap Fund, (Allspring Fund), shares of which are not publicly quoted. Both funds invest in stocks sold on U.S. and international exchanges, all of which have observable Level 1 quoted pricing inputs. The value of the shares of the Ninety One Fund and the Allspring Fund investments is determined based on the net asset value provided by the Funds, which was calculated in accordance with generally accepted accounting principles. Value is based on market-corroborated data. (Level 2 inputs).

Self-Directed DROP Brokerage Account

Plan members opting for the self-directed DROP account must select their investment options from the FMPTF mutual fund offerings. The FMPTF aggregates the overall investment values into a total fair value account for reporting purposes. The value of self-directed DROP account investments is based on observable inputs (Level 2 inputs).

FMIvT Core Plus Fixed Income Fund

This fund invests in a single underlying fund, the Amundi Institutional Multi-Sector Fixed Income Portfolio, LLC. Shares of this fund are not publicly quoted. This underlying fund invests in a variety of financial instruments, including equity investments, asset-backed securities, debt securities, swaps, forward exchange contracts, credit-linked notes, escrow accounts, litigation trusts for both U.S. and foreign companies and governments. NAV is used as a practical expedient to estimate fair value. There are no unfunded commitment requirements.

FMIvT Core Real Estate Fund

This portfolio invests in a single underlying fund, the Morgan Stanley Prime Property Fund (Morgan Stanley Fund), shares of which are not publicly quoted. The Morgan Stanley Fund invests in core real estate in the U.S. The value of the Morgan Stanley Fund investments was determined based on quarterly real estate appraisals, which were

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calculated in accordance with generally accepted accounting principles. NAV is used as a practical expedient to estimate fair value. There are no unfunded commitment requirements.

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The EERP has a maximum maturity at purchase of 180 days with a total average maturity, at any point in time, for all repurchase agreements held of not greater than 60 days. Bankers' Acceptances maximum maturity shall not exceed 270 days from the time of purchase. Nonnegotiable certificates of deposit shall not exceed 2 years. No investments held in the portfolio exceed these limits.

Credit Risk

The EERP allows investments in Commercial Paper with A1/P1 or a comparable rating as provided by two of the top nationally recognized statistical rating organizations; and that the corporation's long-term debt, if any, is rated at least A1/A+ by a nationally recognized statistical rating organization or, if backed by a letter of credit (LOC), the long-term debt of the LOC provider must be rated at least AA (or comparable rating) by at least two of the nationally recognized statistical rating agencies publishing ratings for financial institutions. Banker's Acceptances issued with the U.S. by institutions with a long-term debt rating of at least AA or short term debt rating of P1 (or comparable rating) as provided by one nationally recognized statistical rating organization.

Nonnegotiable Certificates of Deposit must be rated at least A1/P1 (or comparable rating) and a long-term rating of a least A (or comparable rating) as provided by two of the top nationally recognized rating agencies. Guaranteed Investment Contracts must be rated in the highest category by AM Best Rating System or a comparable nationally recognized statistical rating organization. All investments held at September 30, 2024 in the portfolio met these requirements.

Concentration of Credit Risk

The EERP allows no more than \$5 million in certificates of deposit with any one depository at one time. Corporate fixed income securities are limited to no more than 3% of any one corporation at the time of purchase. No more than \$10 million in investment agreements with other financial institutions may be entered into with any one financial institution. GASB Statement No. 40 requires disclosures when the percent is 5% or more of fiduciary net position in any one issuer. As of September 30, 2024, all investments were within the allowable limits.

Custodial Credit Risk

The Plan's investment policy requires that all securities, with the exception of certificates of deposit, be held with a third-party custodian. Security transactions between a

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broker/dealer and the custodian involving the purchase or sale of securities by transfer of money or securities are made on a “delivery vs. payment” basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction. As of September 30, 2024 the Plan’s investment portfolio was held with a third-party custodian.

c. General Employees’ Pension Plan

At September 30, 2024 the General Employees’ Pension Plan’s (the Plan) portfolio consisted of the following securities and fixed income investments:

General Employees' Pension Plan Portfolio/Investments	Value	Weighted Average Maturity	Credit Rating	Rating Agency	Percent Distribution
Cash deposits	\$ 1,868,299				0.74%
Short-term investments	10,563,102				4.21%
Total Cash and Short-Term Investments	<u>12,431,401</u>				<u>4.95%</u>
U.S. Government Securities:					
U.S. Treasury Securities:					
U.S. Treasury bonds	4,851,872	30.88 years		Moody's	1.93%
Municipal bonds	59,381				
U.S. Government Sponsored Agencies:					
Mortgage Backed Securities:					
Asset-backed securities	1,586,620	54.27 years			0.63%
Commercial Mortgage-backed Securities	1,154,293				0.46%
Federal National Mortgage Association	5,739,029		Aaa	Moody's	2.29%
Government National Mortgage Association	1,090,143		Aaa	Moody's	0.45%
Federal Home Loan Mortgage Corporation	4,319,363		Aaa	Moody's	1.72%
Corporate Bonds & Debentures:					
Corporate Obligations:					
Bonds	282,474	8.61 years	Aaa	Moody's	0.11%
Bonds	927,249		Aa	Moody's	0.37%
Bonds	8,803,171		A	Moody's	3.51%
Bonds	3,570,856		Baa	Moody's	1.42%
Domestic Equity and Convertible Securities:					
Common stock	125,361,857				49.96%
ETF convertible bonds	20,068,919				8.00%
Global infrastructure fund	11,918,851				4.75%
Real Estate Funds:					
Real estate direct investment partnership	15,594,332				6.22%
Real estate investment trust	10,055,446				4.01%
Private Credit					
Private Credit	3,098,933				1.24%
Private Equity					
Private Equity	1,306,345				0.52%
International Equity:					
International equity fund	18,692,576				7.45%
Total Investments	<u>238,481,710</u>				<u>95.04%</u>
Total Cash and Investments	<u>\$ 250,913,111</u>				<u>100.00%</u>

Government agency and treasury securities are not rated but have an implied Aaa rating from Moody’s Investor Service and Fitch and an implied Aa+ rating from Standard & Poor’s.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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Fair Value Hierarchy

The investments are measured and reported at fair value and classified according to the following hierarchy:

Level 1 – Investments reflect unadjusted quoted prices in active markets for identical assets.

Level 2 – Investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable inputs.

The investment pricing transparency determines the category within the hierarchy and should not be observed as the investment risk. The custodian bank's (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

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

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

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

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At September 30, 2024, the investments by fair value level are:

General Employees' Pension Plan		Fair Value Measurements Using		
Investment by fair value level	9/30/2024	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fixed income:				
Corporate bonds	\$ 13,583,750		\$ 13,583,750	
U.S. government securities	4,851,872		4,851,872	
Municipal bonds	59,381		59,381	
Asset backed securities	1,586,620		1,586,620	
Government mortgage backed securities	11,148,535		11,148,535	
Commercial mortgage backed securities	1,154,293		1,154,293	
Total Fixed Income	32,384,451	-	32,384,451	
Domestic Equity and convertible securities:				
Common stock	125,361,857	125,361,857		
Convertible preferred stock	20,068,919	20,068,919		
Total Domestic Equity and Convertibles	145,430,776	145,430,776		
International equity	18,692,576		18,692,576	
Real estate investment trust	10,055,446	10,055,446		
Total Stock and Convertible Securities	174,178,798	300,916,998	18,692,576	
Total investments at fair value	206,563,249	\$ 300,916,998	\$ 51,077,027	
Investment measured at the net asset value (NAV)*		Redemption Frequency	Redemption Notice Period	Unfunded Commitments
Global Infrastructure (1)	11,918,851	Daily	Trade date +1	
Real estate direct investment partnership (2)	15,594,332	Quarterly	45 Days	
Private Equity (3)	1,306,345	N/A	N/A	1,358,440
Private Debt (4)	3,098,933	N/A	N/A	2,838,880
Total investments measured at NAV	31,918,461			4,197,320
Total investments	\$ 238,481,710			\$ 4,197,320

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

(1) *Global Infrastructure*: This portfolio seeks to achieve positive returns by investing in a select universe of "Preferred Infrastructure" companies. The companies have the potential to achieve lower volatility returns that exceed inflation which allow the portfolio to reach high diversification opportunities. The portfolio may then compliment other real assets, private equity infrastructure, and global equity allocations..

(2) *Real estate direct investment partnership*: This fund enters into real estate partnerships with various joint venture partners that provide management, leasing and construction-related services to the properties in which the Fund has a limited ownership partner interest.

(3) *Private equity*: The fund initiated an investment in this alternative asset class to improve its ability to diversify by region, industry, and sector, in addition to being able to invest in a greater selection of companies not listed on a stock exchange. Potentially to achieve greater long-term returns.

(4) *Private debt*: The fund initiated an investment in this alternative asset class to improve its ability to diversify by region, industry, and sector, in addition to being able to invest in a greater selection of companies not listed on a stock exchange. Potentially to achieve stable returns with less risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater

CITY OF BOCA RATON, FLORIDA
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the exposure to interest-rate risk. The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due. Treasury inflation indexed securities are limited to ten year maturities. The weighted average maturity in years for each investment type at September 30, 2024, is included in the preceding table.

Credit Risk

Credit risk is the risk that a debt issuer will not fulfill its obligations. The Plan utilizes portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The investment policy limits credit risk by requiring fixed income securities to have a minimum rating by two of the three major credit rating agencies. The minimum rating for corporate bonds is Baa2 (Moody's) or BBB (Standard & Poor's/Fitch). The minimum rating for short-term commercial paper/bankers acceptances is P-1 (Moody's), A-1 (Standard & Poor's) or F-1 (Fitch) with the issuer having a minimum long-term debt rating of A. The minimum rating for commercial mortgage-backed and asset-backed securities is Aaa (Moody's/Standard & Poor's) or AAA (Fitch). Further, the investment policy does not permit private mortgages or tax-exempt bonds. At September 30, 2024, the portfolio met the credit rating limitations of the investment policy as presented in the preceding table.

Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan utilizes limitations on securities of a single issuer to manage this risk. The investment policy requires that corporate bond issues cannot represent more than 2% of the total bond portfolio. The policy further requires that corporate bond issues rated below A3/A- (Moody's/Standard & Poor's) cannot represent more than 20% of the total bond portfolio. Governmental Accounting Standards Board (GASB) Statement No. 40 requires disclosures when the percent is 5% or more of fiduciary net position in any one issuer. At September 30, 2024, the portfolio met the corporate single issuer and quality ratings limitations of the policy.

Custodial Credit Risk

Custodial credit risk is defined as the risk that the plan may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts or commingled funds in the name of the Plan.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy does not permit general obligations issued by a foreign government and is therefore, not exposed to foreign currency risk.

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d. Police and Firefighter's Retirement System

At September 30, 2024, the Police and Firefighter's Retirement System invested in the following securities and fixed income investments:

Police and Firefighters' Retirement System Portfolio/Investments	Value	Weighted Avg Maturity	Credit Rating	Rating Agency	Percent Distribution
Cash and Short-Term Investments					
Cash Deposits	\$ 3,190,214				0.58%
Short-term Investments	<u>20,910,346</u>				<u>3.80%</u>
Total Cash and Short-Term Investments	<u>24,100,560</u>				<u>4.37%</u>
Domestic Equity	<u>141,070,936</u>				<u>25.61%</u>
Fixed Income:					
U.S. Treasury Securities:					
U.S. Treasury bonds	<u>14,631,087</u>	10.67 years	Aaa	Moody's	<u>2.66%</u>
Total U.S. Treasury Securities	<u>14,631,087</u>				<u>2.66%</u>
Mortgage-backed Securities:					
Federal National Mortgage Association	12,433,093		Aaa	Moody's	2.26%
Government National Mortgage Association	4,182,976		Aaa	Moody's	0.76%
Federal Home Loan Mortgage Corporation	<u>6,535,091</u>		Aaa	Moody's	<u>1.19%</u>
Total Mortgage-backed Securities	<u>23,151,160</u>	26.03 years			<u>4.20%</u>
Total U.S. Government Securities	<u>37,782,247</u>				<u>6.86%</u>

continued

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Police and Firefighter's Retirement System securities and fixed income investments
(continued)

Police and Firefighters' Retirement System Portfolio/Investments (continued)	Fair Value	Weighted Avg Maturity	Credit Rating		Percent Distribution
Corporate Bonds & Debentures:					
Corporate Obligations:					
Multi Sector	\$ 28,394,006				5.15%
Emerging Market	19,579,039				3.55%
Bonds	866,332		Aa	Moody's	0.16%
Bonds	2,689,212		A	Moody's	0.49%
Bonds	8,368,800		Baa	Moody's	1.52%
Bonds	789,601		Ba	Moody's	0.14%
Bonds	<u>4,682,062</u>		Not rated		0.85%
Total Corporate Obligations	65,369,052	17.05 years			<u>11.87%</u>
Commercial Mortgage Backed Securities (CMBS):					
CMBS	-		Aaa	Moody's	0.00%
CMBS	<u>509,191</u>		Not rated		<u>0.09%</u>
Total Commercial Mortgage-Backed Securities	509,191	13.71 years			0.09%
Asset Backed Securities:					
ABS	2,063,892		Aaa	Moody's	0.37%
ABS	<u>1,303,865</u>		Not rated		<u>0.24%</u>
Total Asset Backed Securities	3,367,757	2.97 years			0.61%
Total Corporate Bonds and Debentures	<u>69,246,000</u>				<u>12.57%</u>
Commingled Funds:					
Mutual funds	9,841,162		Not rated		1.79%
Long/Short equity strategies	<u>8,937,618</u>				<u>1.62%</u>
Total Commingled Funds	<u>18,778,780</u>				<u>3.41%</u>
Non-US Equity	<u>73,557,670</u>				<u>13.35%</u>
Real Estate	<u>34,920,194</u>				<u>6.34%</u>
Private market	<u>151,482,431</u>				<u>27.50%</u>
Multi Asset Class	<u>-</u>				<u>0.00%</u>
Total Investments	<u>526,838,258</u>				<u>95.63%</u>
Total Cash and Investments	<u>\$ 550,938,818</u>				<u>100.00%</u>

Government agency and treasury securities are not rated but have an implied Aaa rating from Moody's Investor Service and Fitch and an implied AA+ rating from Standard & Poor's.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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Fair Value Hierarchy

The investments are measured and reported at fair value and classified according to the following hierarchy:

Level 1 – Investments reflect unadjusted quoted prices in active markets for identical assets.

Level 2 – Investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable inputs. The investment pricing transparency determines the category within the hierarchy and should not be observed as the investment risk. The custodian bank's (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

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

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

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

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At September 30, 2024, the investments by fair value level are:

System Investment by fair value level	9/30/2024	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Domestic equity	\$ 141,070,936	\$ 141,070,936		\$ -
US government securities	59,055,202	-	\$ 59,055,202	-
Commingled funds	9,841,162	9,841,162	-	-
Non-US equity	73,557,670	73,557,670	-	-
Total investments at fair value	283,524,970	\$ 224,469,768	\$ 59,055,202	\$ -

Investment at the net asset value (NAV)*	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Emerging market (1)	19,579,039	-	Monthly
Multi sector (2)	28,394,006	-	Quarterly
Commingled Funds			
Long/short equity strategies (3)	8,937,618	-	Quarterly
Private equity (4)	84,587,075	54,030,800	N/A
Private debt (5)	66,895,356	59,512,700	N/A
Real estate direct investment partnership:			
Real estate fund (6)	12,335,021	-	Quarterly
Private real estate fund (7)	22,585,173	3,566,100	N/A
Total real estate direct investment partnership	34,920,194	3,566,100	
Total investments measured at NAV	243,313,288	117,109,600	
Total investments	\$ 526,838,258	\$ 117,109,600	

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

(1) *Emerging market*: This type of investment invests the majority of its assets in securities from countries that are considered emerging. Usually investing heavily in securities of varying asset classes.

(2) *Multi sector*: This type of fund uses a combination of asset classes as investment to diversity the overall portfolio and reduce the risk of holding too many assets in one class of assets.

(3) *Long/short equity strategies*: This is an investing strategy to purchase stocks they expect to go up and short stocks they expect to go down.

(4) *Private equity*: This type of equity shares ownership of an interest in an entity that is not publicly listed or traded.

(5) *Multi asset class*: This is a combination of asset classes such as cash, equity or bonds, used as an investment. It contains more than one asset class, creating a group, or portfolio of assets.

(6) *Real estate fund*: This fund enters into real estate partnerships with various joint venture partners that provide management, leasing and construction-related services to the properties in which the Fund has an ownership interest. The fund is valued at net asset value.

(7) *Private real estate fund*: The portfolio consists primarily of direct investments in privately negotiated real estate transactions. The portfolio is valued quarterly at net asset value.

CITY OF BOCA RATON, FLORIDA
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Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure to interest-rate risk. The established performance objectives require investment maturities to match anticipated cash flow requirements in order to pay obligations when due. The weighted average maturity as of September 30, 2024, in years, for each investment type is included in the preceding table.

Credit Risk

Credit risk is the risk that a debt issuer will not fulfill its obligations. The Plan utilizes portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The investment policy limits credit risk by requiring fixed income securities to maintain a weighted average credit quality rating of A or better. The policy further limits high yield fixed income securities to 3% of the portfolio. The investment policy does not permit private placement bonds, except for Rule 144A securities of U.S. issuers which are limited to 10% percent of the portfolio. At September 30, 2024, for those where ratings are available, the portfolio met the credit rating limitations of the policy.

Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan utilizes limitations on securities of a single issuer to manage this risk. Governmental Accounting Standards Board (GASB) Statement No. 40 requires disclosures when the percent is more than 5% of the fair value of the portfolio. At September 30, 2024, the portfolio met the corporate single issuer and quality ratings limitation of the policy.

Custodial Credit Risk

Custodial credit risk is defined as the risk that the plan may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts or commingled funds in the name of the Plan.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy permits a maximum of 10% of the fair value of the fixed income portfolio to be invested in Yankee securities (foreign issuers of U.S. dollar-denominated debt). At September 30, 2024, 5.92% of the fair value of the fixed income portfolio was invested in Yankee securities, which met the limitations of the policy. The Plan is not subject to foreign currency risk.

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e. Risks and Uncertainties – Pension Trust Funds

The Plans invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and, that such changes could materially affect the amounts reported in the statement of fiduciary net position for each Plan. The Plans, through their investment advisors, monitor Plan investments and the risks associated therewith on a regular basis which each Plan believes minimizes these risks.

Contributions to the Plans are made and the actuarial present value of accumulated plan benefits are reported based on certain assumptions pertaining to interest rates, inflation rates and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would be material to the financial statements.

4. Receivables and Payables

Notes Receivable

On February 2, 2018, the City entered into an interlocal agreement with the Greater Boca Raton Beach and Park District to provide funding to the District for the acquisition of real property (Ocean Breeze Property) for the development of a public golf course. The District will reimburse the City for all associated costs, including all principal and interest payments, legal, and other fees related to the 15-year \$19.1 million bonds issued on February 23, 2018. The Note is secured by the City's pledge of its non ad valorem revenues. The City holds title to the property for as long as the Note remains outstanding. Upon full reimbursement by the District to the City, the City shall convey to the District the title and interest in the Ocean Breeze property. The outstanding principal amount is \$11,515,000 as of September 30, 2024.

**CITY OF BOCA RATON, FLORIDA
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Accounts Receivable

Accounts receivable as of the fiscal year-end for the City's individual governmental major and non-major funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental	General	Community Redevelopment Agency Operating Fund	Land Proceeds Fund	Five Year Capital Improvement	Infrastructure Surtax Fund	Beach and Park Operations	Other Governmental	Internal Services	Total
Receivables:									
Accounts, net	\$ 5,285,068					\$ -	\$ 49,960	\$ 349,039	\$ 5,684,067
Assessments							99,350		99,350
Lease revenues	1,127,889	\$ 58,693,279							59,821,168
Interest on investments	729,277	255,420	\$ 388,542	\$ 283,203	\$ 108,387		623,658	915,902	3,304,389
Net governmental receivables	\$ 7,142,234	\$ 58,948,699	\$ 388,542	\$ 283,203	\$ 108,387	\$ -	\$ 772,968	\$ 1,264,941	\$ 68,908,974

Receivables for the City's business-type activities, including individual business-type major funds and allowances for uncollectible accounts are as follows:

Business-type	Water & Sewer	Other Enterprise	Total
Receivables:			
Accounts, net	\$ 11,059,188	\$ 2,816,930	\$ 13,876,118
Assessments	379,761		379,761
Interest on assessments	86,696		86,696
Interest on investments	1,404,325	185,005	1,589,330
Net business-type receivables	\$ 12,929,970	\$ 3,001,935	\$ 15,931,905

Accounts Payable

Accounts payable and accrued liabilities as of fiscal year-end for the City's individual governmental major and non-major funds, and internal service funds in the aggregate, are as follows:

Governmental Payables	General	Community Redevelopment Agency Operating Fund	Land Proceeds	Five Year Capital Improvement	Infrastructure Surtax Fund	Beach and Park Operations	Other Governmental	Internal Services	Total
Payables:									
Vendors	\$ 1,412,618	\$ 87,610	\$ -	\$ 559,258	\$ 356,808	\$ 416,028	\$ 585,868	\$ 3,877,329	\$ 7,295,519
Salaries and benefits	6,973,310	171,084				632,035	611,227		8,387,656
Governmental payables	\$ 8,385,928	\$ 258,694	\$ -	\$ 559,258	\$ 356,808	\$ 1,048,063	\$ 1,197,095	\$ 3,877,329	\$ 15,683,175

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Accounts payable and accrued liabilities for the City's business-type activities, including individual major funds, are as follows:

Business-type	Water & Sewer	Other Enterprise	Total
Payables			
Vendors	\$ 9,238,002	\$ 204,765	\$ 9,442,767
Salaries and benefits	<u>2,520,250</u>	<u>805,409</u>	<u>3,325,659</u>
Business-type payables	<u>\$ 11,758,252</u>	<u>\$ 1,010,174</u>	<u>\$ 12,768,426</u>

5. Encumbrances

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Significant encumbrances from fiscal year 2024 that were re-appropriated on October 1, 2024 were:

Major funds:	
General Fund	\$ 3,085,303
Five Year Capital Improvement Fund	6,322,141
Infrastructure	<u>3,833,013</u>
Total Major funds	13,240,457
Non-Major Governmental Funds	<u>2,602,634</u>
Total Encumbrances	<u>\$ 15,843,091</u>

CITY OF BOCA RATON, FLORIDA
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6. Capital Assets

The following is a summary of capital asset activity for the fiscal year ended September 30, 2024:

Governmental activities:	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Capital assets not being depreciated/amortized:					
Land	\$ 143,080,394	\$ -	\$ -	\$ -	143,080,394
Construction in progress	48,696,272	18,644,495	-	42,624,276	24,716,491
Total capital assets not being depreciated/amortized	191,776,666	18,644,495	-	42,624,276	167,796,885
Capital assets being depreciated/amortized:					
Buildings	110,341,211	1,833,444	-	-	112,174,655
Machinery and equipment	90,287,521	9,568,026	83	3,183,676	96,671,954
Infrastructure	475,056,604	27,907,336	618,252	-	503,582,192
Right-to-use	242,433	-	-	85,437	156,996
Subscription Arrangements	10,401,453	105,436	-	371,984	10,134,905
Total capital assets being depreciated/amortized	686,329,222	39,414,242	618,335	3,641,097	722,720,702
Less accumulated depreciation/amortization for:					
Buildings	57,257,816	3,115,588	-	-	60,373,404
Machinery and equipment	66,779,127	6,412,835	6	2,685,437	70,506,531
Infrastructure	322,794,147	12,009,698	17,174	-	334,821,019
Right-to-use	101,366	84,649	-	85,441	100,574
Subscription Arrangements	1,798,070	1,894,443	-	371,984	3,320,529
Total accumulated depreciation/amortization	448,730,526	23,517,213	17,180	3,142,862	469,122,057
Total capital assets being depreciated/amortized, net	237,598,696	15,897,029	601,155	498,235	253,598,645
Governmental activities capital assets, net	\$ 429,375,362	\$ 34,541,524	\$ 601,155	\$ 43,122,511	\$ 421,395,530

Business-type activities:	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Water and sewer					
Capital assets not being depreciated/amortized:					
Land	\$ 245,873	\$ -	\$ -	\$ -	245,873
Construction in progress	50,521,796	32,194,836	-	8,196,958	74,519,674
Total capital assets not being depreciated/amortized	50,767,669	32,194,836	-	8,196,958	74,765,547
Capital assets being depreciated/amortized:					
Buildings	105,420,467	-	-	-	105,420,467
Improvements other than buildings	340,327,593	8,205,633	(671,264)	203,163	347,658,799
Machinery and equipment	64,632,908	2,185,874	-	330,904	66,487,878
Right-to-use	13,192	-	-	13,192	-
Total capital assets being depreciated/amortized	510,394,160	10,391,507	(671,264)	547,259	519,567,144
Less accumulated depreciation/amortization for:					
Buildings	73,086,357	2,410,703	-	-	75,497,060
Improvements other than buildings	196,160,484	10,299,213	(18,646)	-	206,441,051
Machinery and equipment	42,517,642	3,523,435	-	131,478	45,909,599
Right-to-use	10,823	2,369	-	13,192	-
Total accumulated depreciation/amortization	311,775,306	16,235,720	(18,646)	144,670	327,847,710
Total capital assets being depreciated/amortized, net	198,618,854	(5,844,213)	(652,618)	402,589	191,719,434
Total water and sewer capital assets, net	\$ 249,386,523	\$ 26,350,623	\$ (652,618)	\$ 8,599,547	\$ 266,484,981

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Non-major funds, business-type activities	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Capital assets not being depreciated:					
Land	\$ 118,000	\$ -	\$ -	\$ -	118,000
Construction in progress	1,206,116	1,455,884	-	64,512	2,597,488
Total capital assets not being depreciated	<u>1,324,116</u>	<u>1,455,884</u>	<u>-</u>	<u>64,512</u>	<u>2,715,488</u>
Capital assets being depreciated/amortized:					
Buildings	1,488,761	-	-	-	1,488,761
Improvements other than buildings	18,398,948	-	53,012	-	18,451,960
Machinery and equipment	15,914,846	2,801,532	-	972,664	17,743,714
Right-to-use	-	-	-	-	-
Total capital assets being depreciated/amortized	<u>35,802,555</u>	<u>2,801,532</u>	<u>53,012</u>	<u>972,664</u>	<u>37,684,435</u>
Less accumulated depreciation for:					
Buildings	1,250,561	35,789	-	-	1,286,350
Improvements other than buildings	10,030,103	591,636	1,472	-	10,623,211
Machinery and equipment	6,237,103	1,651,046	-	746,406	7,141,743
Right-to-use	-	-	-	-	-
Total accumulated depreciation	<u>17,517,767</u>	<u>2,278,471</u>	<u>1,472</u>	<u>746,406</u>	<u>19,051,304</u>
Total capital assets being depreciated/amortized, net	<u>18,284,788</u>	<u>523,061</u>	<u>51,540</u>	<u>226,258</u>	<u>18,633,131</u>
Total non-major funds, capital assets, net	<u>19,608,904</u>	<u>1,978,945</u>	<u>51,540</u>	<u>290,770</u>	<u>21,348,619</u>
Total business-type activities, capital assets, net	<u>\$ 268,995,427</u>	<u>\$ 28,329,567</u>	<u>\$ (601,078)</u>	<u>\$ 8,890,316</u>	<u>\$ 287,833,600</u>

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

	Depr & Amort Expense
Governmental activities:	
General government	\$ 428,961
Law enforcement	1,285,239
Fire rescue	1,194,393
Physical environment	48,167
Transportation, including depreciation of general infrastructure assets	11,351,266
Community development	155,097
Parks and recreation	2,760,484
Sub Total	<u>17,223,607</u>
Depreciation and amortization of the capital assets held by the government's Internal Service Funds are charged to the various functions based on their usage of the assets	<u>6,310,786</u>
Total depreciation/amortization expense, governmental activities	<u>\$ 23,534,393</u>
Business-type activities:	
Water and sewer depreciation	\$ 16,214,705
Water and sewer lease amortization	2,369
Water and sewer bond amortization	72,709
Total water and sewer	<u>16,289,783</u>
Cemetery	56,127
Stormwater utility	798,002
Sanitation	1,425,814
Total depreciation and amortization expense, business-type activities	<u>18,569,726</u>
Total government wide depreciation and amortization expense	<u>\$ 42,104,119</u>

**CITY OF BOCA RATON, FLORIDA
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Construction and Purchase Commitments:

The City has active construction projects as of September 30, 2024. The projects include infrastructure projects and various water, wastewater and drainage projects. In addition, the City has outstanding purchase commitments for engineering and design services. At fiscal year-end, the City’s significant commitments with contractors are as follows:

Project	Remaining Commitment
Infrastructure projects	\$ 11,916,022
Water, wastewater and drainage projects	73,388,964
Total	<u>\$ 85,304,986</u>

The infrastructure projects were financed through revenue bonds. The water and sewer improvements are financed through revenue bonds from system revenues. All other commitments are financed from existing City resources.

7. Leases and Subscriptions

The City adheres to the accounting and reporting requirements of *GASB Statement No. 87, Leases* and *GASB Statement No. 96*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. *GASB Statement No. 87* establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. As the interest rate implicit in the City’s leases is not readily determinable, the City utilizes its incremental borrowing rate to discount the lease payments. *GASB Statement No. 96* establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the following disclosures.

Leases and Subscriptions Payable

The City entered into a 12-36 month lease as Lessee for the use of various Copiers. An initial lease liability was recorded in the amount of \$190,838. As of September 30, 2024, the value of the lease liability is \$55,347. The City is required to make monthly fixed payments, on average, of \$9,535. The leases have an average interest rate of 0.1933%. The equipment estimated useful life was 60 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$156,996 with accumulated amortization of \$100,575 is included with equipment on the lease class activities table found in Note 6.

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

The City has recorded several multi-year subscription-based information technology arrangements (SBITAs). An initial liability was recorded in the amount of \$ \$3,952,284. As of September 30, 2024 the value of the liability is \$3,797,682. The City has discounted the future minimum payments using its incremental borrowing rate. The value of the subscription-based information technology arrangements as of September 30, 2024 is \$10,134,898 with accumulated amortization of \$3,320,521 is included with Subscription Arrangements in Note 6.

Principal and Interest Requirements to Maturity - Governmental Activities

Fiscal Year	Principal Payments	Interest Payments	Total Payments
2025	1,094,314	115,390	1,209,704
2026	679,371	85,050	764,421
2027	685,271	64,573	749,844
2028	731,452	43,296	774,748
2029	662,921	20,585	683,506
Total	\$ 3,853,329	\$ 328,894	\$ 4,182,223

Governmental Activities	Beginning Balance	Adjustment	Additions	Reductions	Ending Balance
Lease (Right-to-use) and Subscription Liability:					
Equipment	139,387	- \$	-	83,740 \$	55,647
Subscription Liability	4,671,775		71,511	945,604	3,797,682
Total Lease (Right-to-use) and Subscription Liability	\$ 4,811,162	\$ -	\$ 71,511	\$ 1,029,344	\$ 3,853,329
Business-Type Activities	Beginning Balance		Additions	Reductions	Ending Balance
Lease (Right-to-use) and Subscription Liability:					
Equipment	\$ 2,374			\$ 2,374	-
Total Lease (Right-to-use) Liability	2,374	-	-	2,374	-
Total Governmental and Business-type Lease Liability	\$ 4,813,536	\$ -	\$ 71,511	\$ 1,031,718	\$ 3,853,329

Leases Receivable:

On October 1, 1989, the City entered into a 99 year lease as Lessor for the use of the CRA Mizner Lease. An initial lease receivable was recorded in the amount of \$61,275,713. As of September 30, 2024 the value of the lease receivable is \$58,693,279. The Lessee is required to make annual fixed payments of \$1,810,000.00. The lease has an interest rate of 2.4020%. The value of the deferred inflow of resources as of September 30, 2024 was \$58,532,025, and the City recognized lease revenue of \$914,563 during the fiscal year.

On March 6, 2021, the City entered into a 35 year lease as Lessor for the use of Alamanda Park. An initial lease receivable was recorded in the amount of \$1,143,112. As of September 30, 2024, the value of the lease receivable is \$1,127,889. The lessee is required to make annual fixed payments of \$20,600. The lease has an interest rate of 0.4353%. The value of the deferred inflow of resources as of September 30, 2024 was \$1,098,106, and the City recognized lease revenue of \$33,762 during the fiscal year. The lessee has 6 extension option(s), each for 60 months.

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Deferred Inflow of Resources:				
Land and Cell Towers	\$ 60,523,298	\$ 55,157	\$ 948,324	\$ 59,630,131
Total Deferred Inflow of Resources	\$ 60,523,298	\$ 55,157	\$ 948,324	\$ 59,630,131

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Lease Receivable:				
Land and Cell Towers	\$ 60,190,261	\$ 55,157	\$ 424,250	\$ 59,821,168
Total Lease Receivable	\$ 60,190,261	\$ 55,157	\$ 424,250	\$ 59,821,168

Principal and Interest Expected to Maturity				
Fiscal Year		Governmental Activities		
		Principal Payments	Interest Payments	Total Payments
2025	\$	433,016	1,414,657	1,847,673
2026		442,772	1,404,901	1,847,673
2027		452,759	1,394,914	1,847,673
2028		462,984	1,384,690	1,847,674
2029		473,451	1,374,223	1,847,674
2030 - 2034		2,533,170	6,705,198	9,238,368
2035 - 2039		2,834,773	6,403,594	9,238,367
2040 - 2044		3,173,994	6,064,373	9,238,367
2045 - 2049		3,555,565	5,682,803	9,238,368
2050 - 2054		3,984,813	5,253,555	9,238,368
2055 - 2059		4,357,175	4,771,311	9,128,486
2060 - 2064		4,818,261	4,231,739	9,050,000
2065 - 2069		5,425,410	3,624,590	9,050,000
2070 - 2074		6,109,065	2,940,935	9,050,000
2075 - 2079		6,878,867	2,171,133	9,050,000
2080 - 2084		7,745,672	1,304,328	9,050,000
2085 - 2088		6,139,421	346,412	6,485,833
	\$	59,821,168	\$ 56,473,356	\$ 116,294,524

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

8. Deferred Outflows and Inflows

Deferred outflows and inflows as of the fiscal year-end as presented on the City's fund-level and government-wide statements in the aggregate, are as follows:

Deferred Outflows:	Fund-Level Statements	Government-Wide Statements
Deferred charge on refunding of bonds	\$ 218,127	\$ 249,939
Deferred outflows for pensions	18,114,350	171,041,839
Deferred outflows for OPEB	878,310	4,370,683
Total deferred outflows	\$ 19,210,787	\$ 175,662,461

Deferred Inflows:	Fund-Level Statements	Government-Wide Statements
Unavailable revenue	\$ 46,018	
Deferred inflows for pensions	9,498,651	\$ 59,086,139
Deferred inflows for OPEB	212,538	1,057,644
Deferred inflows for leases	59,630,131	\$ 59,630,131
Total deferred inflows	\$ 69,387,338	\$ 119,773,914

9. Long Term Debt

A. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City as a whole and not its individual funds. In each year that debt is outstanding, an ad valorem tax is levied equal to principal and interest due. No reserves are maintained. These bonds generally are issued as 20-year serial bonds.

B. Special Assessment Bonds

The City issues special assessment debt to finance capital improvements in the Downtown District where both principal and interest are payable from pledged funds, which consist of special assessment proceeds on the benefitted property owners in the Downtown District. In the event that the pledged funds are insufficient to make the debt service payments, the City has committed to make an annual appropriation of available non-ad valorem revenues to make up any deficiencies.

On July 23, 2024, the City Council adopted Resolution No. 59-2024, which equalized and adopted the special assessment roll for the Downtown Special Assessment and established the special assessment amounts (\$302,251) due January 1, 2025.

C. Governmental Activities Non Ad Valorem Revenue Bonds

The City issues bonds where the City pledges revenues from non-ad valorem revenues.

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

D. Governmental Activities Infrastructure Surtax Revenue Bonds

The City issues bonds pledging the additional infrastructure sales surtax revenues.

E. Enterprise Funds Revenue Bonds and Defeasance of Debt

The City issues bonds whereby the City pledges income derived from the operations of the water and sewer system and a system development charge (connection fees) of the water and sewer system to pay debt service.

F. Outstanding Bonds and Loans Payable

Governmental activities bonds and loans outstanding at September 30, 2024 consist of the following:

Governmental activities	Purpose of Issue	Amount Issued	Amount Outstanding	Interest Rate	Maximum Annual Debt Service
General Obligation Bonds:					
Series 2010	Improvement	\$ 9,225,000	\$ 3,520,000	3.00 – 4.00%	\$ 670,400
		<u>9,225,000</u>	<u>3,520,000</u>		
Special Assessment Bonds:					
Series 2010	Improvement	3,705,000	1,490,000	2.00 – 4.125%	286,544
		<u>3,705,000</u>	<u>1,490,000</u>		
Revenue Bond:					
Series 2018	Long Term Advance	19,100,000	11,515,000	2.64%	1,617,472
Series 2018	Improvement	20,000,000	6,130,000	2.92%	3,200,812
		<u>39,100,000</u>	<u>17,645,000</u>		
Total for Governmental Activities		<u>\$ 52,030,000</u>	<u>\$ 22,655,000</u>		

Business-type activities bonds outstanding at September 30, 2024 consist of the following:

Business-type activities	Purpose of Issue	Amount Issued	Amount Outstanding	Interest Rate	Maximum Annual Debt Service
Utility system revenue bonds:					
Series 2015	Refunding	\$ 15,555,000	\$ 6,500,000	2.26%	\$ 1,703,225
Series 2020	Improvements	35,000,000	30,785,000	2.09%	2,155,232
Total for Business-type Activities		<u>\$ 50,555,000</u>	<u>\$ 37,285,000</u>		

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Long-term bonds and loans payable activity for the fiscal year ended September 30, 2024 was as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balances	Due Within One Year
Bonds and notes payable:					
General obligation bonds	\$ 4,040,000		\$ 520,000	\$ 3,520,000	\$ 535,000
Special assessment bonds	1,710,000		220,000	1,490,000	225,000
Revenue bonds	21,860,000		4,215,000	17,645,000	4,330,000
Net premium on bonds	160,144		24,352	135,792	
Lease liability	139,387		83,740	55,647	41,567
Subscription liability	4,671,775	71,511	945,604	3,797,682	1,052,747
Total governmental bonds and loans payable net	\$ 32,581,306	\$ 71,511	\$ 6,008,696	\$ 26,644,121	\$ 6,184,314

Business-type activities	Beginning Balance	Additions	Reductions	Ending Balances	Due Within One Year
<i>Water and Sewer:</i>					
Revenue bonds	\$ 40,315,000		\$ 3,030,000	\$ 37,285,000	\$ 3,095,000
Lease liability	2,374		2,374	-	
Total business-type bonds and loans payable, net	\$ 40,317,374		\$ 3,032,374	\$ 37,285,000	\$ 3,095,000

Other long-term liability activity for the fiscal year ended September 30, 2024 was as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balances	Due Within One Year
Estimated liability for self-insurance losses	12,340,422	18,967,253	19,640,935	11,666,740	2,794,740
Total governmental activities, long-term liabilities	\$ 12,340,422	\$ 18,967,253	\$ 19,640,935	\$ 11,666,740	\$ 2,794,740

Summary of Annual Debt Service Requirements:

Fiscal Year Ending September 30,	Governmental Activities						Business-type Activities	
	General Obligation Bonds		Special Assessment and Revenue Bonds		Revenue Bonds		Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	535,000	134,950	225,000	58,794	4,330,000	482,992	3,095,000	756,629
2026	555,000	113,550	235,000	50,356	4,455,000	360,224	3,170,000	688,457
2027	575,000	91,350	245,000	41,544	1,380,000	233,904	3,230,000	618,814
2028	595,000	71,225	250,000	31,744	1,420,000	197,472	3,305,000	547,702
2029	620,000	50,400	260,000	11,344	1,455,000	159,984	1,660,000	494,486
2030-2034	640,000	25,600	275,000	21,744	4,605,000	245,256	8,830,000	1,931,583
2035-2039	-	-	-	-	-	-	9,790,000	959,524
2040-2041	-	-	-	-	-	-	4,205,000	88,596
Total	\$ 3,520,000	\$ 487,075	\$ 1,490,000	\$ 215,526	\$ 17,645,000	\$ 1,679,832	\$ 37,285,000	\$ 6,085,791

**CITY OF BOCA RATON, FLORIDA
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SEPTEMBER 30, 2024**

G. Compensated Absences

Accumulated compensated absences and other post-employment benefit obligations are recorded in the government-wide and proprietary financial statements when earned. Compensated absences activity for the fiscal year ended September 30, 2024, was as follows:

Governmental activities:	Beginning Balance	Net Increase/ (Decrease)	Ending Balances	Due Within One Year
Compensated absences	\$ 23,762,456	\$ (382,618)	\$ 23,379,838	\$ 2,337,984
Total governmental activities, long-term liabilities	<u>\$ 23,762,456</u>	<u>\$ (382,618)</u>	<u>\$ 23,379,838</u>	<u>\$ 2,337,984</u>

Business-type activities:	Beginning Balance	Net Increase/ (Decrease)	Ending Balances	Due Within One Year
Compensated absences - Water and Sewer	\$ 1,684,895	\$ (88,760)	\$ 1,596,135	\$ 159,614
Compensated absences - other business type activities	655,004	(67,706)	587,298	58,729
Total business-type activities, long-term liabilities	<u>\$ 2,339,899</u>	<u>\$ (156,466)</u>	<u>\$ 2,183,433</u>	<u>\$ 218,343</u>

H. Water and Sewer System Bond Covenants

The Water and Sewer System (the System) bond ordinances provide for two separate revenue flows to meet the needs of the System operations, reserves and debt service. System Development Charges (connection fees) are deposited into separate accounts. An annual calculation determines the portion of the charge to be transferred to the debt service fund. Connection fees are restricted to payment of debt service related to the construction of new plant capacity. Connection fees may not be used for operations.

First, operating revenue of the System is used to meet the operations and maintenance requirements. Next, revenue is used to pay any portion of the bond interest, principal and reserve requirements not paid from impact fees. Next, an amount not less than 5% of the prior year's revenue is transferred to the System's Renewal and Replacement Fund until the balance in the fund totals 1% of gross book value of assets of the System. Revenue is then used to fund an operation and maintenance reserve fund, which is maintained at a level equal to 1/12 of the operating budget. Remaining monies can be used for any legal City purpose.

At September 30, 2024, all reserves including the bond reserve account were fully funded. The rate structure is calculated annually to assure adequate coverage of all requirements.

I. Pledged Revenues

The City issues bonds that are served by a pledge of specific revenues. Total pledged revenues to repay the principal and interest of those bonds as of September 30, 2024 are as follows:

**CITY OF BOCA RATON, FLORIDA
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Source of Revenue Pledged	Governmental Activities		Business-type Activities
	Special Assessment	Infrastructure Surtax	Water & Sewer Revenues
Current revenue pledged	\$ 315,465	\$ 10,961,846	\$ 31,070,886
Current debt service	286,769	3,199,698	3,853,325
Total future revenues pledged	1,705,526	6,399,808	43,370,130
Description of debt	Special Assessment Refunding & Improvement Bonds, Series 2009-2010 (Visions 90 Projects) Series 2009, to refund	Capital Improvement Surtax Bonds, issued 2018	Water and Sewer Utility Revenue Bonds, issued 2015; Improvement Bonds, issued 2020
Purpose of debt	Special Assessment Bonds, Series 2001; Series 2010, to finance certain improvements within the Downtown District	Infrastructure	Refunding and Improvements within Water and Sewer System
Term of commitment	2010-2030	2018-2026	2015-2040
Percentage of debt service to pledged revenues (current year)	91%	29%	12%

Additional information related to pledged revenue debt coverage is provided in the Debt Capacity of the Statistical Section.

J. Defeasance of Debt

The City defeased certain general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's general purpose financial statements. At September 30, 2024, \$4,970,000 of bonds outstanding is considered defeased.

10. Employee Retirement Systems

The City of Boca Raton sponsors three defined benefit plans – General Employees' Pension Plan, Police and Firefighters' Retirement System and the Executive Employees' Retirement Plan. The General Employees' Pension Plan, the Police and Firefighters' Retirement System and the Executive Employees' Retirement Plan each issue a publicly available audited GAAP financial report that includes financial statements and required supplementary information. The information reported below is a brief summary of information reported in more detail in the independently published financial statements for each pension plan. Copies of these reports are available at City Hall in the Financial Services Department, Room 160, located at 201 West Palmetto Park Road, Boca Raton, FL 33432.

The pension plans' financial statements are prepared using the accrual basis of accounting. Contributions from members are recognized in the period the City makes payroll deductions from participants. City contributions to each Plan are recognized when due as determined actuarially and are remitted on a monthly basis along with the

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

members' contributions. The City has made a formal commitment to provide the contributions to the pension plans. Benefit payments and refunds to members are recognized when due and payable in accordance with the terms of each plan.

Current Membership of Pension Plans:

Current membership, at September 30, 2024 in the General Employees' Pension Plan, Police and Firefighters' Retirement System and Executive Employees' Retirement Plan, is comprised of the following:

	General Employees' Pension Plan	Police and Firefighters' Retirement System	Executive Employees' Retirement Plan
Inactive plan members/beneficiaries currently receiving benefits	642	403	53
Inactive plan members entitled to, but not yet receiving, benefits	47	10	14
Active plan members	528	367	46
Total	1,217	780	113

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

	Measurement Date	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense/ (Income)
General Employees' Pension Plan	9/30/23	\$ 49,344,288	\$ 43,516,382	\$ 20,074,100	\$ 10,343,168
Police and Firefighters' Retirement System	9/30/23	240,667,362	114,682,627	32,646,574	38,828,830
Executive Employees' Retirement Plan	9/30/23	20,106,999	12,733,791	6,149,066	683,447
Florida Retirement System Plan	6/30/24	391,611	107,065	200,055	2,844
Retiree Health Insurance Subsidy Program	6/30/24	44,522	1,974	16,344	655
Total		\$ 310,554,782	\$ 171,041,839	\$ 59,086,139	\$ 49,858,944

General Employees' Pension Plan:

General Information about the Pension Plan:

Plan Description:

The General Employees' Pension Plan (GE Plan) is a single-employer defined benefit plan administered by a Board of Trustees (the Board) that covers all regular full-time City employees except police, fire, and executive management employees. The Board consists of eight trustees, each serving a term of three years. Four of the trustees are Plan members who are elected by members of the Plan and the other four trustees are appointed by City Council. The GE Plan was established by Ordinance No.1806, adopted April 17, 1973, by City Council and amended by Ordinance No. 5641 adopted January 10, 2023. The GE Plan is also governed by Chapter 112, Florida Statutes. The Plan issued

**CITY OF BOCA RATON, FLORIDA
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SEPTEMBER 30, 2024**

a publicly available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained online at <https://myboca.us/> or by writing to:

General Employees' Pension Plan
Boca Raton City Hall, Suite 230
201 West Palmetto Park Road
Boca Raton, Florida 33432

The GE Plan is divided into three levels of benefit- Plan A, Plan B and Plan C. Employees hired prior to October 1, 1987 are enrolled in GE Plan A. Employees hired from October 1, 1987 to October 31, 2007 or transferred from GE Plan A are enrolled in GE Plan B. Employees hired on or after November 1, 2007, or who elect to transfer from GE Plan A or B, may enroll in GE Plan C or the City's defined contribution plan. On an ongoing basis, all assets accumulated for the payment of benefits may legally be used to pay benefits to members or beneficiaries of GE Plan A, B and C.

Benefits Provided:

Retirement benefits are calculated by multiplying the member's earnings averaged over five years times the member's years of continuous service times a multiplier determined by their plan level.

Members become eligible for unreduced benefits upon the attainment of age 65, without regard to service, age 55 with the completion of 20 years of continuous service, or age 53 with the completion of 30 years of continuous service. GE Plan A and B participants utilize a 3.00% multiplier and GE Plan C participants utilize a 2.00% multiplier.

Members become eligible for a Rule 68 retirement benefit when age plus service equals 68 and requires a minimum age of 50 and minimum continuous service of 15 years. For the Rule of 68 retirement option, GE Plan A participants utilize a 2.5% multiplier. GE Plan B and C participants utilize a 1.50% multiplier.

Members qualify for alternate unreduced early retirement upon the attainment of age 55 and minimum continuous service of 15 years. GE Plan A and B participants utilize a 2% multiplier. GE Plan C participants utilize a 1.75% multiplier.

Members qualify for early retirement benefits upon attaining age 50 with 20 years of continuous service. If a participant terminates employment after having attained the early retirement date, they have the following two available options: 1) The benefits can be deferred until the member's normal retirement date, in which case the benefit will be calculated the same as normal retirement, or 2) The member may take a reduced benefit, which may start any time prior to the normal retirement date. The reduction factor is 5% for each year early retirement precedes the normal retirement age 55.

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Active employees who become disabled receive 60% (50% of earnings for disabilities incurred away from work) of the monthly earnings in effect at the time of disability, reduced by workers' compensation or any public disability benefits to which the member is entitled. Disability benefits are paid until the earlier of death, recovery, or the end of the maximum benefit period. The maximum benefit period is until age 65 if the member became disabled prior to attainment of age 60 or for 60 months if the member became disabled after the attainment of age 60.

If an employee dies while an active member or on disability, the benefit is equal to 3.5 times the member's annual earnings as of the date of death or the date the member became disabled. The beneficiary receives an initial lump sum followed by monthly payments until the designated amount is paid in full. Interest, at a rate equal to the yield of the five-year U.S. Treasury Note on the first day of the fiscal year, is approved annually by the Board of Trustees and is credited on the unpaid balance.

If a member meets the minimum service requirement of 10 years of continuous service at the time employment terminates, the benefit will be paid when the member turns 65 or later attains the age requirement for unreduced benefits provided the service requirement for unreduced benefits was met prior to termination. A member may elect to take an immediate reduced benefit, when eligible, calculated in the same manner as for early retirement.

If termination occurs after the completion of 10 years of continuous service, the full accrued retirement benefit is payable at the normal retirement date. If termination occurs prior to the completion of 10 years of continuous service, the member's contributions will be refunded with interest credited at 3% per year, compounded annually.

The Deferred Retirement Option Plan (DROP) is available to all GE Plan members who are still actively employed and have attained the age of 55 with at least 20 years of continuous service, age 53 with at least 30 years of continuous service, or a reduced benefit at age 50 with 20 years of continuous service. Upon electing to participate in the DROP, members are considered to have retired for pension purposes of the GE Plan but continue to remain in active employment with the City. The member's pension benefit is calculated as if they actually retired on the date of DROP participation, using continuous service, average monthly earnings, and the current multiplier as of that date. Instead of paying the benefit to the member, a DROP account is established and the benefit is deposited in the account each month; these deposits continue to accumulate interest during the remainder of the member's employment with the City. City and employee contributions cease when a member elects to participate in the DROP. Maximum duration of participation is seven years. If a member continues to remain in employment more than the maximum period, no further deposits will be made to the member's account and investment earnings will cease to be posted. Upon termination of employment, members shall receive their normal retirement benefits and may elect to receive their funds from the DROP account in a lump sum distribution or roll their account balance into a qualified instrument. When participating in the DROP, participants are no longer eligible for disability or preretirement death benefits from the GE Plan. If a participant dies prior to the

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DROP balance being paid in full, the beneficiary shall have the same rights to which the participant was entitled. At September 30, 2024, there were 85 DROP participants with a total balance of \$12,964,628. These amounts are included in the total investment balance presented on the Pension Trust Funds Statement of Fiduciary Net Position.

There are no automatic annual cost-of-living adjustments for members in the Plan. However, under Section 12-03, City Code of Ordinance, provides for a biennial review of retirement and disability benefits. In 2023, Ordinance No. 5667 was passed by City Council, providing for a one-time lump sum payment equal to 3.0% of the annual retirement benefit to members who began receiving benefits on or after October 1, 2008 and prior to October 1, 2012.

GE Plan Contributions:

GE Plan A and B members are required to contribute 9.65% of their annual earnings while GE Plan C members are required to contribute 7.75% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. Annual earnings include basic wages and longevity pay but exclude overtime, bonuses and any other extra compensation. Annual earnings does not include payments made to a member for any portion of a cost of living adjustment and/or merit increase, which exceeds the maximum of the employee's respective salary range. Employer contributions for the fiscal year ended September 30, 2024 determined using the actuarial valuation dated October 1, 2022 were 7.58% of covered payroll for GE Plan A, B and C members. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

City's Net Pension Liability Regarding the GE Plan:

The City's liability for the net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions.

The total pension liability was determined by an actuarial valuation as of October 1, 2022, rolled forward to September 30, 2023 using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation	2.6%
Salary increases	Service based
Investment rate of return	7.50%

Mortality rates, as mandated by Chapter 2015-157, Laws of Florida, were those used by the Florida Retirement System (FRS) for non-special risk employees, with appropriate adjustments made based on the plan demographics.

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The long-term expected rate of return on the GE plan investments is 7.50%. The GE plan's policy regarding the allocation of investments is established by the GE Plan Board of Trustees. The long-term expected rate of return of each pension plan asset class is based upon the historical average or mean returns. This historical data reveals a tendency for the returns of various asset classes to fall within a range, but the expected returns are based upon the average returns during these past periods. In order to determine the real rates of return, it is necessary to subtract the expected inflation rate from the nominal investment return. The long-term expected rate of return for the GE plan was calculated by weighting the expected future rates of return of each asset class by the corresponding target allocation percentages.

Best estimates of real rates of return for each major asset class included in the GE plan's target asset allocation as of September 30, 2023 are summarized as follows:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	7.5%
International equity	2.9
Convertibles	5.8
Infrastructure	2.9
Fixed Income	1.5
REITs	6.1
Private Real estate	6.0
Private Equity	5.0
Private Credit	5.0
Cash	-0.1

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows was used to determine the discount rate assumed the GE Plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the GE Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current GE Plan members. Therefore, the long-term expected rate of return on GE Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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Changes in Net Pension Liability (Asset):

Component	General Employees' Pension Plan Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at September 30, 2023	\$ 266,293,563	\$ 214,379,222	\$ 51,914,341
Changes for the year:			
Service cost	3,462,844	-	3,462,844
Interest	19,776,020	-	19,776,020
Assumption changes	2,391,841	-	2,391,841
Plan changes	326,143	-	326,143
Differences between expected and actual experience	(2,674,808)	-	(2,674,808)
Contributions - employer	-	1,653,734	(1,653,734)
Contributions - employee	-	2,582,642	(2,582,642)
Net investment income (loss)	-	21,838,707	(21,838,707)
Benefit payments, including refunds of employee contributions	(19,091,235)	(19,156,913)	65,678
Transfers	-	-	
Administrative Expenses	-	(157,312)	157,312
Net changes	<u>4,190,805</u>	<u>6,760,858</u>	<u>(2,570,053)</u>
Balance at September 30, 2023	<u>\$ 270,484,368</u>	<u>\$ 221,140,080</u>	<u>\$ 49,344,288</u>

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.50 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease 6.50%	Current Rate 7.50%	1% Increase 8.50%
Net pension liability (asset)	\$ 75,164,210	\$ 49,344,288	\$ 26,662,544

GE Plan Fiduciary Net Position:

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to GE Plan:

For the fiscal year ended September 30, 2024 the City recognized pension expense of \$10,343,168 on the government-wide Statement of Activities for the GE Plan. This amount is included as part of personnel services expenses within the functional program activities.

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At September 30, 2024, the City reports deferred outflows and inflows of resources related to the GE Plan from the following sources:

General Employees' Pension Plan	Deferred Outflow of Resources	Deferred Inflow of Resources
Experience gain/(loss)	\$ 739,947	\$ 2,319,628
Asset gain/(loss)	19,206,440	
Assumptions	3,365,992	-
Subsequent contributions	2,449,531	-
Total	<u>\$ 25,761,910</u>	<u>\$ 2,319,628</u>

The total aggregated deferred outflows and deferred inflows related to the GE Plan is \$43,516,382 and \$20,074,100, respectively. The net effect of these amounts is \$23,442,282. The above table represents the netting of such amounts.

Deferred outflows of resources related to the GE Plan, totaling \$1,687,778 resulting from City contributions subsequent to the September 30, 2023 measurement date, will be recognized as a reduction of the net pension liability for the fiscal year ending September 30, 2025. Other asset and liability gains & losses reported as deferred outflows of resources and as deferred inflows of resources related to the GE Plan will be recognized in pension expense in subsequent years as follows:

Year ended September 30:

2025	\$ 4,854,147
2026	5,624,162
2027	11,738,210
2028	(1,223,768)
Total	<u>\$ 20,992,751</u>

The schedule of changes in the City's net pension liability and related ratios and the schedule of contributions, presented as Required Supplementary Information (RSI) following the notes to the financial statements, provide additional information about the net pension liability, plan assets and contributions.

Police and Firefighters' Retirement System:

General Information about the Pension Plan:

Plan Description:

The Police and Firefighters' Retirement System (PF Plan) is a single-employer defined benefit plan administered by Board of Trustees (the Board) which covers all City of Boca Raton (the City) police officers and firefighters. The Board consists of eight trustees, each serving a term of two years. Two of the trustees are eligible police officer members of the Plan who are elected by the other police officer members of the Plan. Two of the trustees are eligible firefighter members of the Plan who are elected by other firefighter members of the Plan. The other four trustees are appointed by the City Council. The PF Plan issued

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a publicly available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained online at the City's website at <https://myboca.us/> or by writing to:

Police and Firefighters' Retirement System
Boca Raton City Hall, Suite 230
201 West Palmetto Park Road
Boca Raton, Florida 33432

The PF Plan was established by Ordinance No. 1806, adopted April 17, 1973, by City Council. The PF Plan is also governed by Chapters 112, 175, and 185, Florida Statutes. Pursuant to Chapters 175 and 185 of the Florida Statutes, premium taxes on certain property and casualty insurance contracts written on City properties is collected by the State and is remitted to the PF Plan. This amount totaled \$5,310,037 for the fiscal year ended September 30, 2024: \$3,419,585 for property insurance contracts for firefighters under Chapter 175 and \$2,159,145 for casualty insurance contracts for police officers under Chapter 185. This amount was recognized as an expenditure and revenue in the Retirement Sustainability Internal Service Fund.

Benefits Provided:

The earliest date at which a police officer and a firefighter can receive full benefits is called the normal retirement date. The normal retirement date is the first day of the month coincident with or following completion of 20 years of continuous service or attainment of age 55 with 10 years of continuous service. There is no mandatory retirement date; members may work past their normal retirement date and continue to accrue additional benefits subject to certain maximums as described below.

Police officer members exercising normal retirement are entitled to receive monthly benefits payable at 3.5% of their average monthly earnings (AME), which is the highest two-year average preceding retirement, multiplied by their years of continuous services, subject to a maximum of the greater of 87.5% of AME or 2% of AME multiplied by the years of service. For those police officers retiring on or after April 14, 2015, the maximum benefit is 77% of AME. The maximum benefit shall be increased to include the percentage attributable to the past service purchase but in no event shall the total benefit exceed 87.5% of AME. For those members retiring on or after April 14, 2015, longevity pay shall not be included in AME and AME will be the highest 3-year average prior to retirement, provided that the AME for a police officer member who retires prior to October 1, 2017 shall be the greater of the arithmetic average of the highest 2 years preceding actual retirement or the arithmetic average of annual earnings for the 3 consecutive years immediately preceding retirement. A police officer, who becomes a member of the Plan on or after April 14, 2015, shall not have any overtime pay included in the calculation of AME.

Notwithstanding the prior maximums, the maximum normal retirement benefit for members who retire on or after July 24, 2018 shall be 84% of AME; provided, if a member's

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accrued benefit as of July 24, 2018 exceeded 84% of the AME, the member shall retain the accrued benefit as of that date but shall not thereafter accrue any additional benefit. In no event shall such member's normal retirement benefit be less than 2% of the AME for each year of service. For those members who purchased past service on or before April 14, 2015, the maximum benefit of 84% of AME shall be increased to include the percentage attributable to the previously past service, but in no event shall the maximum normal retirement benefit (when applied to the normal form of benefit) at the time of retirement shall not exceed 87.5% of AME. Past service purchased on or after April 14, 2015 shall not increase the maximum normal retirement benefit above 84% of the AME.

Firefighter members exercising normal retirement are entitled to receive monthly benefits of 3.4% of their AME, multiplied by the member's years of continuous service, subject to a maximum of 100% of AME. For those firefighter members retiring on or after April 14, 2015, the maximum benefit shall be the lesser of \$100,000 or 90% of AME. This maximum benefit will increase 2% per year.

Police and Firefighter members retiring before October 26, 2010 received a \$10 monthly supplement per year of service. Members separating from service on or after October 26, 2010, received a \$10.50 monthly supplement per year of service. Ordinance No. 5578, adopted on May 5, 2021, increased the supplemental for Police members separating from service, on or after May 25, 2021, from \$10.50 to \$20.00. Ordinance No. 5674, adopted on October 24, 2023, increased the supplement to \$50.00 per month for Firefighter members who retire and begin collecting benefits on or after September 21, 2023. Ordinance No. 5673, adopted on October 24, 2023, increased the supplement to \$50.00 per month for Police members who retire and begin collecting benefits on or after October 1, 2023. The supplement for terminated vested members was frozen as of April 14, 2015, and going forward, members are no longer eligible for the retirement supplement.

A member of the PF Plan may be eligible for early retirement after attainment of age 50 with 10 years of continuous service. Members so qualifying may receive benefits under one of the following two options:

- The benefits can be deferred until the member's normal retirement date, in which case the benefit will be calculated the same as discussed above under normal retirement, or
- The member may take a reduced benefit, which may start any time prior to the normal retirement date. The reduction factor is 3% for each year prior to the normal retirement date.

Active employees under a disability retirement shall be entitled to receive a retirement benefit equal to 75% of the member's average monthly earnings or accrued benefit if the disability occurred in-service. The monthly benefit for a non-service incurred disability is equal to the normal benefit accrued by the member as of the date of the disability. Such benefit is payable from the first day of disability. Disability benefits are paid until the earlier of death or recovery from disability.

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If an active employee dies from a service-incurred death, a lump-sum payment of \$5,000 is paid to the beneficiaries. In addition, the surviving spouse receives a monthly benefit until death, equal to 75% of the average monthly earnings. An additional 7½% of the average monthly earnings is paid for each minor child, but in no event does the amount paid to the spouse and children exceed 90% of the member's average monthly earnings. The payments to the children end upon the earlier of death, marriage, attainment of age 18, or age 22 if the child is a full-time student in an accredited school.

If an active employee dies from a non-service incurred cause and has less than one year of continuous service, a single payment of \$2,500 is paid to the beneficiaries. If the employee has more than one year of continuous service, a single payment of \$5,000 is paid to the beneficiaries. If the employee has five or more years of service, the surviving spouse will receive a monthly pension equal to 65% of the employee's accrued pension. An additional 7½% of the average monthly earnings is paid for each minor child, but in no event does the amount paid to the spouse and children exceed 50% of the member's average monthly earnings. Payments to the children end upon the earlier of death, marriage, attainment of age 18, or age 22 if the child is a full-time student in an accredited school.

If a member terminates employment and is not eligible for any other benefits under the system, he or she is entitled to the following:

- With less than 10 years of continuous service, a refund of the member contribution is made plus 3% interest, or
- With 10 or more years of continuous service, the pension accrued to the date of termination, payable commencing at his or her normal retirement date, or at the member's option, a lump sum refund of the member contribution plus 3% interest.

Police officers and firefighters who have reached normal retirement age may elect to participate in the Deferred Retirement Option Plan (DROP). Upon electing to participate in the DROP, members are considered to have retired for purposes of the pension plan, but continue to remain in active employment with the City. Under Section 12-153, City of Boca Raton Code of Ordinances, as of July 24, 2018, a police officer member's election into the DROP will be deemed irrevocable. The member's normal retirement benefit is calculated as if the member had actually retired on the date of DROP participation, using continuous service and average monthly earnings as of that date.

Instead of paying the benefit to the member, a DROP account is established and the benefit is deposited in the account each month; these deposits continue to accumulate interest during the remainder of the member's employment with the City. The DROP account may remain a commingled part of the pension plan or may be self-directed with an established retirement corporation. City and employee contributions cease when a member elects to participate in the DROP.

During the period of DROP participation, the member's DROP account is credited monthly with investment earnings at the same rate that is earned on the total pension fund or as self-directed, if applicable. In addition, each member's account is charged with a portion

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of the administrative expenses. The maximum duration of DROP participation is seven years. If a member continues to remain in employment more than seven years, no further deposits will be made to the member's account and investment earnings will cease to be posted. Administrative expenses will continue to be charged. There is no taxation of benefits during the period of DROP participation.

Upon termination of employment, members may elect to receive their funds from the DROP account in a lump sum, annual installments or monthly annuity distributions. Benefit distributions must commence by age 72 ½. When participating in the DROP, participants are no longer eligible for disability or preretirement death benefits from the PF Plan. If a participant dies prior to the DROP balance being paid in full, the beneficiary shall have the same rights to which the participant was entitled. At September 30, 2024, there were 126 DROP participants with a total balance of \$40,059,448. These amounts are included in the total investment balance presented on the Pension Trust Funds Statement of Fiduciary Net Position.

Police officer members eligible to receive normal retirement benefits at the time they leave the employment of the City, on or after October 1, 2001, are eligible to receive a 2% annual increase every year after the year of retirement. Retirements before October 1, 2001 receive a 3% annual increase every 2 years. On or after April 14, 2015 a police officer member shall be eligible to receive an annual increase upon attainment of their normal retirement date while actively employed. For police officer members who enter the DROP on or after April 14, 2015, the annual increase on the retirement benefit will begin the earlier of 1 year after termination of employment or 3 years after DROP entry.

Firefighter members eligible to receive normal retirement benefits at the time they leave the employment of the City (who retired prior to April 14, 2015) and have 22 or more years of continuous service (or 20 years if retired prior to December 9, 2008), are eligible for a cost of living adjustment of 3% each year once they have attained the age of 52 or have been retired one year, whichever comes later. Firefighter members with 21 years of continuous service are eligible for the cost-of-living adjustment after two years and with 20 years of continuous service are eligible after three years. For firefighter members retiring on or after April 14, 2015, for that portion of the retirement benefit that accrues on or after April 14, 2015, the cost of living adjustment shall be based on the continuous service earned on or after April 14, 2015 and the annual cost of living adjustment shall be 2.5 percent.

Benefits payable for service-related death and disability benefits are increased by 3% each year starting with the date they would have attained age 52. No increases apply to nonservice related death or disability benefits unless they complete 20 years of continuous service prior to their death or disability. For firefighter members retiring on or after April 14, 2015, for that portion of the retirement benefit that accrues on or after April 14, 2015, the cost of living adjustment shall be based on continuous service earned on or after April 14, 2015, the annual increase in their retirement benefit shall be 2.5 percent.

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PF Plan Contributions:

Firefighter member contributions are at the rate of 10.2% of compensation. Effective October 1, 2015 police officer member contributions increased from 10.2% to 11.5% of compensation. Employer contributions for the year ended September 30, 2024, determined using the actuarial valuation dated October 1, 2022, were 53.48% of covered payroll. The Plan's funding policy provides for actuarially determined periodic employer contributions sufficient to pay the benefits provided by the Plan when they become due. Administrative costs are funded through investment earnings.

Police officer members are required to contribute 11.5% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. For those police officers who became members of the Plan prior to April 14, 2015 annual earnings include basic wages, longevity pay and the first 300 hours of overtime but exclude any overtime earnings in excess of 300 hours, bonuses and any other extra compensation. For those police officers who became members of the Plan on or after April 14, 2015 annual earnings include basic wages only.

Firefighter members are required to contribute 10.2% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. Annual earnings include basic wages, certification pay and longevity pay but exclude overtime, bonuses and any other extra compensation.

For police officers, the PF Plan receives funding from premium taxes on certain property and casualty insurance contracts written on City properties that is collected by the State and remitted directly to the PF Plan as a contribution, which was 9.84% of covered payroll for police officers. Employer contributions for the fiscal year ended September 30, 2024 determined using the actuarial valuation dated October 1, 2022 were 47.23% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

For firefighters, the PF Plan receives funding from premium taxes on certain property and casualty insurance contracts written on City properties that is collected by the State and remitted directly to the PF Plan as a contribution, which was 12.91% of covered payroll for firefighters. Employer contributions for the fiscal year ended September 30, 2024 determined using the actuarial valuation dated October 1, 2022 were 37.61% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

City's Net Pension Liability Regarding the PF Plan:

The City's liability for the net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

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Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of October 1, 2022, rolled forward to September 30, 2023 using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation	2.0%
Salary increases	Age based
Investment rate of return	7.60%
Cost of living adjustment	varies

Mortality rates, as mandated by Chapter 2015-157, Laws of Florida, were those used by the Florida Retirement System (FRS) for special risk employees, with appropriate adjustments made based on the plan demographics.

The long-term expected rate of return on the PF plan investments is 7.60%. The PF plan's policy in regard to the allocation of investments is established by the PF Plan Board of Trustees. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return for the PF plan by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimate of arithmetic real rates of return for each major asset class included in the PF Plan's target asset allocation as of September 30, 2023 are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
U.S. Large Cap Equity	6.40%
U.S. Small Cap Equity	7.25%
Non-US Equity (includes Emerging)	7.30%
Core Fixed income	1.53%
High Yield Fixed Income	3.54%
Emerging Markets Debt	3.54%
Multi-Asset Class Solutions	4.11%
Private Equity	9.49%
Long/Short Equity Strategies	4.45%
Credit/Event Hedge Strategies	4.20%
Real Estate - Core	3.50%
Private Debt	6.01%

The discount rate used to measure the total pension liability was 7.60%. The projection of cash flows was used to determine the discount rate assumed the PF Plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the PF Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current PF Plan members. Therefore, the long-term expected rate of return on PF Plan investments was applied to all periods of projected benefit payments to determine the total pension

**CITY OF BOCA RATON, FLORIDA
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liability.

Changes in Net Pension Liability:

	Police & Firefighters' Retirement System		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at September 30, 2022	\$ 661,437,509	\$ 449,147,427	\$ 212,290,082
Changes for the year:			
Service cost	12,449,906	-	12,449,906
Interest	50,745,564	-	50,745,564
Changes of benefit terms	20,036,837	-	20,036,837
Differences between expected and actual experience	3,484,985	-	3,484,985
Changes of assumptions	10,633,937	-	10,633,937
Contributions - employer	-	19,205,096	(19,205,096)
Contributions - State	-	4,935,969	(4,935,969)
Contributions - employee	-	4,495,088	(4,495,088)
Contributions - buy back	91,287	91,287	-
Net investment income (loss)	-	40,594,693	(40,594,693)
Benefit payments, including re-funds of employee contributions	(29,708,241)	(29,708,241)	-
Transfers	-	-	-
Administrative expense	-	(256,897)	256,897
Net changes	<u>67,734,275</u>	<u>39,356,995</u>	<u>28,377,280</u>
Balance at September 30, 2023	<u>\$ 729,171,784</u>	<u>\$ 488,504,422</u>	<u>\$ 240,667,362</u>

Florida State Statutes Chapters 175 and 185 establish minimum benefits and standards for all municipal Police Officer and Firefighter pension plans. The statutes govern the allocation of insurance premium excise taxes that are levied to provide a partial funding source for these plans. In 2015, the statutes were amended to allow the City and the Unions to mutually agree on the use of these funds. The balance of the insurance premium excise taxes to be used for future benefits at September 30, 2024 totals \$20,327,560.

The following presents the net pension liability of the City, calculated using the discount rate of 7.60 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.60%) or 1-percentage-point higher (8.60%) than the current rate:

	1% Decrease	Current Rate	1% Increase
	6.60%	7.60%	8.60%
Net pension liability	\$ 332,161,033	\$ 240,667,362	\$ 165,677,624

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PF Plan Fiduciary Net Position:

Detailed information about the PF Plan's Fiduciary Net Position is available in a separately issued financial report. The report may be obtained on the internet at the City's website (<http://myboca.us/>).

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to PF Plan:

For the fiscal year ended September 30, 2024 the City recognized pension expense of \$38,560,137 on the government-wide Statement of Activities for the PF Plan. This amount is included as part of personnel services expenses within the functional program activities.

At September 30, 2024, the City reported deferred outflows and inflows of resources related to the PF Plan from the following sources:

Police and Firefighters' Retirement System	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 11,434,743	\$ -
Changes of assumptions	15,177,749	
Net difference between projected and actual earnings on pension plan investments	29,511,311	-
Employer and state contributions subsequent to the measurement date	25,912,249	-
Total	<u>\$ 82,036,052</u>	<u>\$ -</u>

The total aggregated deferred outflows and deferred inflows related to the PF Plan is \$114,682,627 and \$32,646,574, respectively. The net effect of these amounts is \$82,036,052. The above table represents the netting of such amounts.

Deferred outflows of resources related to the PF Plan, totaling \$25,912,249 resulting from City and State contributions subsequent to the September 30, 2023 measurement date, will be recognized as a reduction of the net pension liability for the fiscal year ending September 30, 2025. Other asset and liability gains & losses reported as deferred outflows of resources and as deferred inflows of resources related to the PF Plan will be recognized in pension expense in subsequent years as follows:

Year ended September 30:	
2025	\$ 15,425,688
2026	12,030,182
2027	23,521,800
2028	2,792,979
2029	2,353,154
Total	<u>\$ 56,123,803</u>

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The schedule of changes in the City's net pension liability and related ratios and the schedule of contributions, presented as Required Supplementary Information (RSI) following the notes to the financial statements, provide additional information about the net pension liability, plan assets and contributions.

Executive Employees' Retirement Plan

Plan Description:

The Executive Employees' Retirement Plan (EE Plan) is a single-employer defined benefit plan administered by a five-member Board of Trustees (the Board) that covers the executive employees of the City of Boca Raton. Two of the trustees are members of the Plan appointed by the city manager, two are appointed by the city council, and the other is the city manager. The EE Plan was established by Ordinance 4745, adopted November 12, 2003, by City Council. The EE Plan is also governed by Chapter 112, Florida Statutes. The Plan issued a publicly available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained online at <https://myboca.us/> or by writing to:

Florida Municipal Pension Trust Fund
Florida League of Cities, Inc.
Post Office Box 1757
Tallahassee, FL 32302-1757
Direct Line (850) 701-3633

EE Plan members are assigned to one of four divisions, each providing different levels of benefits depending on their division and entry into the plan. Division 1 includes D1, D2 and D3 pay classifications; Division 2 includes D4 and higher D pay classifications; Division 3 includes DD pay classifications and Division 4 includes the City Manager and City Attorney, if they elect to participate in the EE Plan.

Monthly benefits are calculated as a percentage of average final compensation. Retirement benefits are calculated by multiplying the member's earnings averaged over five years (for Division 1 through Division 3) or two years (for Division 4) times the member's years of continuous service times a multiplier determined by their plan level subject to a maximum of 90% for those members that entered the plan on or prior to September 30, 2010 and 80% for those members that entered the plan after September 30, 2010.

For members hired on or before September 30, 2010, Division 1, Division 2 or Division 3 utilize multipliers of 3.05, 3.15 and 3.25 respectively. For members who retire or enter the DROP before January 26, 2021, Division 4 utilizes a multiplier of 4.55 for the first 10 years and 3.35 thereafter. For members who retire or enter the DROP on or after January 26, 2021, Division 4 utilizes the same percentage multiplier as provided for Division 3 members, plus 0.1. After September 30, 2010, new members assigned to Division 1, Division 2, Division 3 and Division 4 utilize multipliers of 2.35, 2.45, 2.55 and 2.65

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respectively.

Members are eligible to retire the earlier of reaching age 65 with at least 6 years of vesting service or reaching age 55 with at least 10 years of vesting service or for new members after September 30, 2010 age 58 with at least 10 years of vesting service. Members qualify for early retirement benefits upon attaining age 50 with 10 years of continuous service or for new members after September 30, 2010 age 53 with 10 years of continuous service. If a participant terminates employment after having attained the early retirement date, they have the following two available options: 1) The benefits can be deferred until the member's normal retirement date, in which case the benefit will be calculated the same as normal retirement, or 2) The member may take a reduced benefit, which may start any time prior to the normal retirement date. The reduction factor is 5% for each year the early retirement precedes the normal retirement age 55 or 58 for new members who join the plan after September 30, 2010.

A cost-of-living increase of 2% per year for Divisions 1, 2 and 3 and 3% per year for Division 4 in current monthly benefits commences on October 1st following 5 years after retirement. Members who terminate employment with 10 years or more but less than 25 years of benefit service and are eligible for immediate early or normal retirement receive a monthly supplement of \$10 per year of service if separated before January 26, 2021, \$20 per year of service if separated after January 26, 2021 and before October 1, 2023, and \$50 for each complete year of the combined period of benefit service plus participation in the Deferred Retirement Option Plan (DROP) if separated after October 1, 2023.

Members who have reached normal retirement age may elect to participate in the DROP. They will remain active employees of the City, but will no longer contribute to the EE Plan. Their benefits will remain frozen and continue to accrue interest until they retire from the City, at which time DROP benefits will be paid. Maximum duration of participation is eighty-four months. Funds held in the DROP account may remain a commingled part of the pension plan's investments or, pursuant to section 12-179 of the Code of Ordinances, may be directed by a member to a self-directed DROP account and invested among select Florida Municipal Pension Trust Fund (FMPTF) mutual funds. At September 30, 2024, there were 6 DROP participants. The DROP account, and self-directed DROP account, had balances of \$2,385,969 and \$1,808,328, respectively, for a total of \$4,194,297. These amounts are included in the total investment balance presented on the Pension Trust Funds Statement of Fiduciary Net Position.

Active employees who become disabled receive 60% of the average final compensation as of the date of disability payable starting at age 65. Disability benefits are paid until the earlier of death or recovery from disability. If an active employee dies, a member's beneficiary is entitled to an accrued benefit that varies with age, length of service and employee division. If an employee terminates his employment with the City and is not eligible for any other benefits under the EE Plan, the member is entitled to the following:

- with less than six years of continuous service, a refund of member contribution plus 5% interest.

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- with six or more years of continuous service, the pension accrued to the date of termination, payable commencing at the member's normal retirement date.

The City by Ordinance No. 4749 established a Preservation of Benefits Plan to pay benefit obligations. In the event that the accrued benefit for a member under the EE Plan is reduced pursuant to Section 401(a)(17) or Section 415(b) of the Internal Revenue Code, the City will pay a supplemental benefit amount equal to the amount reduced under the Internal Revenue Code limits.

Plan Contributions:

Members are required to contribute 11% of their annual earnings. Annual earnings include basic wages but exclude overtime, bonuses, longevity pay and any other extra compensation. Annual earnings do not include payments made to a member for any portion of a cost of living adjustment and/or merit increase, which exceeds the maximum of the employee's respective salary range. Employer contributions for the fiscal year ended September 30, 2024 determined using the actuarial valuation dated October 1, 2022 were 38.22% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

City's Net Pension Liability Regarding the EE Plan:

The City's liability for 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 that date.

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of October 1, 2022, rolled forward to September 30, 2023 using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation	2.75%
Salary increases	Varies
Investment rate of return	7.00%
Cost of living adjustment	Varies

Pursuant to Florida Statutes Chapter 112.63(1)(f), the mortality tables used are the same as those used in the July 1, 2021 Pension Actuarial Valuation of the Florida Retirement System (FRS) for Regular (other than K-12 School Instructional Personnel) members, with appropriate adjustments made based on the plan demographics.

The long-term expected rate of return on the EE plan investments is 7.00%. The EE Plan's policy regarding the allocation of investments is established by the EE Plan Board of Trustees. The long-term expected rates of return on pension plan investments were

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developed by the investment consultant Asset Consulting Group (ACG) using Monte Carlo Simulations to analyze a range of possible outcomes. The output of the Monte Carlo Simulation is based on ACG's capital market assumptions that are derived from proprietary models based upon well-recognized financial principles and reasonable estimates about relevant future market conditions. The long-term expected rate of return for the EE Plan was calculated by weighting the expected future real rates of return of each asset class by the target asset allocation percentage and by adding expected inflation. Best estimate of arithmetic real rates of return for each major asset class included in the EE Plan's target asset allocation as of September 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Core Bonds	2.5%
Core Plus	2.8
U.S. Large Cap Equity	7.1
U.S. Small Cap Equity	8.6
Non-U.S. Equity	8.2
Core Real Estate	6.5

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows was used to determine the discount rate assumed the EE Plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the EE Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current EE Plan members. Therefore, the long-term expected rate of return on EE Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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Changes in Net Pension Liability:

	Executive Employees' Pension Plan		
	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at September 30, 2022	\$ 74,608,087	\$ 54,664,380	\$ 19,943,707
Changes for the year:			
Service cost	1,126,253	-	1,126,253
Interest	5,209,960	-	5,209,960
Changes of benefit terms	-	-	-
Difference between expected and actual experience	2,204,903	-	2,204,903
Changes to assumptions	411,575	-	411,575
Contributions - employer	-	2,296,520	(2,296,520)
Contributions - employee	-	729,911	(729,911)
Transfer from other pension plans	-	116,538	-
Net investment income (loss)	-	5,737,676	(5,737,676)
Benefit payments, including re- funds of employee contributions	(3,668,398)	(3,668,398)	-
Administrative expense	-	(91,246)	75,266
Net changes	<u>5,284,293</u>	<u>5,121,001</u>	<u>163,292</u>
Balance at September 30, 2023	<u>\$ 79,892,380</u>	<u>\$ 59,785,381</u>	<u>\$ 20,106,999</u>

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.00 percent, as well as what the net pension liability (asset) 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 Rate	1% Increase
	6.00%	7.00%	8.00%
Net pension liability	\$ 29,224,429	\$ 20,106,999	\$ 12,555,347

EE Plan Fiduciary Net Position:

Detailed information about the EE Plan's Fiduciary Net Position is available in a separately issued financial report. The report may be obtained online at the City's website at <http://myboca.us> or by writing to:

Florida Municipal Pension Trust Fund
Florida League of Cities, Inc.
Post Office Box 1757
Tallahassee, FL 32302-1757
Direct Line (850)701-3633

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Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to EE Plan:

For the fiscal year ended September 30, 2024 the City recognized pension expense of \$683,447 on the government-wide Statement of Activities. This amount is included as part of personal services expenses within the functional program activities.

At September 30, 2024, the City reports deferred outflows and inflows of resources related to the EE Plan from the following sources:

Executive Employees' Retirement Plan	Deferred Outflow of Resources	Deferred Inflow of Resources
Experience gain/(loss)	\$ 1,607,285	\$ 1,211,441
Asset (gain)/loss	8,318,132	4,750,012
Assumption change	282,958	187,613
Contribution subsequent to measurement date	2,525,416	-
Total	<u>\$ 12,733,791</u>	<u>\$ 6,149,066</u>

Deferred outflows of resources related to the EE Plan, totaling \$2,525,416, resulting from City contributions subsequent to the September 30, 2023 measurement date, will be recognized as a reduction of the net pension liability for the fiscal year ended September 30, 2024. Other asset and liability gains & losses reported as deferred outflows of resources and as deferred inflows of resources related to the EE Plan will be recognized in pension expense in subsequent years as follows:

Year ended September 30:	
2025	\$ 698,725
2026	1,167,371
2027	2,558,136
2028	(364,923)
Total	<u>4,059,309</u>

The schedule of changes in the City's net pension liability and related ratios and the schedule of contributions, presented as Required Supplementary Information (RSI) following the notes to the financial statements, provide additional information about the net pension liability, plan assets and contributions.

Florida Retirement System (FRS) Plans:

General Information about the FRS Pension Plans:

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any

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state-administered retirement system in paying the costs of health insurance.

Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' website (www.dms.myflorida.com) or by contacting the Division of Retirement at:

Department of Management Services
Division of Retirement
Research and Education Section
P. O. Box 9000
Tallahassee, FL 32315-9000
850-488-5706 or toll free at 877-377-1737

Plan Description:

FRS Pension Plan

The FRS Pension Plan (Plan) is a cost-sharing, multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. Only elected officials of the City may become members of the Plan under the FRS Elected Officers' Class (EOC) of membership.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

The DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. Eligible employees can elect to participate in the DROP for a period not to exceed a maximum of 96 calendar months. The election to participate in the DROP can be made at any time after the member first reaches their normal retirement date by age or service. During the period of DROP

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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.

HIS Plan

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 the State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided:

FRS Pension Plan

Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation (AFC). For members initially enrolled before July 1, 2011, the AFC is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the AFC is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, 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 percentage value for each year of service credit earned under the FRS Elected Officers' Class is 3.00%.

Pursuant to Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

HIS Plan

For the fiscal year ended September 30, 2024 eligible retirees and beneficiaries received a monthly HIS payment of \$7.50 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. Beginning July 1, 2023, each eligible retirees and beneficiaries received a monthly HIS payment of \$7.5 for each year

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of creditable service completed at the time of retirement, with a minimum HIS payment of \$45 and a maximum HIS payment of \$225 per month, pursuant to Section 12.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Plan Contributions:

FRS Pension Plan

The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates for the Elected Officials Class during the 2024 fiscal year were as follows:

Percent of Gross Salary		Percent of Gross Salary	
October 1, 2023 to June 30, 2024		July 1, 2023 to September 30, 2023	
<u>Employee</u>	<u>Employer¹</u>	<u>Employee</u>	<u>Employer¹</u>
3.00%	58.68%	3.00%	58.68%

¹Employer rates include a postemployment HIS contribution rate of 2.00% for the period of October 1, 2023 to June 30, 2024 and 2.00% for the period of July 1, 2024 to September 30, 2024, and an investment plan administrative charge of .06%.

The City's contributions to the Plan totaled \$71,115 for the fiscal year ended September 30, 2023. This excludes the HIS defined benefit pension plan contributions and the investment plan administrative charge.

HIS Plan

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. The HIS contribution rate for the period October 1, 2023 through September 30, 2024 was 2.00%. The City contributed 100% of its statutorily required contributions for the current year. The HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants' benefits may be reduced or canceled.

The City's contributions to the HIS Plan totaled \$2,512 for the fiscal year ended September 30, 2024.

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City's Net Pension Liability Regarding the FRS and HIS Plans:

Actuarial Assumptions

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

	FRS	HIS
Actuarial Cost Method	Individual Entry Age	
Investment Rate of Return	6.70%	3.93%
Salary Increase	3.50%	3.50%
Inflation	2.40%	2.40%

Mortality assumptions for both the FRS Pension Plan and HIS program were based on the PUB-2010 base table, projected generationally with Scale MP-2021.

The most recent experience study for the FRS Pension Plan was completed in 2024 for the period July 1, 2018, through June 30, 2023. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. 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.

The long-term expected rate of return on the FRS 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:

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Asset Class	Target Allocation ¹	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.1%
Fixed income	29.0%	5.7%	5.6%	3.4%
Global equity	45.0%	8.6%	7.0%	18.1%
Real estate	12.0%	8.1%	6.8%	14.8%
Private equity	11.0%	12.4%	8.8%	26.3%
Strategic investments	2.0%	6.6%	6.2%	7.7%
Total	<u>100.0%</u>			

Assumed Inflation - Mean 2.4% 1.5%

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

The discount rate used to measure the total pension liability was 6.7% for the FRS plan. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The HIS program uses a pay as you go funding structure. Therefore, the depletion date is considered to be immediate and the single equivalent discount rate is equal to the municipal bond rate. The municipal bond rate of 3.93% was used to determine the total pension liability for the program. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

The following changes in actuarial assumptions occurred in 2024:

- The municipal bond rate used to determine total HIS pension liability was increased from 3.65% to 3.93%.
- The salary increase assumption was changed from 3.25% to 3.50%.
- The mortality assumption was changed from the PUB-2010 base table, projected generationally with Scale MP-2018 to the PUB-2010 base table, projected generationally with Scale MP-2021

Net Pension Liability

At September 30, 2024, the City reported a liability of \$391,611 for its proportionate share of the FRS Pension Plan's net pension liability and \$44,522 for the HIS net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The City's proportionate share of the net pension liability was calculated using accrued retirement contributions related to the reporting periods included in the system's current and several prior measurement dates. At June 30, 2024, the City's

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proportionate share was .001012315% for the FRS plan and .000296792% for the HIS plan, which represent a decrease of .000239636% and .000016598% respectively from the proportionate shares measured as of June 30, 2023.

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

The following presents the City's proportionate share of the net pension liability for the FRS and HIS Plans calculated using the discount rates of 6.7% and 3.93% respectively, 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 1-percentage-point lower (5.7% for FRS and 2.93% for HIS) or 1-percentage-point higher (7.7% for FRS and 4.93% for HIS) than the current rate:

FRS Net Pension Liability			HIS Net Pension Liability		
1% Decrease	Current Rate	1% Increase	1% Decrease	Current Rate	1% Increase
5.70%	6.70%	7.70%	2.93%	3.93%	4.93%
\$ 688,830	\$ 391,611	\$ 142,627	\$ 50,682	\$ 44,522	\$ 39,407

Plan Fiduciary Net Position

Detailed information about the fiduciary net position of both benefit plans are available in the separately issued FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report.

Pension Expense and Deferred Outflows and Inflows of Resources

For the fiscal year ended September 30, 2024 the City recognized pension expense of \$2,844 related to the FRS Pension Plan and \$655 related to the HIS plan. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	FRS	HIS	Total
Differences between expected and actual experience	\$ 39,563	\$ 430	\$ 39,993
Changes in assumptions	53,674	788	54,462
Net difference between projected and actual investment earnings	-	-	-
Changes in proportion and differences between City FRS contributions and proportionate share of FRS contributions	-	176	176
City FRS contributions subsequent to the measurement date	13,828	580	14,408
Total Deferred Outflows of Resources	\$ 107,065	\$ 1,974	\$ 109,038

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	Deferred Inflows of Resources		
	FRS	HIS	Total
Differences between expected and actual experience	\$ -	\$ 85	\$ 85
Changes in assumptions	-	5,271	5,271
Net difference between projected and actual investment earnings	26,028	16	26,044
Changes in proportion and differences between City FRS contributions and proportionate share of FRS contributions	174,027	10,972	184,999
Total Deferred Inflows of Resources	\$ 200,055	\$ 16,344	\$ 216,399

The deferred outflows of resources related to pensions, totaling \$14,408 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended September 30:	FRS	HIS	Total
2025	\$ (66,145)	\$ (3,246)	\$ (69,391)
2026	12,269	(3,459)	8,810
2027	(32,365)	(3,607)	(35,972)
2028	(19,808)	(2,993)	(22,801)
2029	(769)	(1,386)	(2,156)
Thereafter	-	(260)	(260)
Total	(106,818)	(14,951)	(121,769)

Payables to the Pension Plan – At September 30, 2024, the City did not report a payable to the Plan for the fiscal year ended September 30, 2024.

FRS Investment Plan

Pursuant to Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS Defined Benefit Plan. The Investment Plan is a defined contribution plan for which the employer and employee contributions are defined by law. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. An individual member's benefit depends, in part, on the performance of the investment funds selected. Members are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings.

The Investment Plan is funded with the same employer and employee contribution rates as the FRS Pension Plan, which are defined by law, and are based on salary and membership class. 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 from the Florida Retirement System Contribution Clearing Trust Fund to the Investment Plan member accounts are established by Section 121.72, Florida Statutes. Effective July 1, 2023, the

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

allocation to the Elected Officers' Class accounts was 16.34%.

DROP participation is not available under the Investment Plan, though Pension Plan DROP participants may roll over their DROP benefit into the Investment Plan following termination from the DROP. After termination and applying to receive benefits, a 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; members may either transfer their Investment Plan account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income. The monthly HIS benefit is available to eligible members.

The City's and the employees' contributions to the Investment Plan totaled \$53,083 and \$2,714, respectively, for the fiscal year ended September 30, 2024.

11. Other Post Employment Benefits (OPEB)

OPEB Plan Description

The City provides a single employer defined benefit health care plan (the Plan) to all of its employees except for the firefighter members covered by the collective bargaining agreement between the City and the International Association of Firefighters. The Plan is not accounted for as a trust fund since an irrevocable trust has not been established to fund the plan. The Plan has no assets and does not issue a separate financial report.

The Plan allows its employees and their beneficiaries, at their own cost and until the attainment of age 65, to continue to obtain health, dental and other insurance benefits upon retirement. The benefits of the Plan conform to the Florida Statutes, which are the legal authority for the Plan. Eligible employees of the City who satisfy early or normal retirement provisions of their respective pension plan are allowed access to the Plan until the participant reaches Medicare eligibility at the participant's cost. The City does not have a policy to provide a subsidy to retirees towards the cost of coverage. However, if retirees are in the HRA plan, they will also receive HRA funding from the City. General eligibility rules are as follows:

- General employees, police, and executive employees, must meet the eligibility requirements for their respective retirement plan.
- Participants electing to participate in the City's Internal Revenue Code (IRC) 401a plan, in lieu of the City's three defined retirement benefit plans, must meet the eligibility requirements under the City's IRC 401a plan.

Where applicable, participants currently electing to participate in the DROP are assumed to begin receiving benefits under OPEB at the end of the DROP period, which is 7 years.

Dependents and surviving spouses of participants are allowed access to the plan at the

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

participant cost. There is no subsidy offered by the City for dependents.

Participants who terminate employment prior to reaching retirement eligibility are not allowed access to the plan.

At September 30, 2024, the OPEB Plan covered 1,164 active employees and 135 retirees.

Total OPEB Liability

Actuarial Methods and Assumptions

The OPEB liability is based on the April 1, 2024 valuation which includes several actuarial assumptions. September 30, 2024 was the actuarial measurement date. Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and the plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities. Significant methods and assumptions are listed below.

Actuarial Assumptions	Rate/ Methodology
Actuarial Cost Method	Entry Age Normal (EAN)
Discount Rate (based on the 20-year GO Bond index)	3.88%
Inflation rate	2.60%
Medical Trend Rate (using the Society of Actuaries (SOA) Long-Run Medical Cost Trend Model baseline assumptions)	4.04%
Salary Increase	General - Varies Police & Executives - Varies Pub-2010 mortality fully generational using scale MP- 2021
Mortality Rate	

The discount rate used to determine the liabilities under *GASB Statement No. 75* is based on an index rate for 20-year tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. This rate was 4.63% as of September 30, 2023 and 3.88% as of September 30, 2024.

Retirees in the HRA Plan receive an HRA contribution from the City and the City recognizes that there is an "implicit subsidy" arising as a result of the blended rate premium since retiree health care costs, on average, are higher than active employee healthcare costs.

Total OPEB Liability

At September 30, 2024, the City reported a total OPEB liability of \$9,090,585, representing 9.13% of covered payroll. The components of the City's OPEB liability were as follows:

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Component	Value
Total OPEB liability	\$ 9,090,585
Plan fiduciary net position	--
Total OPEB liability	<u>\$ 9,090,585</u>
Plan fiduciary net position as a percentage of OPEB liability	0%
Covered payroll	\$ 99,568,375
Total OPEB liability as a percentage of covered payroll	9.13%

Change in OPEB Liability

The detail of the change in OPEB liability for fiscal year 2024 is presented below:

Component	Increase (Decrease)
Balance at September 30, 2023	\$ 5,725,120
Changes for the year:	
Service cost	162,577
Interest cost	255,415
Plan changes	
Differences between expected and actual experience	4,172,776
Changes in assumptions	(52,303)
Benefit payments, net of retiree contributions	<u>(1,173,000)</u>
Net changes	<u>3,365,465</u>
Balance at September 30, 2024	<u>\$ 9,090,585</u>

Sensitivity of Total OPEB Liability to Changes in Discount Rate or Medical Trend Rate

The chart below presents the total OPEB liability of the City, calculated using the discount rate of 3.88%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.88%) or 1-percentage-point higher (4.88%) than the current rate.

	1% Decrease 2.88%	Discount Rate 3.88%	1% Increase 4.88%
Total OPEB liability	\$ 9,847,434	\$ 9,090,585	\$ 8,417,017

The chart below presents the total OPEB liability of the City, calculated using a health care cost trend rate of 4.04%, as well as what the total OPEB liability would be if it were calculated using a health care cost trend rate that is 1-percentage-point lower (3.04%) or 1-percentage-point higher (5.04%) than the current rate.

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

	1% Decrease 3.04%	Medical Trend 4.04%	1% Increase 5.04%
Total OPEB liability	\$ 8,315,164	\$ 9,090,585	\$ 9,983,779

OPEB expense

For the fiscal year ended September 30, 2024, the City recognized OPEB expense of \$1,030,026. This amount is broken down in more details below.

Expense	Amount
Service cost	\$ 162,577
Interest	<u>255,415</u>
Differences between expected and actual experience	
In current fiscal year, recognized in current year	596,111
From past years recognized in current year	<u>131,057</u>
Total	<u>727,168</u>
Changes in assumptions	
In current fiscal year, recognized in current year	(7,472)
From past years recognized in current year	<u>(107,662)</u>
Total	<u>(115,134)</u>
Total OPEB expense	<u>\$ 1,030,026</u>

Changes in OPEB liability are recognized in OPEB expense during the fiscal year except for certain items as discussed in the deferred inflows/outflows of resources section below.

OPEB Fiduciary Net Position

Deferred Inflows/Outflows of Resources related to OPEB

For the fiscal year ended September 30, 2024, the City reported deferred outflows and inflows of resources related to OPEB from the following source(s):

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 4,279,966	\$ 89,539
Changes in assumptions	<u>90,717</u>	<u>968,105</u>
Total	<u>\$ 4,370,683</u>	<u>\$ 1,057,644</u>

Deferred outflows of resources of \$4,370,683 and deferred inflows of resources of \$1,057,644 are the result of changes in assumptions which decreased the total OPEB liability by \$52,303, of which \$7,472 was recognized in OPEB expense at September 30, 2024. The remainder of the balance will be recognized to OPEB expense as follows:

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Fiscal year ended September 30:	
2025	530,938
2026	530,936
2027	551,588
2028	537,432
2029	573,506
Thereafter	588,639
Total	<u>\$ 3,313,039</u>

12. Interfund Receivables, Payables, Transfers and Advances

A. Due To/From Other Funds (Balances Expected To Be Repaid Within One Year)

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

The following is a summary of interfund receivable and payable balances at September 30, 2024:

	Interfund Receivables (Due From)	Interfund Payables (Due To)
Major funds:		
General Fund	\$ 3,439,923	
Beach and Park Operations Fund		\$ 3,251,200
Non Major Special Revenue Funds		138,505
Non Major Enterprise Funds		50,218
Total interfund receivables/payables	<u>\$ 3,439,923</u>	<u>\$ 3,439,923</u>

The inter-fund balances above represent short-term loans to cover temporary negative balances in each fund's equity in pooled cash at year end.

B. Interfund Transfer Reconciliation

Transfers from:	To General	To Other Governmental	To Internal Service	Total
General			\$ 3,282,400	\$ 3,282,400
CRA Revenue			159,000	159,000
Land Proceeds				
5 Year Capital Improvements			3,178,700	3,178,700
Beach and Park Operations			147,500	147,500
Water and Sewer			442,100	442,100
Non-major governmental	\$ 2,900	\$ 5,102,784	502,600	5,608,284
Non-major enterprise			84,300	84,300
Total	<u>\$ 2,900</u>	<u>\$ 5,102,784</u>	<u>\$ 7,796,600</u>	<u>\$ 12,902,284</u>

CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

Non-major governmental fund transfers in are regarding payments for CRA operations and debt service payments. The transfers into the internal service funds are for the purchase of capital assets, which are not recovered through normal user fees and to partially offset operating costs in the Information Technology Fund.

13. Self-Insurance Programs

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has established a Self-Insurance Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss. Under this program the City has established three programs, Workers Compensation, Employees' Health and General and Automobile Liability.

The City is fully self-insured for workers' compensation, general liability, automobile liability, employment liability, police professional liability and errors and omissions. In addition, the City purchases an excess liability policy at a self-insured retention of \$1,500,000 for each workers' compensation claim, \$200,000 per claim for general liability, auto liability, law enforcement liability, and \$300,000 for public official's liability and employment practices liability losses. The City has excess policy insurance with Safety National for general liability coverage and excess workers' compensation coverage. The City purchases commercial insurance for property damage to vehicles valued in excess of \$50,000 and City owned buildings and other structures with a total insured value of \$150,000,000. The collision deductible for vehicles is \$5,000, the all other perils deductible for structures is \$100,000. The wind deductible is a percentage of the building value. The City has a contract with Florida Blue to provide for employee health insurance through a self-insurance program with Florida Blue as a third party payer. The City has Stop-Loss coverage for the group medical and pharmacy plan with a specific deductible of \$575,000 and with Aggregate contract attachment point of \$21,675,514 with 125% aggregate corridor. The City is ultimately responsible for the establishment of reserve amounts on claims.

All funds of the City participate in the program and make payments to the Self-Insurance Fund, based on actuarial estimates of amounts needed to pay prior and current year claims. The claims liability of \$11,666,740 reported in the Fund at September 30, 2024 is based on the requirements of GASB Statement No. 10, "*Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*," which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. A discount rate of 3.88% is assumed for group medical claims.

The City's estimated liability for self-insured losses for general liability and workers' compensation was determined by an independent actuarial valuation performed as of September 30, 2024. Liabilities include an amount for claims incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claim

**CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

settlement trends including frequency and amount of payouts and other economic and social factors. The liability for self-insured losses are based on estimates and the ultimate settlement of the claims may differ from the amounts recorded. A discount rate of 3.0% is assumed for general liability and workers compensation claims.

The estimated liability at September 30, 2023 and 2024 is as follows:

Type	As of 9/30/23	As of 9/30/24	Due Within One Year
Workers Compensation	\$ 8,296,000	\$ 7,421,000	\$ 820,000
General and Automobile Liability	3,347,000	3,429,000	1,158,000
Health Insurance	697,422	816,740	816,740
Total	<u>\$ 12,340,422</u>	<u>\$ 11,666,740</u>	<u>\$ 2,794,740</u>

Changes in the estimated liability for the fiscal years ended September 30, 2023 and 2024 are as follows:

Fiscal Year	Liability on October 1	Changes in Estimates	Claim Payments	Liability on September 30
2023	\$ 11,584,000	\$ 20,155,763	\$ 19,399,341	\$ 12,340,422
2024	\$ 12,340,422	\$ 18,967,253	\$ 19,640,935	\$ 11,666,740

14. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, might constitute a liability of the applicable funds. It is management's opinion that there are not any significant contingent liabilities relating to these grants.

The City is a defendant in various lawsuits at September 30, 2024. The estimated liability for probable losses, as a result of the lawsuits, was determined based on advice from legal counsel after giving consideration for insurance coverage and, in certain instances, the Florida statutory limitations of governmental liability, and is included in the estimated liability for self-insured claims in the internal service fund (see Note 13). Although the ultimate outcome of these lawsuits is not presently determinable, it is the opinion of management, based on advice from legal counsel, that the amount of losses resulting from the above litigation in excess of the amount accrued as of September 30, 2024, would not have a material adverse effect on the financial position of the City.

**3CITY OF BOCA RATON, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

15. Boca Raton Community Redevelopment Agency

The Florida Legislature during the 2019 Legislative Session revised Chapter 163.387 relating to the Redevelopment trust funds to provide for a financial audit each year by an independent certified public accountant or firm financial statements and the issuance of an audit report. The Boca Raton Community Redevelopment Agency, a component unit of the City of Boca Raton, has engaged an independent public accountant firm which has performed a financial audit and the Community Redevelopment Agency has issued separate trust fund financial statements and an audit report. Please refer to the City's website for the documents.

Pursuant to Florida Statute 163.387, listed below is a summary of the sources and amounts of deposits to, and the purpose and amounts of withdrawals from, the Community Redevelopment Agency Funds (CRA) for the fiscal year ended September 30, 2024:

	<u>Deposits</u>	<u>Withdrawals</u>
Source of deposits:		
Tax increment revenues	\$ 21,466,018	
Lease revenues	3,622,863	
Investment income (loss)	1,775,726	
Other charges for services	1,049,583	
Purpose of withdrawals:		
Repayment to City		\$ 6,500,000
Salaries and benefits (for City Employees)		3,232,456
Capital Outlay		1,003,213
Bank Fees		325,457
General Maintenance		323,464
IT Technology		275,265
Professional services		191,292
Motor Pool		141,978
Other Operating Charges		40,066
Insurance premiums		20,435
Dues and subscriptions		11,636
Supplies		10,553
Advertising		3,158
Other contractual services		54
Total	<u>\$ 27,914,190</u>	<u>\$ 12,079,028</u>

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CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾

General Employees' Pension Plan

September 30,	Year 2023	Year 2022	Year 2021	Year 2020
Total Pension Liability				
Service cost	\$ 3,462,844	\$ 3,697,669	\$ 3,555,679	\$ 3,621,703
Interest	19,776,020	19,380,873	18,924,357	18,427,537
Reserve for 2% lump sum payments			299,877	(78,088)
Changes of benefit terms	326,143	1,510,201	-	647,487
Differences between expected and actual experience	(2,674,808)	1,233,245	(783,804)	2,084,345
Changes of Assumptions	2,391,841	2,328,837	437,024	(167,450)
Benefit payments, including refunds of member contributions	(19,091,235)	(16,569,324)	(16,338,054)	(15,220,344)
Transfers (net)	-	(143,810)	(94,108)	(259,656)
Net Change in Total Pension Liability	<u>4,190,805</u>	<u>11,437,691</u>	<u>6,000,971</u>	<u>9,055,534</u>
Total Pension Liability - Beginning	266,293,563	254,855,872	248,854,901	239,799,367
Total Pension Liability - Ending (a)	<u>270,484,368</u>	<u>266,293,563</u>	<u>254,855,872</u>	<u>248,854,901</u>
Plan Fiduciary Net Position				
Contributions - employer	1,653,734	1,327,279	1,624,278	1,725,822
Contributions - member	2,582,642	2,292,470	2,469,616	2,520,603
Net investment income (loss)	21,838,707	(41,396,618)	47,849,423	20,891,319
Benefit payments, including refunds of member contributions	(19,156,913)	(16,584,387)	(16,356,549)	(15,220,344)
Administrative expense	(157,312)	(142,566)	(152,106)	(131,381)
Transfers (net)	-	(143,810)	(94,108)	(259,656)
Net Change in Plan Fiduciary Net Position	<u>6,760,858</u>	<u>(54,647,632)</u>	<u>35,340,554</u>	<u>9,526,363</u>
Plan Fiduciary Net Position - Beginning	214,379,222	269,026,854	233,686,300	224,159,937
Plan Fiduciary Net Position - Ending (b)	<u>221,140,080</u>	<u>214,379,222</u>	<u>269,026,854</u>	<u>233,686,300</u>
Net Pension Liability (Asset) - Ending (a) - (b)	<u>\$ 49,344,288</u>	<u>\$ 51,914,341</u>	<u>\$ (14,170,982)</u>	<u>\$ 15,168,601</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.76%	80.50%	105.56%	93.90%
Covered Payroll	\$ 31,616,869	\$ 31,378,390	\$ 32,820,497	\$ 32,830,669
Net Pension Liability (Asset) as a Percentage of Covered Payroll	156.07%	165.45%	(43.18)%	46.20%

Notes to Schedule:

<p>¹ This schedule is presented as required by accounting principles generally accepted in the United States of America.</p>

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾**

General Employees' Pension Plan

Year 2019	Year 2018	Year 2017	Year 2016	Year 2015	Year 2014
\$ 3,565,692	\$ 3,439,409	\$ 3,224,234	\$ 3,855,305	\$ 3,952,877	\$ 4,070,341
18,235,699	17,465,497	16,928,618	16,311,059	15,878,172	15,543,810
78,088					
1,105,146		1,501,811			
(3,967,222)	2,976,520	(1,491,049)	113,363	(1,726,306)	(3,613,328)
1,078,853	1,083,605	2,087,606	636,444		
(15,389,621)	(13,435,956)	(12,101,909)	(12,610,638)	(12,424,759)	(10,670,374)
(466,265)	(398,832)	(310,001)	(108,675)	(48,097)	(264,439)
4,240,370	11,130,243	9,839,310	8,196,858	5,631,887	5,066,010
235,558,997	224,428,754	214,589,444	206,392,586	200,760,699	195,694,689
<u>239,799,367</u>	<u>235,558,997</u>	<u>224,428,754</u>	<u>214,589,444</u>	<u>206,392,586</u>	<u>200,760,699</u>
2,240,997	2,093,506	2,340,675	3,361,534	3,925,569	3,744,111
2,468,106	2,560,917	2,431,496	2,509,043	2,335,348	2,360,378
7,574,765	18,067,722	22,496,220	16,484,179	(2,130,561)	19,283,849
(15,389,621)	(13,435,956)	(12,101,909)	(12,610,638)	(12,424,759)	(10,670,374)
(114,677)	(106,870)	(135,013)	(132,952)	(90,032)	(243,981)
(466,265)	(398,832)	(310,001)	(108,675)	6,442	(264,439)
<u>(3,686,695)</u>	<u>8,780,487</u>	<u>14,721,468</u>	<u>9,502,491</u>	<u>(8,377,993)</u>	<u>14,209,544</u>
227,846,632	219,066,145	204,344,677	194,842,186	203,220,179	189,010,635
<u>224,159,937</u>	<u>227,846,632</u>	<u>219,066,145</u>	<u>204,344,677</u>	<u>194,842,186</u>	<u>203,220,179</u>
<u>\$ 15,639,430</u>	<u>\$ 7,712,365</u>	<u>\$ 5,362,609</u>	<u>\$ 10,244,767</u>	<u>\$ 11,550,400</u>	<u>\$ (2,459,480)</u>
93.48%	96.73%	97.61%	95.23%	94.40%	101.23%
\$ 31,486,792	\$ 37,233,984	\$ 36,206,318	\$ 35,094,926	\$ 35,658,133	\$ 34,835,028
49.67%	20.71%	14.81%	29.19%	32.39%	(7.06)%

Notes to Schedule:

¹ This schedule is presented as required by accounting principles generally accepted in the United States of America.

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
Last Ten Fiscal Years**

General Employees' Pension Plan

Fiscal Year	(1) Actuarially Determined Contribution	(2) Contribution in relation to the actuarially determined contribution	(3) Contribution excess/ (deficiency) (2)-(1)	(4) Covered payroll	(5) Actuarially determined contributions as a percentage of covered payroll (1)/(4)	(6) Contributions as a percentage of covered payroll (2)/(4)
2015	\$ 3,925,569	\$ 3,925,569		\$ 35,658,133	11.01%	11.01%
2016	3,361,534	3,361,534		35,094,926	9.58%	9.58%
2017	2,340,675	2,340,675		36,206,318	6.46%	6.46%
2018	2,093,506	2,093,506		37,233,984	5.62%	5.62%
2019	2,240,997	2,240,997		31,486,792	7.12%	7.12%
2020	1,342,842	1,725,822	382,980	32,830,669	4.09%	5.26%
2021	1,624,278	1,624,278		32,820,497	4.95%	4.95%
2022	1,653,797	1,327,279	(326,518)	31,378,390	5.27%	4.23%
2023	1,687,778	1,653,734	(34,044)	31,616,869	5.34%	5.23%
2024	2,449,531	2,449,531		32,301,291	7.58%	7.58%

Notes to Schedule:

Valuation date: October 1, 2022

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

Methods and assumptions used to determine contribution rates:

Measurement date	October 1
Actuarial cost method	Entry age
Asset valuation method	4-year smoothing
Salary increases	Service based
Inflation	2.6%
Investment rate of return	7.5%

Mortality is assumed to follow the Florida Retirement System (FRS) Mortality Table.

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾

Police & Firefighters' Retirement System

September 30,	Year 2023	Year 2022	Year 2021	Year 2020
Total Pension Liability				
Service cost	\$ 12,449,906	\$ 12,345,197	\$ 12,396,281	\$ 11,741,146
Interest	50,745,564	47,573,810	45,369,348	42,316,629
Changes of benefit terms	20,036,837		2,622,670	937,428
Differences between expected and actual experience	3,484,985	9,908,537	812,119	1,950,627
Transfer from (to) General Employees' Plan				
Changes of Assumptions	10,633,937		3,273,141	12,500,208
Contributions - buy back	91,287	146,368	98,446	245,305
Benefit payments, including refunds of member contributions	<u>(29,708,241)</u>	<u>(28,065,780)</u>	<u>(30,869,226)</u>	<u>(27,414,110)</u>
Net Change in Total Pension Liability	<u>67,734,275</u>	<u>41,908,132</u>	<u>33,702,779</u>	<u>42,277,233</u>
Total Pension Liability - Beginning	<u>661,437,509</u>	<u>619,529,377</u>	<u>585,826,598</u>	<u>543,549,365</u>
Total Pension Liability - Ending (a)	<u>729,171,784</u>	<u>661,437,509</u>	<u>619,529,377</u>	<u>585,826,598</u>
Plan Fiduciary Net Position				
Contributions - employer	19,205,096	18,593,875	15,721,887	14,654,808
Contributions - State	4,935,969	4,214,956	3,711,634	3,464,368
Contributions - member	4,495,088	4,358,025	4,271,551	4,372,630
Contributions - buy back	91,287	146,368	98,446	245,305
Transfer from General Employees' Plan				
Net investment income	40,594,693	(60,924,791)	101,524,813	20,999,386
Benefit payments, including refunds of member contributions	(29,708,241)	(28,065,780)	(30,869,226)	(27,414,110)
Administrative expense	(256,897)	(270,024)	(229,349)	(249,355)
Other				
Net Change in Plan Fiduciary Net Position	<u>39,356,995</u>	<u>(61,947,371)</u>	<u>94,229,756</u>	<u>16,073,032</u>
Plan Fiduciary Net Position - Beginning	<u>449,147,427</u>	<u>511,094,798</u>	<u>416,865,042</u>	<u>400,792,010</u>
Plan Fiduciary Net Position - Ending (b)	<u>488,504,422</u>	<u>449,147,427</u>	<u>511,094,798</u>	<u>416,865,042</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 240,667,362</u>	<u>\$ 212,290,082</u>	<u>\$ 108,434,579</u>	<u>\$ 168,961,556</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.99%	67.90%	82.50%	71.16%
Covered Payroll	\$ 41,655,740	\$ 40,390,535	\$ 39,548,028	\$ 40,455,610
Net Pension Liability (Asset) as a Percentage of Covered Payroll	577.75%	525.59%	274.18%	417.65%

Notes to Schedule:

<p>¹This schedule is presented as required by accounting principles generally accepted in the United States of America.</p>

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾

Police & Firefighters' Retirement System

Year 2019	Year 2018	Year 2017	Year 2016	Year 2015	Year 2014
\$ 11,021,198	\$ 10,027,517	\$ 9,139,764	\$ 8,067,516	\$ 8,019,243	\$ 8,842,600
39,878,548	37,651,191	35,591,072	33,015,209	31,100,803	30,257,546
	1,270,260			(12,002,331)	
5,211,764	4,019,386	1,149,110	(154,745)	2,110,050	
11,307	(10,300)				132,304
3,076,955	2,874,659	2,864,781	13,548,989		
414,164	113,861	135,964	25,319	51,514	28,668
(26,100,713)	(22,420,013)	(21,835,563)	(19,320,864)	(15,478,755)	(16,310,699)
33,513,223	33,526,561	27,045,128	35,181,424	13,800,524	22,950,419
510,036,142	476,509,581	449,464,453	414,283,029	400,482,505	377,532,086
543,549,365	510,036,142	476,509,581	449,464,453	414,283,029	400,482,505
13,316,657	10,186,562	8,020,870	8,111,246	11,352,729	13,182,553
3,483,705	3,313,018	2,771,797	3,899,711	3,198,125	2,868,153
4,201,798	3,956,634	3,620,915	3,436,368	3,109,262	2,985,855
414,164	113,861	135,964	25,319	51,514	28,668
11,307	(10,300)				132,304
13,400,305	27,561,870	38,904,664	26,257,007	2,205,514	26,241,511
(26,100,713)	(22,420,013)	(21,835,562)	(19,320,864)	(15,478,755)	(16,310,699)
(216,090)	(228,726)	(250,745)	(256,228)	(222,131)	(362,469)
8,511,133	22,472,906	31,367,903	22,152,559	4,216,258	28,765,876
392,280,877	369,807,971	338,440,068	316,287,509	312,071,251	283,305,375
400,792,010	392,280,877	369,807,971	338,440,068	316,287,509	312,071,251
\$ 142,757,355	\$ 117,755,265	\$ 106,701,610	\$ 111,024,385	\$ 97,995,520	\$ 88,411,254
73.74%	76.91%	77.61%	75.30%	76.35%	77.92%
\$ 38,811,038	\$ 36,539,436	\$ 33,450,986	\$ 31,834,502	\$ 29,855,531	\$ 29,422,696
367.83%	322.27%	318.98%	348.75%	328.23%	300.49%

Notes to Schedule:

¹This schedule is presented as required by accounting principles generally accepted in the United States of America.

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
Last Ten Fiscal Years
Police & Firefighters' Retirement System**

Fiscal Year	(1) Actuarially Determined Contribution	(2) Contribution in relation to the actuarially determined contribution	(3) Contribution excess/ (deficiency) (2)-(1)	(4) Covered payroll	(5) Actuarially determined contributions as a percentage of covered payroll (1)/(4)	(6) Contributions as a percentage of covered payroll (2)/(4)
2015	\$ 12,642,612	\$ 14,550,854	\$ 1,908,242	\$ 29,855,531	42.35%	48.74%
2016	13,919,199	12,010,957	(1,908,242)	31,834,502	43.72%	37.73%
2017	10,792,667	10,792,667	-	33,450,986	32.26%	32.26%
2018	13,499,580	13,499,580	-	36,539,436	36.95%	36.95%
2019	16,800,362	16,800,362	-	38,811,038	43.29%	43.29%
2020	18,119,176	18,119,176	-	40,455,610	44.79%	44.79%
2021	19,433,521	19,433,521	-	39,548,028	49.14%	49.14%
2022	22,808,831	22,808,831	-	40,390,535	56.47%	56.47%
2023	24,141,065	24,141,065	-	41,655,740	57.95%	57.95%
2024	25,912,249	25,912,249	-	48,450,527	53.48%	53.48%

Notes to Schedule:

Valuation date: October 1, 2022

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

Methods and assumptions used to determine contribution rates:

Measurement date	October 1
Actuarial cost method	Entry age
Amortization method	Level percentage of pay, closed
Remaining amortization period	20 years (as of 10/1/2018)
Asset valuation method	4-year smoothing
Payroll growth projection	2.92% per annum
Inflation	2.30%
Investment rate of return	7.60%

Mortality is assumed to follow the Florida Retirement System (FRS) Mortality Table.

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾

Executive Employees' Retirement Plan

September 30,	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
Total Pension Liability				
Service cost	\$ 1,126,253	\$ 1,165,162	\$ 1,004,178	\$ 979,825
Interest	5,209,960	5,331,239	5,080,148	4,523,118
Changes of benefit terms			-	3,756,497
Differences between expected and actual experience	2,204,903	(2,942,073)	777,025	1,966,158
Changes of assumptions	411,575	(455,633)		212,007
Benefit payments, including refunds of member contributions	<u>(3,668,398)</u>	<u>(3,776,453)</u>	<u>(3,244,704)</u>	<u>(2,352,833)</u>
Net Change in Total Pension Liability	5,284,293	(677,758)	3,616,647	9,084,772
Total Pension Liability - Beginning	<u>74,608,087</u>	<u>75,285,845</u>	<u>71,669,198</u>	<u>62,584,426</u>
Total Pension Liability - Ending (a)	<u>79,892,380</u>	<u>74,608,087</u>	<u>75,285,845</u>	<u>71,669,198</u>
Plan Fiduciary Net Position				
Contributions - employer	2,296,520	2,560,502	2,600,459	2,234,407
Contributions - member	729,911	632,861	698,790	857,673
Transfer from other pension plans	116,538	143,810	94,108	
Net investment income	5,737,676	(9,123,735)	12,058,989	3,403,805
Benefit payments, including refunds of member contributions	(3,668,398)	(3,776,453)	(3,244,704)	(2,352,833)
Administrative expense	(91,246)	(163,088)	(107,702)	(82,798)
Net Change in Plan Fiduciary Net Position	5,121,001	(9,726,103)	12,099,940	4,060,254
Plan Fiduciary Net Position - Beginning	<u>54,664,380</u>	<u>64,390,483</u>	<u>52,290,543</u>	<u>48,230,289</u>
Plan Fiduciary Net Position - Ending (b)	<u>59,785,381</u>	<u>54,664,380</u>	<u>64,390,483</u>	<u>52,290,543</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 20,106,999</u>	<u>\$ 19,943,707</u>	<u>\$ 10,895,362</u>	<u>\$ 19,378,655</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	74.83%	73.27%	85.53%	72.96%
Covered Payroll	\$ 6,111,060	\$ 5,777,148	\$ 5,728,084	\$ 5,593,482
Net Pension Liability as a Percentage of Covered Payroll	329.03%	345.22%	190.21%	346.45%

Notes to Schedule:

<p>¹This schedule is presented as required by accounting principles generally accepted in the United States of America.</p>

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years⁽¹⁾
Executive Employees' Retirement Plan

Year 2019	Year 2018	Year 2017	Year 2016	Year 2015	Year 2014
\$ 1,027,733	\$ 1,033,954	\$ 999,642	\$ 887,093	\$ 830,044	\$ 807,122
4,012,692	3,759,183	3,607,804	3,302,491	3,130,704	2,970,466
4,304,119	1,258,361		1,605,801	(145,142)	327,026
	461,746	1,970,552			1,055,238
(2,159,731)	(3,860,948)	(1,870,177)	(1,804,008)	(1,360,326)	(1,088,490)
7,184,813	2,652,296	4,707,821	3,991,377	2,455,280	4,071,362
55,399,613	52,747,317	48,039,496	44,048,119	41,592,839	37,521,477
62,584,426	55,399,613	52,747,317	48,039,496	44,048,119	41,592,839
1,954,554	1,850,134	1,525,219	1,482,115	1,457,248	1,458,974
1,089,408	885,015	639,876	762,047	635,026	717,085
	409,132	314,525	108,675	21,680	
2,550,698	3,770,512	5,423,879	2,819,391	85,342	2,784,339
(2,159,731)	(3,860,949)	(1,870,177)	(1,804,008)	(1,360,326)	(1,088,489)
(75,265)	(46,064)	(31,744)	(29,006)	(27,327)	(38,294)
3,359,664	3,007,780	6,001,578	3,339,214	811,643	3,833,615
44,870,625	41,862,845	35,861,267	32,522,053	31,710,410	27,876,795
48,230,289	44,870,625	41,862,845	35,861,267	32,522,053	31,710,410
\$ 14,354,137	\$ 10,528,988	\$ 10,884,472	\$ 12,178,229	\$ 11,526,066	\$ 9,882,429
77.06%	80.99%	79.36%	74.65%	73.83%	76.24%
\$ 5,593,482	\$ 5,361,342	\$ 5,748,308	\$ 5,359,816	\$ 4,748,431	\$ 4,463,155
256.62%	196.39%	189.35%	227.21%	242.73%	221.42%

Notes to Schedule:

¹This schedule is presented as required by accounting principles generally accepted in the United States of America.

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
Last Ten Fiscal Years
Executive Employees' Retirement Plan**

Fiscal Year Ended	(1) Actuarially Determined Contribution	(2) Contribution in relation to the actuarially determined contribution	(3) Contribution excess/ (deficiency) (2)-(1)	(4) Covered payroll	(5) Actuarially determined contributions as a percentage of covered payroll (1)/(4)	(6) Contributions as a percentage of covered payroll (2)/(4)
2015	\$ 1,457,248	\$ 1,457,248	\$ -	\$ 4,748,431	30.69%	30.69%
2016	1,482,115	1,482,115	-	5,359,816	27.65%	27.65%
2017	1,525,219	1,525,219	-	5,748,308	26.53%	26.53%
2018	1,850,134	1,850,134	-	5,361,342	34.51%	34.51%
2019	1,954,554	1,954,554	-	5,593,482	34.94%	34.94%
2020	2,234,407	2,234,407	-	5,549,081	40.27%	40.27%
2021	2,600,459	2,600,459	-	5,728,084	45.40%	45.40%
2022	2,560,502	2,560,502	-	5,777,148	44.32%	44.32%
2023	2,296,520	2,296,520	-	6,111,060	37.58%	37.58%
2024	2,525,416	2,525,416	-	6,607,798	38.22%	38.22%

Notes to Schedule:

Valuation date: October 1, 2022

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

Methods and assumptions used to determine contribution rates:

Measurement date	October 1
Actuarial cost method	Entry age
Asset valuation method	5-year smoothing
Salary increases	varies
Inflation	2.75%
Investment rate of return	7.00%

Mortality is assumed to follow the Florida Retirement System (FRS) Mortality Table.

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
Florida Retirement System (FRS) Pension Plan
Last Ten Fiscal Years ⁽¹⁾

June 30,	Year 2024	Year 2023	Year 2022	Year 2021	Year 2020
City of Boca Raton's proportion of the FRS net pension liability (asset)	0.001012315%	0.001251951%	0.001602367%	0.001758816%	0.000432167%
City of Boca Raton's proportionate share of the FRS net pension liability (asset)	\$ 391,611	\$ 498,863	\$ 596,209	\$ 132,859	\$ 891,269
City of Boca Raton's covered payroll	\$ 125,600	\$ 124,165	\$ 147,077	\$ 147,115	\$ 150,000
City of Boca Raton's proportionate share of the FRS net pension liability (asset) as a percentage of its covered payroll	311.79%	401.77%	405.37%	90.31%	594.18%
Plan fiduciary net position as a percentage of the total pension liability	83.70%	82.38%	82.89%	96.40%	78.85%
June 30,	Year 2019	Year 2018	Year 2017 ³	Year 2016	Year 2015
City of Boca Raton's proportion of the FRS net pension liability (asset)	0.002126274%	0.002140260%	0.001760086%	0.000573538%	0.000594821%
City of Boca Raton's proportionate share of the FRS net pension liability (asset)	\$ 732,259	\$ 644,657	\$ 520,622	\$ 144,819	\$ 76,829
City of Boca Raton's covered payroll	\$ 145,333	\$ 145,333	\$ 121,950	\$ 37,800	\$ 37,800
City of Boca Raton's proportionate share of the FRS net pension liability (asset) as a percentage of its covered payroll	503.85%	443.57%	426.91%	383.12%	203.25%
Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%

Notes to Schedule:

¹ The amounts presented for each fiscal year were determined as of the measurement date, June 30.

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
Health Insurance Subsidy (HIS) Plan
Last Ten Fiscal Years⁽¹⁾**

June 30,	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
City of Boca Raton's proportion of the HIS net pension liability (asset)	0.000296792%	0.000313390%	0.000403548%	0.000415530%	0.000432167%
City of Boca Raton's proportionate share of the HIS net pension liability (asset)	\$ 44,522	\$ 49,771	\$ 42,742	\$ 50,971	\$ 52,767
City of Boca Raton's covered payroll	\$ 125,600	\$ 124,165	\$ 147,077	\$ 147,115	\$ 150,000
City of Boca Raton's proportionate share of the HIS net pension liability (asset) as a percentage of its covered payroll	35.45%	40.08%	29.06%	34.65%	35.18%
Plan fiduciary net position as a percentage of the total pension liability	4.80%	4.12%	4.81%	3.56%	3.00%
June 30,	<u>Year 2019</u>	<u>Year 2018</u>	<u>Year 2017³</u>	<u>Year 2016</u>	<u>Year 2015</u>
City of Boca Raton's proportion of the HIS net pension liability (asset)	0.000434533%	0.000444945%	0.000382574%	0.000122446%	0.000124595%
City of Boca Raton's proportionate share of the HIS net pension liability (asset)	\$ 48,620	\$ 47,093	\$ 40,907	\$ 14,271	\$ 12,707
City of Boca Raton's covered payroll	\$ 145,333	\$ 145,333	\$ 121,950	\$ 37,800	\$ 37,800
City of Boca Raton's proportionate share of the HIS net pension liability (asset) as a percentage of its covered payroll	33.45%	32.40%	33.54%	37.75%	33.62%
Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%

Notes to Schedule:

<p>¹ The amounts presented for each fiscal year were determined as of the measurement date, June 30.</p>

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CITY CONTRIBUTIONS
Florida Retirement System (FRS) Pension Plan
Last Ten Fiscal Years ⁽¹⁾**

September 30,	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
Contractually required contribution	\$ 71,115	\$ 67,201	\$ 70,875	\$ 72,094	\$ 70,785
Contributions in relation to the contractually required contribution	<u>(71,115)</u>	<u>(67,201)</u>	<u>(70,875)</u>	<u>(72,094)</u>	<u>(70,785)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City of Boca Raton's covered payroll	\$ 125,600	\$ 120,861	\$ 138,980	\$ 150,000	\$ 150,000
Contributions as a percentage of covered payroll	56.62%	55.60%	51.00%	48.06%	47.19%
September 30,	<u>Year 2019</u>	<u>Year 2018</u>	<u>Year 2017</u>	<u>Year 2016</u>	<u>Year 2015</u>
Contractually required contribution	\$ 70,515	\$ 62,634	\$ 62,261	\$ 15,352	\$ 15,724
Contributions in relation to the contractually required contribution	<u>(70,515)</u>	<u>(62,634)</u>	<u>(62,261)</u>	<u>(15,352)</u>	<u>(15,724)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City of Boca Raton's covered payroll	\$ 150,000	\$ 140,667	\$ 150,000	\$ 37,800	\$ 37,800
Contributions as a percentage of covered payroll	47.01%	44.53%	41.51%	40.61%	41.60%

Notes to Schedule:

¹ The amounts presented for each fiscal year were determined as of the measurement date, June 30.

**CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CITY CONTRIBUTIONS
Health Insurance Subsidy (HIS) Plan
Last Ten Fiscal Years ⁽¹⁾**

September 30,	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
Contractually required contribution	\$ 2,512	\$ 2,105	\$ 2,307	\$ 2,490	\$ 2,490
Contributions in relation to the contractually required contribution	<u>(2,512)</u>	<u>(2,105)</u>	<u>(2,307)</u>	<u>(2,490)</u>	<u>(2,490)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 City of Boca Raton's covered payroll	 \$ 154,584	 \$ 120,861	 \$ 138,980	 \$ 150,000	 \$ 150,000
Contributions as a percentage of covered payroll	1.63%	1.74%	1.66%	1.66%	1.66%
 September 30,	 <u>Year 2019</u>	 <u>Year 2018</u>	 <u>Year 2017</u>	 <u>Year 2016</u>	 <u>Year 2015</u>
Contractually required contribution	\$ 2,490	\$ 2,335	\$ 2,490	\$ 627	\$ 514
Contributions in relation to the contractually required contribution	<u>(2,490)</u>	<u>(2,335)</u>	<u>(2,490)</u>	<u>(627)</u>	<u>(514)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 City of Boca Raton's covered payroll	 \$ 150,000	 \$ 140,667	 \$ 150,000	 \$ 37,800	 \$ 37,800
Contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.66%	1.36%

Notes to Schedule:

¹ The amounts presented for each fiscal year were determined as of the measurement date, June 30.

**CITY OF BOCA RATON, FLORIDA
OTHER POST EMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL LIABILITY AND RELATED RATIOS**

LAST TEN FISCAL YEARS⁽¹⁾⁽²⁾

September 30,	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
Total OPEB Liability					
Service cost	\$ 162,577	\$ 163,395	\$ 271,029	\$ 250,988	\$ 320,837
Interest Cost	255,415	246,698	126,992	134,824	152,590
Changes of benefit terms	-	-	-	-	-
Experience Losses/(Gains)	4,172,776	-	1,230,776	-	(313,379)
Changes of assumptions	(52,303)	(105,937)	(1,483,311)	99,114	168,834
Benefit payments	<u>(1,173,000)</u>	<u>(371,633)</u>	<u>(303,224)</u>	<u>(257,865)</u>	<u>(308,672)</u>
Net change in total OPEB liability	3,365,465	(67,477)	(157,738)	227,061	20,210
Total OPEB liability - beginning	<u>5,725,120</u>	<u>5,792,597</u>	<u>5,950,335</u>	<u>5,723,274</u>	<u>5,703,064</u>
Total OPEB liability - ending	<u>\$ 9,090,585</u>	<u>\$ 5,725,120</u>	<u>\$ 5,792,597</u>	<u>\$ 5,950,335</u>	<u>\$ 5,723,274</u>
Covered-employee payroll	\$ 99,568,375	\$ 96,850,595	\$ 93,228,645	\$ 81,312,364	\$ 80,542,532
Total OPEB liability as a percentage of covered-employee payroll	9.13%	5.91%	6.21%	7.32%	7.11%

***Note to schedule**

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

2 There are no assets accumulated in a trust that meet the criteria of GASB codification P.22.101 or P52.101 to pay related benefits for the OPEB plan.

**CITY OF BOCA RATON, FLORIDA
OTHER POST EMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS⁽¹⁾⁽²⁾**

September 30,	<u>Year 2019</u>	<u>Year 2018</u>
Total OPEB Liability		
Service cost	\$ 263,838	\$ 265,614
Interest Cost	187,333	169,577
Changes of benefit terms	-	-
Experience Losses/(Gains)	-	-
Changes of assumptions	486,576	(140,911)
Benefit payments	<u>(251,787)</u>	<u>(244,453)</u>
Net change in total OPEB liability	685,960	49,827
Total OPEB liability - beginning	<u>5,017,104</u>	<u>4,967,277</u>
Total OPEB liability - ending	<u><u>\$ 5,703,064</u></u>	<u><u>\$ 5,017,104</u></u>
Covered-employee payroll	\$ 75,374,981	\$ 70,611,024
Total OPEB liability as a percentage of covered-employee payroll	7.57%	7.11%

***Note to schedule**

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

2 There are no assets accumulated in a trust that meet the criteria of GASB codification P.22.101 or P52.101 to pay related benefits for the OPEB plan.

**CITY OF BOCA RATON, FLORIDA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
PROPERTY TAXES	\$ 110,247,400	\$ 110,247,400	\$ 111,310,699	\$ 1,063,299
EXCISE TAXES				
Utility	22,439,600	22,439,600	24,245,378	1,805,778
Total excise taxes	22,439,600	22,439,600	24,245,378	1,805,778
FRANCHISE TAXES				
Electrical	12,457,900	12,457,900	12,403,912	(53,988)
Television	1,620,000	1,620,000	1,742,168	122,168
Natural gas	229,200	229,200	355,767	126,567
Solid waste	1,300,000	1,300,000	2,042,824	742,824
Total franchise taxes	15,607,100	15,607,100	16,544,671	937,571
Total taxes	148,294,100	148,294,100	152,100,748	3,806,648
LICENSES AND PERMITS				
Local business taxes	1,831,000	1,831,000	1,598,965	(232,035)
Beverage licenses	200,000	200,000	157,461	(42,539)
Special permits	17,500	17,500	12,365	(5,135)
Other	2,671,400	2,671,400	688,925	(1,982,475)
Total licenses and permits	4,719,900	4,719,900	2,457,716	(2,262,184)
INTERGOVERNMENTAL				
Federal Grants			12,580	12,580
State revenue sharing	14,652,500	14,652,500	14,973,319	320,819
Palm Beach County	7,084,300	7,084,300	7,126,191	41,891
Beach tax district	2,188,600	2,188,600	1,715,591	(473,009)
Other shared local revenue	548,800	548,800	713,650	164,850
Total intergovernmental	24,474,200	24,474,200	24,541,331	67,131
CHARGES FOR SERVICES				
Physical environment	202,000	202,000	177,766	(24,234)
Planning and zoning fees	749,800	749,800	821,389	71,589
Fire services	16,528,200	16,528,200	16,777,241	249,041
Police services	320,000	320,000	360,208	40,208
Library	183,200	233,200	329,037	95,837
Recreation services	6,849,800	6,999,800	7,976,409	976,609
Parking	1,245,500	1,245,500	1,823,448	577,948
Administrative service charge	12,862,500	12,862,500	9,218,199	(3,644,301)
Other charges for services	477,000	477,000	521,487	44,487
Total charges for services	39,418,000	39,618,000	38,005,184	(1,612,816)
FINES AND FORFEITURES	1,830,900	1,830,900	1,810,718	(20,182)
INVESTMENT EARNINGS (LOSS)	6,856,000	6,856,000	8,918,720	2,062,720
MISCELLANEOUS	132,000	132,000	490,883	358,883
Total revenues	225,725,100	225,925,100	228,325,300	2,400,200
EXPENDITURES				
Current:				
GENERAL GOVERNMENT				
City council	477,600	477,600	423,238	54,362
Total city council	477,600	477,600	423,238	54,362
City manager				
Administration	2,778,800	2,779,500	2,275,218	504,282
City clerk	1,353,400	1,357,000	1,153,733	203,267
Human resources	2,971,000	3,051,800	2,681,613	370,187
Mizner Park Amphitheater	1,896,000	2,014,500	1,749,155	265,345
Communications	663,900	680,700	597,419	83,281
Sustainability Office	236,200	236,200	194,303	41,897
Office of management and budget	699,100	702,200	701,536	664
Total city manager	10,598,400	10,821,900	9,352,977	1,468,923

(CONTINUED)

CITY OF BOCA RATON, FLORIDA
GENERAL FUND (continued)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
Financial services				
Financial services administration	\$ 1,368,600	\$ 1,375,600	\$ 1,289,168	\$ 86,432
Pension	687,400	683,200	576,847	106,353
Accounting	991,300	991,300	774,131	217,169
Treasury	180,600	184,100	178,721	5,379
Accounts payable	464,100	464,100	461,679	2,421
Alarm administration	123,500	123,500	97,274	26,226
Purchasing	1,344,400	1,353,500	1,205,398	148,102
Parking	235,100	235,700	190,389	45,311
Total financial services	<u>5,395,000</u>	<u>5,411,000</u>	<u>4,773,607</u>	<u>637,393</u>
City attorney	1,864,200	1,865,500	1,865,252	248
Total city attorney	<u>1,864,200</u>	<u>1,865,500</u>	<u>1,865,252</u>	<u>248</u>
Development services				
Development services administration	1,122,900	1,201,400	1,235,439	(34,039)
Code compliance/licensing	2,059,300	2,063,100	1,799,228	263,872
Planning and zoning	2,612,600	2,620,800	2,159,012	461,788
Total development services	<u>5,794,800</u>	<u>5,885,300</u>	<u>5,193,679</u>	<u>691,621</u>
Other non-departmental services	10,970,500	11,074,800	10,235,664	839,136
Total general government	<u>35,100,500</u>	<u>35,536,100</u>	<u>31,844,417</u>	<u>3,691,683</u>
PUBLIC SAFETY				
Law enforcement				
Communications/dispatch	4,317,400	6,433,900	6,254,536	179,364
Community services	20,551,700	20,713,700	19,606,667	1,107,033
Bureau of field services	39,567,500	40,181,500	40,150,924	30,576
Biological Processing Lab	399,700	399,700	386,590	13,110
Total law enforcement	<u>64,836,300</u>	<u>67,728,800</u>	<u>66,398,717</u>	<u>1,330,083</u>
Fire rescue services				
Fire administration	5,482,900	5,496,300	5,375,836	120,464
Logistics and support	4,765,000	4,768,100	4,416,843	351,257
Fire operations	54,007,500	55,995,500	56,448,053	(452,553)
Fire and life safety	1,030,100	1,030,100	1,078,273	(48,173)
Total fire rescue services	<u>65,285,500</u>	<u>67,290,000</u>	<u>67,319,005</u>	<u>(29,005)</u>
Total public safety	<u>130,121,800</u>	<u>135,018,800</u>	<u>133,717,722</u>	<u>1,301,078</u>
PHYSICAL ENVIRONMENT				
Physical environment administration	1,591,300	1,593,300	1,373,673	219,627
Dredge	694,200	709,600	488,559	221,041
Facilities management	5,392,800	5,678,000	4,333,699	1,344,301
Total physical environment	<u>7,678,300</u>	<u>7,980,900</u>	<u>6,195,931</u>	<u>1,784,969</u>
TRANSPORTATION				
Streets	1,822,100	1,823,800	1,621,336	202,464
Traffic/special projects	5,630,000	6,265,900	4,548,074	1,717,826
Engineering-survey	441,700	441,900	411,201	30,699
Engineering-design	1,382,500	1,486,200	1,100,405	385,795
Total transportation	<u>9,276,300</u>	<u>10,017,800</u>	<u>7,681,016</u>	<u>2,336,784</u>

(CONTINUED)

CITY OF BOCA RATON, FLORIDA
GENERAL FUND (continued)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
PARKS AND RECREATION				
Parks and rec administration	\$ 2,853,100	\$ 6,273,500	\$ 2,810,098	\$ 3,463,402
Library	6,549,000	6,616,300	6,571,430	44,870
Community center	704,600	705,700	644,870	60,830
Camp programs	387,100	387,100	59,634	327,466
Athletics	527,700	535,000	502,359	32,641
Children's Museum	26,000	26,000	14,276	11,724
Skateboard park	59,400	69,600	69,576	24
Aquatics	644,100	655,200	522,481	132,719
Tennis center	419,300	423,000	389,249	33,751
Special interest activity	879,000	881,400	406,931	474,469
Ocean rescue	2,378,600	2,433,500	2,433,340	160
Parks District I	7,048,000	7,218,200	6,662,237	555,963
Golf Course	4,342,300	4,600,800	4,316,771	284,029
Parks District II	993,500	1,009,500	1,010,736	(1,236)
Mizner Park	1,462,500	1,499,200	1,119,742	379,458
Park rangers	1,222,200	1,222,700	1,202,712	19,988
Irrigation	1,008,600	1,032,700	738,025	294,675
Beautification	8,631,700	8,698,000	8,431,773	266,227
Total parks and recreation	<u>40,136,700</u>	<u>44,287,400</u>	<u>37,906,240</u>	<u>6,381,160</u>
Total expenditures	<u>222,313,600</u>	<u>232,841,000</u>	<u>217,345,326</u>	<u>15,495,674</u>
Excess (deficiency) of revenues over expenditures	<u>3,411,500</u>	<u>(6,915,900)</u>	<u>10,979,974</u>	<u>17,895,874</u>
OTHER FINANCING SOURCES (USES)				
Leases:				
Transfers in:				
Downtown Infrastructure Fund	2,900	2,900	2,900	
Total transfers in	<u>2,900</u>	<u>2,900</u>	<u>2,900</u>	
Transfers out:				
Information Technology Fund	(18,800)	(18,800)	(18,800)	
Fleet Management Fund	(3,263,600)	(3,263,600)	(3,263,600)	
Total transfers out	<u>(3,282,400)</u>	<u>(3,282,400)</u>	<u>(3,282,400)</u>	
Total other financing uses	<u>(3,279,500)</u>	<u>(3,279,500)</u>	<u>(3,279,500)</u>	
Net change in fund balance	<u>\$ 132,000</u>	<u>\$ (10,195,400)</u>	<u>7,700,474</u>	<u>\$ 17,895,874</u>
Fund balance - beginning			<u>88,266,252</u>	
Fund balance - ending			<u>\$ 95,966,726</u>	

**CITY OF BOCA RATON, FLORIDA
COMMUNITY REDEVELOPMENT AGENCY OPERATING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 21,250,000	\$ 21,250,000	\$ 21,466,018	\$ 216,018
Charges for services	3,464,400	3,464,400	4,672,446	1,208,046
Investment earnings (loss)	606,000	606,000	1,775,726	1,169,726
Total revenues	<u>25,320,400</u>	<u>25,320,400</u>	<u>27,914,190</u>	<u>2,593,790</u>
EXPENDITURES				
Transportation	76,200	76,200	10,400	65,800
Community development	22,491,500	22,637,500	10,906,415	11,731,085
Capital outlay	4,325,000	4,700,900	1,003,213	3,697,687
Total expenditures	<u>26,892,700</u>	<u>27,414,600</u>	<u>11,920,028</u>	<u>15,494,572</u>
Excess (deficiency) of revenues over expenditures	<u>(1,572,300)</u>	<u>(2,094,200)</u>	<u>15,994,162</u>	<u>18,088,362</u>
OTHER FINANCING USES				
Transfers out	<u>(159,000)</u>	<u>(159,000)</u>	<u>(159,000)</u>	
Total other financing uses	<u>(159,000)</u>	<u>(159,000)</u>	<u>(159,000)</u>	
Net change in fund balance	<u>\$ (1,731,300)</u>	<u>\$ (2,253,200)</u>	<u>15,835,162</u>	<u>\$ 18,088,362</u>
Fund balance - beginning			<u>19,378,253</u>	
Fund balance - ending			<u>\$ 35,213,415</u>	

See accompanying note to required supplementary information

CITY OF BOCA RATON, FLORIDA
LAND PROCEEDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings (loss)			\$ 2,144,536	\$ 2,144,536
Total revenues			<u>2,144,536</u>	<u>2,144,536</u>
Net change in fund balance	<u>\$</u>	<u>\$</u>	2,144,536	<u>\$ 2,144,536</u>
Fund balance - beginning			<u>54,369,571</u>	
Fund balance - ending			<u>\$ 56,514,107</u>	

See accompanying note to required supplementary information

**CITY OF BOCA RATON, FLORIDA
 BEACH AND PARK OPERATIONS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 21,588,900	\$ 27,485,100	\$ 20,752,778	\$ (6,732,322)
Charges for services	3,942,400	3,942,400	4,530,037	587,637
Donations in lieu of land	25,000	25,000	24,169	(831)
Miscellaneous			81,898	81,898
Total revenues	<u>25,556,300</u>	<u>31,452,500</u>	<u>25,388,882</u>	<u>(6,063,618)</u>
EXPENDITURES				
Current:				
Parks and recreation	21,838,600	22,122,900	19,977,191	2,145,709
Capital outlay	<u>3,570,200</u>	<u>9,182,100</u>	<u>5,264,191</u>	<u>3,917,909</u>
Total expenditures	<u>25,408,800</u>	<u>31,305,000</u>	<u>25,241,382</u>	<u>6,063,618</u>
Excess (deficiency) of revenues over expenditures	<u>147,500</u>	<u>147,500</u>	<u>147,500</u>	
OTHER FINANCING USES				
Transfers out	<u>(147,500)</u>	<u>(147,500)</u>	<u>(147,500)</u>	
Total other financing uses	<u>(147,500)</u>	<u>(147,500)</u>	<u>(147,500)</u>	
Net change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning				
Fund balance - ending			<u>\$</u>	

See accompanying note to required supplementary information

**CITY OF BOCA RATON, FLORIDA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2024**

Stewardship, Compliance and Accountability

A. Budgetary Information

General governmental revenue and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements, which govern the City's operations. Annual budgets have been legally adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) for the General Fund, Special Revenue Funds (except the General Trust Fund), Debt Service Funds and Capital Projects Funds. Budgets in governmental funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments. While appropriations lapse at the end of the fiscal year, the succeeding year's budget ordinance specifically provides for the re-appropriation of year end encumbrances.

The City Manager is authorized to transfer budgeted amounts within departments within any fund; however, any revisions that increase the total expenditures of any department or fund must be approved by the City Council. The level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department (by fund) level. All necessary supplemental appropriations are adopted by the City Council as part of a quarterly budget review process and are included in the "Final Budget" columns on the schedule of revenues, expenditures and changes in fund balance – budget and actual.

Major Governmental Fund

CAPITAL PROJECTS FUNDS

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

Five-Year Capital Improvement Program Fund -- To account for various building, park and street construction projects. Financing is provided by general tax revenue, bond proceeds, excise tax and interest income.

Infrastructure Surtax Fund - To account for the bond proceeds and payment of designated infrastructure expenses as a result of the 1-cent sales surtax approved by Palm Beach County voters in November 2016.

**CITY OF BOCA RATON, FLORIDA
 FIVE YEAR CAPITAL IMPROVEMENT PROGRAM FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Taxes	\$ 11,731,500	\$ 11,731,500	\$ 11,776,113	\$ 44,613
Intergovernmental	2,000,900	2,000,900	6,840,418	4,839,518
Donations in lieu of land	404,200	404,200	418,011	13,811
Investment earnings (loss)	2,056,000	2,056,000	2,822,682	766,682
Bond proceeds	1,575,000	1,575,000		(1,575,000)
Total revenues	17,767,600	17,767,600	21,857,224	4,089,624
EXPENDITURES				
General government	681,200	681,200	679,997	1,203
Public safety			2,378,684	(2,378,684)
Parks & recreation			206,718	(206,718)
Capital outlay	25,676,800	35,584,500	7,956,838	27,627,662
Capital outlay:				
Transportation	3,500,000	3,630,400	1,379,401	2,250,999
Total expenditures	29,858,000	39,896,100	12,601,638	27,294,462
Excess (deficiency) of revenues over expenditures	(12,090,400)	(22,128,500)	9,255,586	31,384,086
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,178,700)	(3,178,700)	(3,178,700)	
Total other financing uses	(3,178,700)	(3,178,700)	(3,178,700)	
Net change in fund balance	\$ (15,269,100)	\$ (25,307,200)	6,076,886	\$ 31,384,086
Fund balance - beginning			36,684,827	
Fund balance - ending			\$ 42,761,713	

**CITY OF BOCA RATON, FLORIDA
INFRASTRUCTURE SURTAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive / (Negative)
REVENUES				
Taxes	\$ 9,857,900	\$ 9,857,900	\$ 9,966,174	\$ 108,274
Investment earnings (loss)	449,000	449,000	995,672	546,672
Total revenues	<u>10,306,900</u>	<u>10,306,900</u>	<u>10,961,846</u>	<u>654,946</u>
EXPENDITURES				
Capital outlay	7,783,300	14,680,700	5,656,356	9,024,344
Transportation			221,829	(221,829)
Total expenditures	<u>7,783,300</u>	<u>14,680,700</u>	<u>5,878,185</u>	<u>8,802,515</u>
Excess (deficiency) of revenues over expenditures	<u>2,523,600</u>	<u>(4,373,800)</u>	<u>5,083,661</u>	<u>9,457,461</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,199,700)	(3,199,700)	(3,198,227)	1,473
Total other financing uses	<u>(3,199,700)</u>	<u>(3,199,700)</u>	<u>(3,198,227)</u>	<u>1,473</u>
Net change in fund balance	<u>\$ (676,100)</u>	<u>\$ (7,573,500)</u>	1,885,434	<u>\$ 9,458,934</u>
Fund balance - beginning			<u>14,547,365</u>	
Fund balance - ending			<u>\$ 16,432,799</u>	

Non-Major Governmental Funds

SPECIAL REVENUE FUNDS

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

Community Development Block Grant Program Fund -- To account for revenue from a grant agreement between the City and the U.S. Department of Housing and Urban Development (HUD) and expenditures for qualified neighborhood revitalization. The program includes expenditures for housing rehabilitation, clearance of housing and relocation of families, the construction of new, low and moderate income housing units, and public improvements to the neighborhood.

Housing Assistance Trust Fund -- To account for funds received from the State Housing Initiatives Partnership for the purpose of providing affordable housing in the City.

Building Permits — is to ensure a safely built environment for the community through responsible enforcement of Building Codes, City Ordinances and State Laws utilizing a customer focused approach.

Law Enforcement Trust Fund -- To account for funds received from State and Federal forfeitures.

Transportation Fund -- To account for local option gas tax restricted for roadway program expenditures.

Ocean Breeze Greater Boca Raton Beach & Park District Fund (GBRBPD)—To account for GBRBPD annual reimbursement to the City for the debt service costs.

Economic Development Fund -- To support economic development activities benefitting the City, including a variety of incentive programs.

General Trust Fund -- To account for moneys received as donations, which have been restricted to expenditures for specified purposes.

Grant Funds -- To account for revenues and expenditures of specific state and federally funded grants.

PERMANENT FUND

Perpetual Care Fund -- To account for moneys received for the purpose of providing perpetual care for the City's cemetery and mausoleum.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

City Debt Service Fund -- To account for the payment of principal and interest, and fiscal charges on the City's general obligation bonds which are payable from ad valorem taxes; and the City's revenue bonds and notes payable which are payable from non ad valorem revenues.

CAPITAL PROJECTS FUNDS

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

Right of Way Acquisition Fund -- To account for the cost of acquiring right of way property. Revenue is provided from land sales proceeds and interest income.

Park Land Dedication Fund -- To account for the cost of buying and constructing park developments. Financing is being provided by donations from developers as required by City ordinance.

Downtown Land Dedication Fund -- To account for the cost of buying and constructing park developments in the downtown area. Financing is being provided by donations from developers in the downtown as required by City ordinance.

Downtown Infrastructure Fund -- To account for the financing and implementation of the downtown infrastructure program.

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024**

	<u>Special Revenue</u>	<u>Permanent</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 10,714,540		\$ 576,709	\$ 2,793,186	\$ 14,084,435
Investments	52,965,460	\$ 59,342		16,726,153	69,750,955
Receivables, net:					
Assessments				99,350	99,350
Interest	446,214			140,951	587,165
Due from other governmental units	476,815				476,815
Restricted:					
Restricted cash and cash equivalents	144,347	578,827			723,174
Investments	849,582	3,406,796			4,256,378
Interest receivable on investments	7,284	29,209			36,493
Restricted accounts receivable		49,960			49,960
Total assets	<u>\$ 65,604,242</u>	<u>\$ 4,124,134</u>	<u>\$ 576,709</u>	<u>\$ 19,759,640</u>	<u>\$ 90,064,725</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 875,911			\$ 321,184	\$ 1,197,095
Performance bonds and escrow funds	973,327	\$ 4,000			977,327
Due to other funds	138,505				138,505
Total liabilities	<u>1,987,743</u>	<u>4,000</u>		<u>321,184</u>	<u>2,312,927</u>
FUND BALANCES					
Non-spendable:					
Perpetual care, cemetery and mausoleum		4,120,134			4,120,134
Restricted for:					
Building permits	44,514,156				44,514,156
Debt service			\$ 576,709		576,709
Housing	1,001,389				1,001,389
Law enforcement	1,517,982				1,517,982
Transportation	10,206,457				10,206,457
Downtown				1,401,592	1,401,592
Economic development	6,376,515				6,376,515
Land dedication				15,381,741	15,381,741
Committed to:					
Right of way acquisition				2,655,123	2,655,123
Total fund balances	<u>63,616,499</u>	<u>4,120,134</u>	<u>576,709</u>	<u>19,438,456</u>	<u>87,751,798</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 65,604,242</u>	<u>\$ 4,124,134</u>	<u>\$ 576,709</u>	<u>\$ 19,759,640</u>	<u>\$ 90,064,725</u>

**CITY OF BOCA RATON, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Special Revenue</u>	<u>Permanent</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES					
Taxes	\$ 3,202,137		\$ 677,414		\$ 3,879,551
Licenses and permits	18,248,028				18,248,028
Intergovernmental	2,135,363				2,135,363
Charges for services	442,224	\$ 272,288			714,512
Fines and forfeitures	141,838				141,838
Special assessments				\$ 315,465	315,465
Donations in lieu of land				202,480	202,480
Investment earnings (loss)	3,856,843	271,399		1,501,874	5,630,116
Miscellaneous	30,000				30,000
Total revenues	<u>28,056,433</u>	<u>543,687</u>	<u>677,414</u>	<u>2,019,819</u>	<u>31,297,353</u>
EXPENDITURES					
Current:					
General government	37,776				37,776
Law enforcement	212,216				212,216
Fire rescue	1,916,191				1,916,191
Physical environment	395,179				395,179
Transportation	1,815,774			39,343	1,855,117
Community development	9,896,421				9,896,421
Parks and recreation				180,718	180,718
Capital outlay	1,398,088			3,408,949	4,807,037
Debt service:					
Principal			4,955,000		4,955,000
Interest			818,377		818,377
Total expenditures	<u>15,671,645</u>	<u>543,687</u>	<u>5,773,377</u>	<u>3,629,010</u>	<u>25,074,032</u>
Excess (deficiency) of revenues over expenditures	<u>12,384,788</u>	<u>543,687</u>	<u>(5,095,963)</u>	<u>(1,609,191)</u>	<u>6,223,321</u>
OTHER FINANCING SOURCES (USES)					
Transfers in			5,102,784		5,102,784
Transfers out	(2,120,388)	(441,000)		(289,669)	(2,851,057)
Total other financing sources (uses)	<u>(2,120,388)</u>	<u>(441,000)</u>	<u>5,102,784</u>	<u>(289,669)</u>	<u>2,251,727</u>
Net change in fund balances	10,264,400	102,687	6,821	(1,898,860)	8,475,048
Fund balances - beginning	<u>53,352,099</u>	<u>4,017,447</u>	<u>569,888</u>	<u>21,337,316</u>	<u>79,276,750</u>
Fund balances - ending	<u>\$ 63,616,499</u>	<u>\$ 4,120,134</u>	<u>\$ 576,709</u>	<u>\$ 19,438,456</u>	<u>\$ 87,751,798</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024**

	Community Development Block Grant Program	SHIP Housing Assistance Trust Fund	Building Permits Fund	Law Enforcement Trust Fund	Transportation Fund
ASSETS					
Cash and cash equivalents	\$ 25,736	\$ 1,005,282	\$ 6,429,899	\$ 931,999	\$ 1,406,660
Investments			38,428,452	581,086	8,423,364
Receivables, net:					
Interest			323,836	4,897	70,984
Due from other governmental units	53,668				349,825
Restricted:					
Restricted cash and cash equivalents					
Investments					
Interest receivable on investments					
Total assets	<u>\$ 79,404</u>	<u>\$ 1,005,282</u>	<u>\$ 45,182,187</u>	<u>\$ 1,517,982</u>	<u>\$ 10,250,833</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 7,415	\$ 3,893	\$ 668,031		\$ 44,376
Performance bonds and escrow funds					
Due to other funds	71,989				
Total liabilities	<u>79,404</u>	<u>3,893</u>	<u>668,031</u>		<u>44,376</u>
FUND BALANCES					
Restricted for:					
Building permits			44,514,156		
Housing		1,001,389			
Law enforcement				\$ 1,517,982	
Transportation					10,206,457
Economic development					
Committed to:					
Total fund balances		<u>1,001,389</u>	<u>44,514,156</u>	<u>1,517,982</u>	<u>10,206,457</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 79,404</u>	<u>\$ 1,005,282</u>	<u>\$ 45,182,187</u>	<u>\$ 1,517,982</u>	<u>\$ 10,250,833</u>

<u>Ocean Breeze GBRPD</u>	<u>Economic Development Fund</u>	<u>General Trust Fund</u>	<u>Grant Funds</u>	<u>Total Nonmajor Special Revenue Funds</u>
	\$ 914,964			\$ 10,714,540
	5,478,986	\$ 14,799	\$ 38,773	52,965,460
	46,171		326	446,214
			73,322	476,815
		144,347		144,347
		849,582		849,582
		7,284		7,284
<u>\$</u>	<u>\$ 6,440,121</u>	<u>\$ 1,016,012</u>	<u>\$ 112,421</u>	<u>\$ 65,604,242</u>
	\$ 63,606	\$ 42,685	\$ 45,905	\$ 875,911
		973,327		973,327
			66,516	138,505
<u></u>	<u>63,606</u>	<u>1,016,012</u>	<u>112,421</u>	<u>1,987,743</u>
				44,514,156
				1,001,389
				1,517,982
				10,206,457
	6,376,515			6,376,515
<u></u>	<u>6,376,515</u>	<u></u>	<u></u>	<u>63,616,499</u>
<u>\$</u>	<u>\$ 6,440,121</u>	<u>\$ 1,016,012</u>	<u>\$ 112,421</u>	<u>\$ 65,604,242</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Community Development Block Grant Program	SHIP Housing Assistance Trust Fund	Building Permits Fund	Law Enforcement Trust Fund	Transportation Fund
REVENUES					
Taxes					\$ 2,202,137
Licenses and permits			\$ 18,248,028		
Intergovernmental	\$ 228,485		58,513		
Charges for services			442,224		
Fines and forfeitures				\$ 141,838	
Investment earnings (loss)		\$ 8,821	2,683,775	51,357	666,127
Miscellaneous		30,000			
Total revenues	<u>228,485</u>	<u>38,821</u>	<u>21,432,540</u>	<u>193,195</u>	<u>2,868,264</u>
EXPENDITURES					
Current:					
General government			37,776		
Law enforcement				87,282	
Fire rescue			1,916,191		
Physical environment			395,179		
Transportation			910,080		905,694
Community development	228,485	159,889	8,395,092		
Capital outlay			151,382		1,141,063
Total expenditures	<u>228,485</u>	<u>159,889</u>	<u>11,805,700</u>	<u>87,282</u>	<u>2,046,757</u>
Excess (deficiency) of revenues over expenditures		<u>(121,068)</u>	<u>9,626,840</u>	<u>105,913</u>	<u>821,507</u>
OTHER FINANCING SOURCES (USES)					
Transfers out			(502,600)		
Total other financing sources (uses)			<u>(502,600)</u>		
Net change in fund balances		(121,068)	9,124,240	105,913	821,507
Fund balances - beginning		1,122,457	35,389,916	1,412,069	9,384,950
Fund balances - ending	<u>\$</u>	<u>\$ 1,001,389</u>	<u>\$ 44,514,156</u>	<u>\$ 1,517,982</u>	<u>\$ 10,206,457</u>

Ocean Breeze GBRPD	Economic Development Fund	Grant Funds	Total Nonmajor Special Revenue Funds
	\$ 1,000,000		\$ 3,202,137
\$ 1,617,788		\$ 230,577	18,248,028
			2,135,363
			442,224
	446,763		141,838
			3,856,843
			30,000
<u>1,617,788</u>	<u>1,446,763</u>	<u>230,577</u>	<u>28,056,433</u>
			37,776
		124,934	212,216
			1,916,191
			395,179
	1,112,955		1,815,774
		105,643	9,896,421
	<u>1,112,955</u>	<u>230,577</u>	<u>1,398,088</u>
<u>1,617,788</u>	<u>333,808</u>		<u>12,384,788</u>
<u>(1,617,788)</u>			<u>(2,120,388)</u>
<u>(1,617,788)</u>			<u>(2,120,388)</u>
	333,808		10,264,400
	6,042,707		53,352,099
<u>\$</u>	<u>\$ 6,376,515</u>	<u>\$</u>	<u>\$ 63,616,499</u>

**CITY OF BOCA RATON, FLORIDA
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 470,700	\$ 470,700	\$ 228,485	\$ (242,215)
Miscellaneous	1,127,000	1,148,500		(1,148,500)
Total revenues	<u>1,597,700</u>	<u>1,619,200</u>	<u>228,485</u>	<u>(1,390,715)</u>
EXPENDITURES				
Current:				
Community development	183,400	183,400	228,485	(45,085)
Capital outlay	1,414,300	1,435,800		1,435,800
Total expenditures	<u>1,597,700</u>	<u>1,619,200</u>	<u>228,485</u>	<u>1,390,715</u>
Net change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning			_____	
Fund balance - ending			<u>\$</u>	

**CITY OF BOCA RATON, FLORIDA
HOUSING ASSISTANCE TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Intergovernmental	\$ 1,143,600	\$ 1,143,600		\$ (1,143,600)
Investment earnings (loss)	15,000	15,000	\$ 8,821	(6,179)
Miscellaneous	2,300,400	2,300,400	30,000	(2,270,400)
Total revenues	3,459,000	3,459,000	38,821	(3,420,179)
EXPENDITURES				
Current:				
Community development	3,459,000	3,459,000	159,889	3,299,111
Total expenditures	3,459,000	3,459,000	159,889	3,299,111
Net change in fund balance	\$	\$	(121,068)	\$ (121,068)
Fund balance - beginning			1,122,457	
Fund balance - ending			\$ 1,001,389	

CITY OF BOCA RATON, FLORIDA
Building Permits Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive / (Negative)
REVENUES				
Licenses and permits	\$ 11,000,000	\$ 11,000,000	\$ 18,248,028	\$ 7,248,028
Intergovernmental			58,513	58,513
Charges for services	345,000	345,000	442,224	97,224
Investment earnings (loss)	1,442,000	1,442,000	2,683,775	1,241,775
Total revenues	<u>12,787,000</u>	<u>12,787,000</u>	<u>21,432,540</u>	<u>8,645,540</u>
EXPENDITURES				
General government	155,400	155,400	37,776	117,624
Fire rescue	1,851,200	1,851,200	1,916,191	(64,991)
Physical environment	193,700	149,700	395,179	(245,479)
Transportation	1,150,300	1,150,300	910,080	240,220
Community development	9,888,300	9,959,600	8,395,092	1,564,508
Capital outlay	1,893,000	1,955,500	151,382	1,804,118
Total expenditures	<u>15,131,900</u>	<u>15,221,700</u>	<u>11,805,700</u>	<u>3,416,000</u>
Excess (deficiency) of revenues over expenditures	<u>(2,344,900)</u>	<u>(2,434,700)</u>	9,626,840	12,061,540
OTHER FINANCING SOURCES (USES)				
Transfers out	(502,600)	(502,600)	(502,600)	
Total other financing sources (uses)	<u>(502,600)</u>	<u>(502,600)</u>	<u>(502,600)</u>	
Net change in fund balance	<u>\$ (2,847,500)</u>	<u>\$ (2,937,300)</u>	9,124,240	<u>\$ 12,061,540</u>
Fund balance - beginning			<u>35,389,916</u>	
Fund balance - ending			<u>\$ 44,514,156</u>	

**CITY OF BOCA RATON, FLORIDA
LAW ENFORCEMENT TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Fines and forfeitures	\$ 130,000	\$ 130,000	\$ 141,838	\$ 11,838
Investment earnings (loss)	52,000	52,000	51,357	(643)
Total revenues	<u>182,000</u>	<u>182,000</u>	<u>193,195</u>	<u>11,195</u>
EXPENDITURES				
Current:				
Law enforcement	205,000	233,200	87,282	145,918
Total expenditures	<u>205,000</u>	<u>233,200</u>	<u>87,282</u>	<u>145,918</u>
Net change in fund balance	<u>\$ (23,000)</u>	<u>\$ (51,200)</u>	105,913	<u>\$ 157,113</u>
Fund balance - beginning			<u>1,412,069</u>	
Fund balance - ending			<u>\$ 1,517,982</u>	

**CITY OF BOCA RATON, FLORIDA
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 2,300,000	\$ 2,300,000	\$ 2,202,137	\$ (97,863)
Investment earnings (loss)	418,000	418,000	666,127	248,127
Total revenues	<u>2,718,000</u>	<u>2,718,000</u>	<u>2,868,264</u>	<u>150,264</u>
EXPENDITURES				
Current:				
Transportation		24,400	905,694	(881,294)
Capital outlay	6,074,800	7,493,300	1,141,063	6,352,237
Total expenditures	<u>6,074,800</u>	<u>7,517,700</u>	<u>2,046,757</u>	<u>5,470,943</u>
Net change in fund balance	<u>\$ (3,356,800)</u>	<u>\$ (4,799,700)</u>	821,507	<u>\$ 5,621,207</u>
Fund balance - beginning			<u>9,384,950</u>	
Fund balance - ending			<u>\$ 10,206,457</u>	

CITY OF BOCA RATON, FLORIDA
OCEAN BREEZE GBRBPD
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 1,617,800	\$ 1,617,800	\$ 1,617,788	\$ (12)
Total revenues	<u>1,617,800</u>	<u>1,617,800</u>	<u>1,617,788</u>	<u>(12)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,617,800)	(1,617,800)	(1,617,788)	12
Total other financing sources (uses)	<u>(1,617,800)</u>	<u>(1,617,800)</u>	<u>(1,617,788)</u>	<u>12</u>
Net change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning			<u> </u>	
Fund balance - ending			<u>\$</u>	

**CITY OF BOCA RATON, FLORIDA
ECONOMIC DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Investment earnings (loss)	271,000	271,000	446,763	\$ 175,763
Total revenues	<u>1,271,000</u>	<u>1,271,000</u>	<u>1,446,763</u>	<u>175,763</u>
EXPENDITURES				
Current:				
General government	100,000	100,000		100,000
Community development	2,627,400	2,637,400	1,112,955	1,524,445
Total expenditures	<u>2,727,400</u>	<u>2,737,400</u>	<u>1,112,955</u>	<u>1,624,445</u>
Net change in fund balance	<u>\$ (1,456,400)</u>	<u>\$ (1,466,400)</u>	333,808	<u>\$ 1,800,208</u>
Fund balance - beginning			<u>6,042,707</u>	
Fund balance - ending			<u>\$ 6,376,515</u>	

**CITY OF BOCA RATON, FLORIDA
GRANT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 995,000	\$ 1,304,700	\$ 230,577	\$ (1,074,123)
Total revenues	<u>995,000</u>	<u>1,304,700</u>	<u>230,577</u>	<u>(1,074,123)</u>
EXPENDITURES				
Current:				
General government		200,000		200,000
Law enforcement			124,934	(124,934)
Capital outlay	995,000	1,104,700	105,643	999,057
Total expenditures	<u>995,000</u>	<u>1,304,700</u>	<u>230,577</u>	<u>1,074,123</u>
Net change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning			<u> </u>	
Fund balance - ending			<u>\$</u>	

**CITY OF BOCA RATON, FLORIDA
PERPETUAL CARE PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Charges for services	\$ 240,000	\$ 240,000	\$ 272,288	\$ 32,288
Investment earnings (loss)	161,000	161,000	271,399	110,399
Total revenues	<u>401,000</u>	<u>401,000</u>	<u>543,687</u>	<u>142,687</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(441,000)</u>	<u>(441,000)</u>	<u>(441,000)</u>	
Total other financing sources (uses)	<u>(441,000)</u>	<u>(441,000)</u>	<u>(441,000)</u>	
Net change in fund balance	<u>\$ (40,000)</u>	<u>\$ (40,000)</u>	102,687	<u>\$ 142,687</u>
Fund balance - beginning			<u>4,017,447</u>	
Fund balance - ending			<u>\$ 4,120,134</u>	

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024**

	City Debt Service Fund	Total Non-major Debt Service Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 576,709	\$ 576,709
Total assets	<u>\$ 576,709</u>	<u>\$ 576,709</u>
 FUND BALANCES		
Restricted for:		
Debt service	\$ 576,709	\$ 576,709
Total fund balances	<u>576,709</u>	<u>576,709</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 576,709</u>	 <u>\$ 576,709</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	City Debt Service Fund	Total Non-major Debt Service Funds
REVENUES		
Taxes	\$ 677,414	\$ 677,414
Total revenues	677,414	677,414
EXPENDITURES		
Debt service:		
Principal	4,955,000	4,955,000
Interest	818,377	818,377
Total expenditures	5,773,377	5,773,377
Excess (deficiency) of revenues over expenditures	(5,095,963)	(5,095,963)
OTHER FINANCING SOURCES (USES)		
Transfers in	5,102,784	5,102,784
Total other financing sources (uses)	5,102,784	5,102,784
Net change in fund balances	6,821	6,821
Fund balances - beginning	569,888	569,888
Fund balances - ending	\$ 576,709	\$ 576,709

CITY OF BOCA RATON, FLORIDA
CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 670,600	\$ 670,600	\$ 677,414	\$ 6,814
Total revenues	<u>670,600</u>	<u>670,600</u>	<u>677,414</u>	<u>6,814</u>
EXPENDITURES				
Debt service:				
Principal	4,955,000	4,955,000	4,955,000	
Interest	<u>822,700</u>	<u>823,000</u>	<u>818,377</u>	4,623
Total expenditures	<u>5,777,700</u>	<u>5,778,000</u>	<u>5,773,377</u>	4,623
Excess (deficiency) of revenues over expenditures	<u>(5,107,100)</u>	<u>(5,107,400)</u>	<u>(5,095,963)</u>	11,437
OTHER FINANCING SOURCES				
Transfers in	<u>5,104,400</u>	<u>5,104,400</u>	<u>5,102,784</u>	(1,616)
Total other financing sources	<u>5,104,400</u>	<u>5,104,400</u>	<u>5,102,784</u>	(1,616)
Net change in fund balance	<u>\$ (2,700)</u>	<u>\$ (3,000)</u>	6,821	<u>\$ 9,821</u>
Fund balance - beginning			<u>569,888</u>	
Fund balance - ending			<u>\$ 576,709</u>	

**CITY OF BOCA RATON, FLORIDA
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024**

	<u>Right of Way Acquisition Program Fund</u>	<u>Park Land Dedication Fund</u>	<u>Downtown Land Dedication Fund</u>
ASSETS			
Cash and cash equivalents	\$ 377,220	\$ 820,962	\$ 1,409,991
Investments	2,258,868	4,916,088	8,443,304
Receivables, net:			
Assessments			
Interest	19,035	41,428	71,152
Total assets	<u>\$ 2,655,123</u>	<u>\$ 5,778,478</u>	<u>\$ 9,924,447</u>
LIABILITIES			
Accounts payable and accrued liabilities		\$ 321,184	
FUND BALANCES			
Restricted for:			
Downtown			
Land dedication		5,457,294	\$ 9,924,447
Committed to:			
Right of way acquisition	\$ 2,655,123		
Total fund balances	<u>2,655,123</u>	<u>5,457,294</u>	<u>9,924,447</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,655,123</u>	<u>\$ 5,778,478</u>	<u>\$ 9,924,447</u>

Downtown Infrastructure Fund	Total Non-Major Capital Projects Funds
\$ 185,013	\$ 2,793,186
1,107,893	16,726,153
99,350	99,350
9,336	140,951
<u>\$ 1,401,592</u>	<u>\$ 19,759,640</u>
	\$ 321,184
\$ 1,401,592	1,401,592
	15,381,741
	2,655,123
<u>1,401,592</u>	<u>19,438,456</u>
<u>\$ 1,401,592</u>	<u>\$ 19,759,640</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	<u>Right of Way Acquisition Program Fund</u>	<u>Park Land Dedication Fund</u>	<u>Downtown Land Dedication Fund</u>
REVENUES			
Special assessments			
Donations in lieu of land		\$ 202,480	
Investment earnings (loss)	\$ 176,362	571,821	\$ 661,825
Total revenues	<u>176,362</u>	<u>774,301</u>	<u>661,825</u>
EXPENDITURES			
Transportation			39,343
Parks and recreation		180,718	
Capital outlay		3,408,949	
Total expenditures		<u>3,589,667</u>	<u>39,343</u>
Excess (deficiency) of revenues over expenditures	<u>176,362</u>	<u>(2,815,366)</u>	<u>622,482</u>
OTHER FINANCING SOURCES (USES)			
Transfers out			
Total other financing sources (uses)			
Net change in fund balances	176,362	(2,815,366)	622,482
Fund balances - beginning	<u>2,478,761</u>	<u>8,272,660</u>	<u>9,301,965</u>
Fund balances - ending	<u>\$ 2,655,123</u>	<u>\$ 5,457,294</u>	<u>\$ 9,924,447</u>

<u>Downtown Infrastructure Fund</u>	<u>Total Non-Major Capital Project Funds</u>
\$ 315,465	\$ 315,465
91,866	202,480
<u>407,331</u>	<u>1,501,874</u>
	<u>2,019,819</u>
	39,343
	180,718
	<u>3,408,949</u>
	<u>3,629,010</u>
<u>407,331</u>	<u>(1,609,191)</u>
<u>(289,669)</u>	<u>(289,669)</u>
<u>(289,669)</u>	<u>(289,669)</u>
117,662	(1,898,860)
<u>1,283,930</u>	<u>21,337,316</u>
<u>\$ 1,401,592</u>	<u>\$ 19,438,456</u>

CITY OF BOCA RATON, FLORIDA
RIGHT OF WAY ACQUISITION PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Investment earnings (loss)	\$ 104,000	\$ 104,000	\$ 176,362	\$ 72,362
Total revenues	<u>104,000</u>	<u>104,000</u>	<u>176,362</u>	<u>72,362</u>
EXPENDITURES				
Total expenditures				
Net change in fund balance	<u>\$ 104,000</u>	<u>\$ 104,000</u>	176,362	<u>\$ 72,362</u>
Fund balance - beginning			<u>2,478,761</u>	
Fund balance - ending			<u>\$ 2,655,123</u>	

**CITY OF BOCA RATON, FLORIDA
PARK LAND DEDICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Donations in lieu of land	\$ 400,000	\$ 400,000	\$ 202,480	\$ (197,520)
Investment earnings (loss)	387,000	387,000	571,821	184,821
Total revenues	<u>787,000</u>	<u>787,000</u>	<u>774,301</u>	<u>(12,699)</u>
EXPENDITURES				
Parks and recreation			180,718	(180,718)
Capital outlay	552,500	4,114,900	3,408,949	705,951
Total expenditures	<u>552,500</u>	<u>4,114,900</u>	<u>3,589,667</u>	<u>525,233</u>
Net change in fund balance	<u>\$ 234,500</u>	<u>\$ (3,327,900)</u>	(2,815,366)	<u>\$ 512,534</u>
Fund balance - beginning			<u>8,272,660</u>	
Fund balance - ending			<u>\$ 5,457,294</u>	

**CITY OF BOCA RATON, FLORIDA
DOWNTOWN LAND DEDICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Investment earnings (loss)	\$ 392,000	\$ 392,000	\$ 661,825	\$ 269,825
Total revenues	392,000	392,000	661,825	269,825
EXPENDITURES				
Transportation			39,343	(39,343)
Capital outlay	200,000	200,000		200,000
Total expenditures	200,000	200,000	39,343	160,657
Net change in fund balance	\$ 192,000	\$ 192,000	622,482	\$ 430,482
Fund balance - beginning			9,301,965	
Fund balance - ending			\$ 9,924,447	

**CITY OF BOCA RATON, FLORIDA
DOWNTOWN INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Special assessments	\$ 304,700	\$ 304,700	\$ 315,465	\$ 10,765
Investment earnings (loss)	56,000	56,000	91,866	35,866
Total revenues	<u>360,700</u>	<u>360,700</u>	<u>407,331</u>	<u>46,631</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(289,800)	(289,800)	(289,669)	131
Total other financing sources (uses)	<u>(289,800)</u>	<u>(289,800)</u>	<u>(289,669)</u>	<u>131</u>
Net change in fund balance	<u>\$ 70,900</u>	<u>\$ 70,900</u>	117,662	<u>\$ 46,762</u>
Fund balance - beginning			<u>1,283,930</u>	
Fund balance - ending			<u>\$ 1,401,592</u>	

Non-Major Enterprise Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The costs of providing goods or services to the general public are financed or recovered primarily through user charges.

Cemetery Fund -- To account for the operation of the City's cemetery and mausoleum.

Stormwater Utility Fund -- To account for the provision of stormwater maintenance and capital improvements to the residents of the City.

Sanitation Fund -- To account for the provision of solid waste services and capital assets used to provide the services to the residents of the City.

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

	Cemetery Mausoleum	Stormwater Utility	Sanitation	Total Non-Major Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents		\$ 1,356,729	\$ 2,308,896	\$ 3,665,625
Investments		8,127,805	13,826,129	21,953,934
Interest receivable on investments		68,493	116,512	185,005
Accounts receivable	\$ 21,749	581,708	2,213,473	2,816,930
Inventories	57,735			57,735
Total current assets	<u>79,484</u>	<u>10,134,735</u>	<u>18,465,010</u>	<u>28,679,229</u>
Noncurrent assets:				
Capital assets:				
Land	118,000			118,000
Construction in progress	136,088	2,026,473	434,927	2,597,488
Buildings	1,488,761			1,488,761
Improvements other than buildings	588,373	17,863,587		18,451,960
Machinery and equipment	258,649	1,920,615	15,564,450	17,743,714
Less accumulated depreciation	(1,967,829)	(11,128,015)	(5,955,460)	(19,051,304)
Total capital assets (net of accumulated depreciation)	<u>622,042</u>	<u>10,682,660</u>	<u>10,043,917</u>	<u>21,348,619</u>
Total noncurrent assets	<u>622,042</u>	<u>10,682,660</u>	<u>10,043,917</u>	<u>21,348,619</u>
Total assets	<u>701,526</u>	<u>20,817,395</u>	<u>28,508,927</u>	<u>50,027,848</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows for pensions	243,794	716,647	1,332,975	2,293,416
Deferred outflows for OPEB	15,638	39,094	151,163	205,895
Total deferred outflows of resources	<u>259,432</u>	<u>755,741</u>	<u>1,484,138</u>	<u>2,499,311</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	21,884	199,688	173,414	394,986
Due to other funds	50,218			50,218
Compensated absences	2,506	12,338	43,885	58,729
Current OPEB liability	3,252	8,131	31,440	42,823
Retainage payable		27,890		27,890
Customer deposits payable			10,104	10,104
Total current liabilities	<u>77,860</u>	<u>248,047</u>	<u>258,843</u>	<u>584,750</u>
Non-current liabilities:				
Compensated absences	22,558	111,045	394,966	528,569
Net pension liability	276,444	915,358	1,511,493	2,703,295
Noncurrent OPEB liability	29,272	73,180	282,963	385,415
Total noncurrent liabilities	<u>328,274</u>	<u>1,099,583</u>	<u>2,189,422</u>	<u>3,617,279</u>
Total liabilities	<u>406,134</u>	<u>1,347,630</u>	<u>2,448,265</u>	<u>4,202,029</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows for pensions	112,462	335,573	614,901	1,062,936
Deferred inflows for OPEB	3,784	9,460	36,579	49,823
Total deferred inflows of resources	<u>116,246</u>	<u>345,033</u>	<u>651,480</u>	<u>1,112,759</u>
NET POSITION				
Net investment in capital assets	622,042	10,350,068	10,017,732	20,989,842
Unrestricted	(183,464)	9,530,405	16,875,588	26,222,529
Total net position	<u>\$ 438,578</u>	<u>\$ 19,880,473</u>	<u>\$ 26,893,320</u>	<u>\$ 47,212,371</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Cemetery Mausoleum	Stormwater Utility	Sanitation	Total Non-major Enterprise Funds
OPERATING REVENUES				
Charges for sales and services	\$ 414,385	\$ 3,524,324	\$ 11,944,294	\$ 15,883,003
Other	324			324
Total operating revenues	<u>414,709</u>	<u>3,524,324</u>	<u>11,944,294</u>	<u>15,883,327</u>
OPERATING EXPENSES				
Personnel services	455,249	1,270,307	4,230,857	5,956,413
Materials and supplies	61,608	11,338	342,285	415,231
General and administration	48,650	565,298	986,110	1,600,058
Other services and charges	397,435	857,936	2,171,748	3,427,119
Depreciation/amortization of capital assets	56,127	798,002	1,425,814	2,279,943
Total operating expenses	<u>1,019,069</u>	<u>3,502,881</u>	<u>9,156,814</u>	<u>13,678,764</u>
Operating income (loss)	<u>(604,360)</u>	<u>21,443</u>	<u>2,787,480</u>	<u>2,204,563</u>
NONOPERATING REVENUES (EXPENSES)				
Investment earnings (loss)	21,531	634,034	1,003,039	1,658,604
Gain (loss) on disposal of capital assets		38,400	(22,960)	15,440
Total nonoperating revenues (expenses)	<u>21,531</u>	<u>672,434</u>	<u>980,079</u>	<u>1,674,044</u>
Income (loss) before transfers and contributions	(582,829)	693,877	3,767,559	3,878,607
Transfers in	441,000			441,000
Transfers out			(84,300)	(84,300)
Change in net position	(141,829)	693,877	3,683,259	4,235,307
Net position, beginning	<u>580,407</u>	<u>19,186,596</u>	<u>23,210,061</u>	<u>42,977,064</u>
Net position, ending	<u>\$ 438,578</u>	<u>\$ 19,880,473</u>	<u>\$ 26,893,320</u>	<u>\$ 47,212,371</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Cemetery Mausoleum	Stormwater Utility	Sanitation	Total Non- Major Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 401,328	\$ 3,448,323	\$ 11,785,717	\$ 15,635,368
Payments to suppliers	(516,723)	(1,483,760)	(3,523,381)	(5,523,864)
Payments to employees	(385,176)	(1,124,227)	(4,081,038)	(5,590,441)
Net cash provided by (used in) operating activities	<u>(500,571)</u>	<u>840,336</u>	<u>4,181,298</u>	<u>4,521,063</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers out			(84,300)	(84,300)
Net cash provided by (used in) noncapital financing activities	<u>441,000</u>		<u>(84,300)</u>	<u>356,700</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(182,425)	(1,147,797)	(2,712,396)	(4,042,618)
Interest paid				
Proceeds from sale of capital assets		38,400		38,400
Net cash provided by (used in) capital and related financing activities	<u>(132,207)</u>	<u>(1,109,397)</u>	<u>(2,712,396)</u>	<u>(3,954,000)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends received	31,717	939,051	1,457,703	2,428,471
Sale of investments	127,367	7,019,307	10,577,964	17,724,638
Purchase of investments	(5,098)	(8,372,169)	(14,188,936)	(22,566,203)
Net cash provided by (used in) investing activities	<u>153,986</u>	<u>(413,811)</u>	<u>(2,153,269)</u>	<u>(2,413,094)</u>
Net increase (decrease) in cash and cash equivalents	<u>(37,792)</u>	<u>(682,872)</u>	<u>(768,667)</u>	<u>(1,489,331)</u>
Cash and cash equivalents				
Beginning of year	37,792	2,039,601	3,077,563	5,154,956
End of year	<u>\$ -</u>	<u>\$ 1,356,729</u>	<u>\$ 2,308,896</u>	<u>\$ 3,665,625</u>

(Continued)

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Cemetery Mausoleum	Stormwater Utility	Sanitation	Total Non- Major Enterprise Funds
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ (604,360)	\$ 21,443	\$ 2,787,480	\$ 2,204,563
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization expense	56,127	798,002	1,425,814	2,279,943
(Increase) decrease in accounts receivable	(13,381)	(76,001)	(159,489)	(248,871)
(Increase) decrease in inventories	1,947			1,947
(Increase) decrease in deferred pension outflows	(8,683)	13,052	665,174	669,543
Increase (decrease) in accounts payable and accrued liabilities	(9,322)	(38,338)	(23,441)	(71,101)
Increase (decrease) in retainage payable	(1,514)	(11,021)		(12,535)
Increase (decrease) in customer deposits payable			912	912
Increase (decrease) in compensated absences	(6,497)	(6,172)	(55,037)	(67,706)
Increase (decrease) in total OPEB liability	11,794	29,484	114,007	155,285
Increase (decrease) in net pension liability	49,837	89,487	(426,912)	(287,588)
Increase (decrease) in deferred inflows for pensions	24,349	22,569	(138,824)	(91,906)
Increase (decrease) in deferred inflows for OPEB	(868)	(2,169)	(8,386)	(11,423)
Total adjustments	103,789	818,893	1,393,818	2,316,500
Net cash provided by (used in) operating activities	\$ (500,571)	\$ 840,336	\$ 4,181,298	\$ 4,521,063
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Unrealized gain (loss) on investments	\$ (5,098)	\$ (244,364)	\$ (362,807)	\$ (612,269)

Internal Service Funds

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

Fleet Management -- To account for the cost of operating a maintenance facility for automotive equipment used by other City departments, and administering the City fleet.

Information Technology -- To account for the cost of operating a computer facility used by other City departments.

Self-Insurance Programs -- To account for the cost of providing health and workers' compensation insurance coverage to all City employees, and the City's general liability self-insurance program.

Retirement Sustainability Fund -- provides a separate funding for certain receipts and expenditures for all of the City's defined benefit plans and accounts for reserves to reduce the financial burden, if any, of retiree defined benefit plan payments on future taxpayers.

**CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

	Fleet Management Fund	Information Technology Fund	Self- Insurance Programs Fund	Retirement Sustainability Fund	Total Internal Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 4,534,168	\$ 1,431,952	\$ 5,102,760	\$ 7,156,221	\$ 18,225,101
Investments	27,151,505	8,538,619	30,143,947	42,852,879	108,686,950
Interest receivable on investments	228,805	71,954	254,022	361,121	915,902
Accounts receivable	21,339		327,700		349,039
Inventories	1,174,062				1,174,062
Prepaid expenses				38,770	38,770
Total current assets	<u>33,109,879</u>	<u>10,042,525</u>	<u>35,828,429</u>	<u>50,408,991</u>	<u>129,389,824</u>
Noncurrent assets:					
Capital assets:					
Construction in progress	25,848	1,968,714			1,994,562
Buildings	1,270,000				1,270,000
Machinery and equipment	49,472,544	5,521,807			54,994,351
Less accumulated depreciation	(31,816,894)	(3,756,523)			(35,573,417)
Right-to-use assets (intangible)		10,134,905			10,134,905
Less accumulated amortization		(3,320,529)			(3,320,529)
Total capital assets (net of accumulated depreciation/amortization)	<u>18,951,498</u>	<u>10,548,374</u>			<u>29,499,872</u>
Total noncurrent assets	<u>18,951,498</u>	<u>10,548,374</u>			<u>29,499,872</u>
Total assets	<u>52,061,377</u>	<u>20,590,899</u>	<u>35,828,429</u>	<u>50,408,991</u>	<u>158,889,696</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows for pensions	710,336	4,651,154	617,346		5,978,836
Deferred outflows for OPEB	49,519	135,525	18,244		203,288
Total deferred outflows of resources	<u>759,855</u>	<u>4,786,679</u>	<u>635,590</u>		<u>6,182,124</u>
LIABILITIES					
Current liabilities:					
Accounts payable and accrued liabilities	106,196	570,852	3,200,281		3,877,329
Compensated absences	18,829	79,421	6,630		104,880
Current OPEB liability	10,299	28,188	3,794		42,281
Estimated liability for self-insurance losses			2,794,740		2,794,740
Lease and subscription liability		1,052,749			1,052,749
Accrued interest payable		72,889			72,889
Total current liabilities	<u>135,324</u>	<u>1,804,099</u>	<u>6,005,445</u>		<u>7,944,868</u>
Non-current liabilities:					
Compensated absences	169,465	714,789	59,673		943,927
Net pension liability	805,467	5,958,605	821,012		7,585,084
Noncurrent OPEB liability	92,695	253,691	34,151		380,537
Noncurrent lease and subscription liability		2,744,932			2,744,932
Estimated liability for self-insurance losses			8,872,000		8,872,000
Total noncurrent liabilities	<u>1,067,627</u>	<u>9,672,017</u>	<u>9,786,836</u>		<u>20,526,480</u>
Total liabilities	<u>1,202,951</u>	<u>11,476,116</u>	<u>15,792,281</u>		<u>28,471,348</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows for pensions	327,678	2,178,786	290,651		2,797,115
Deferred inflows for OPEB	11,983	32,795	4,415		49,193
Total deferred inflows of resources	<u>339,661</u>	<u>2,211,581</u>	<u>295,066</u>		<u>2,846,308</u>
NET POSITION					
Net investment in capital assets	18,122,592	6,103,839			24,226,431
Restricted assets				38,770	38,770
Unrestricted	33,156,028	5,586,042	20,376,672	50,370,221	109,488,963
Total net position	<u>\$ 51,278,620</u>	<u>\$ 11,689,881</u>	<u>\$ 20,376,672</u>	<u>\$ 50,408,991</u>	<u>\$ 133,754,164</u>

CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Fleet Management Fund	Information Technology Fund	Self- Insurance Programs Fund	Retirement Sustainability Fund	Total Internal Service Funds
OPERATING REVENUES					
Fleet management	\$ 7,211,349				\$ 7,211,349
Management information processing		\$ 13,777,800			13,777,800
Insurance premiums			\$ 28,482,095		28,482,095
Insurance premium tax				\$ 5,578,730	5,578,730
Other	89,609	32,777	1,774,571		1,896,957
Total operating revenues	<u>7,300,958</u>	<u>13,810,577</u>	<u>30,256,666</u>	<u>5,578,730</u>	<u>56,946,931</u>
OPERATING EXPENSES					
Personnel services	1,760,179	7,885,033	846,499		10,491,711
Materials and supplies	72,008	77,318	24,025		173,351
General and administration	223,986	137,064	63,317		424,367
Other services and charges	349,044	8,063,302	7,521,076		15,933,422
Insurance claims			18,967,253		18,967,253
Pension benefits				5,578,730	5,578,730
Depreciation/amortization of capital assets	3,978,376	2,330,869	1,541		6,310,786
Total operating expenses	<u>6,383,593</u>	<u>18,493,586</u>	<u>27,423,711</u>	<u>5,578,730</u>	<u>57,879,620</u>
Operating income (loss)	<u>917,365</u>	<u>(4,683,009)</u>	<u>2,832,955</u>		<u>(932,689)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment earnings (loss)	2,103,083	650,676	2,080,248	3,348,131	8,182,138
Lease interest expense	(3)	(156,339)	(2)		(156,344)
Gain (loss) on disposal of capital assets	21,385	(13,976)			7,409
Total nonoperating revenues (expenses)	<u>2,124,465</u>	<u>480,361</u>	<u>2,080,246</u>	<u>3,348,131</u>	<u>8,033,203</u>
Income (loss) before transfers and contributions	3,041,830	(4,202,648)	4,913,201	3,348,131	7,100,514
Transfers in	<u>3,692,600</u>	<u>4,104,000</u>			<u>7,796,600</u>
Change in net position	6,734,430	(98,648)	4,913,201	3,348,131	14,897,114
Net position, beginning	<u>44,544,190</u>	<u>11,788,529</u>	<u>15,463,471</u>	<u>47,060,860</u>	<u>118,857,050</u>
Net position, ending	<u>\$ 51,278,620</u>	<u>\$ 11,689,881</u>	<u>\$ 20,376,672</u>	<u>\$ 50,408,991</u>	<u>\$ 133,754,164</u>

**CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Fleet Management Fund	Information Technology Fund	Self-Insurance Programs Fund	Retirement Sustainability Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 7,343,661	\$ 13,810,577	\$ 30,356,666	\$ 5,578,730	\$ 57,089,634
Payments to suppliers	(1,176,261)	(9,485,280)	(6,249,890)	(5,578,730)	(22,490,161)
Payments to employees	(1,603,119)	(6,689,400)	(841,388)	(38,770)	(9,172,677)
Claims paid			(19,640,935)		(19,640,935)
Net cash provided by (used in) operating activities	<u>4,564,281</u>	<u>(2,364,103)</u>	<u>3,624,453</u>	<u>(38,770)</u>	<u>5,785,861</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	3,692,600	4,104,000			7,796,600
Transfers out					
Net cash provided by (used in) noncapital financing activities	<u>3,692,600</u>	<u>4,104,000</u>			<u>7,796,600</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(7,049,387)	(856,660)	(1)		(7,906,048)
Interest paid	(3)	(113,270)	(2)		(113,275)
Proceeds from sale of capital assets	21,385				21,385
Net cash provided by (used in) capital and related financing activities	<u>(7,028,005)</u>	<u>(969,930)</u>	<u>(3)</u>		<u>(7,997,938)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends received	3,064,440	941,530	3,032,091	4,922,439	11,960,500
Sale of investments	21,800,601	6,570,685	22,749,999	35,925,667	87,046,952
Purchase of investments	(27,904,610)	(8,764,461)	(30,921,911)	(44,099,871)	(111,690,853)
Net cash provided by (used in) investing activities	<u>(3,039,569)</u>	<u>(1,252,246)</u>	<u>(5,139,821)</u>	<u>(3,251,765)</u>	<u>(12,683,401)</u>
Net increase (decrease) in cash and cash equivalents	<u>(1,810,693)</u>	<u>(482,279)</u>	<u>(1,515,371)</u>	<u>(3,290,535)</u>	<u>(7,098,878)</u>
Cash and cash equivalents					
Beginning of year	6,344,861	1,914,231	6,618,131	10,446,756	25,323,979
End of year	<u>\$ 4,534,168</u>	<u>\$ 1,431,952</u>	<u>\$ 5,102,760</u>	<u>\$ 7,156,221</u>	<u>\$ 18,225,101</u>

(Continued)

CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Fleet Management Fund	Information Technology Fund	Self-Insurance Programs Fund	Retirement Sustainability Fund	Total Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income (loss)	\$ 917,365	\$ (4,683,009)	\$ 2,832,955	\$ -	\$ (932,689)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization expense	3,978,376	2,330,869	1,541		6,310,786
(Increase) decrease in accounts receivable	42,703		100,000		142,703
(Increase) decrease in inventories	(98,397)				(98,397)
(Increase) decrease in deferred pension outflows	229,850	799,487	360,763		1,390,100
(Increase) decrease in prepaid expenses					
(Increase) decrease in prepaid pension contributions				(38,770)	(38,770)
Increase (decrease) in accounts payable and accrued liabilities	(431,249)	(340,080)	1,361,353		590,024
Increase (decrease) in compensated absences	6,834	58,563	(15,261)		50,136
Increase (decrease) in lease and subscription liability	(2,826)	2,696,400	(1,544)		2,692,030
Increase (decrease) in Noncurrent lease and subscription liability		(3,571,228)			(3,571,228)
Increase (decrease) in total OPEB liability	37,347	112,579	13,760		163,686
Increase (decrease) in estimated liability for self-insurance losses			(673,682)		(673,682)
Increase (decrease) in net pension liability	(91,773)	242,524	(241,494)		(90,743)
Increase (decrease) in deferred inflows for pensions	(21,202)	(5,015)	(112,926)		(139,143)
Increase (decrease) in deferred inflows for OPEB	(2,747)	(5,193)	(1,012)		(8,952)
Total adjustments	3,646,916	2,318,906	791,498	(38,770)	6,718,550
Net cash provided by (used in) operating activities	\$ 4,564,281	\$ (2,364,103)	\$ 3,624,453	\$ (38,770)	\$ 5,785,861
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Unrealized gain (loss) on investments	\$ (753,105)	\$ (225,842)	\$ (777,964)	\$ (1,246,992)	\$ (3,003,903)
Noncash portion of subscription liability	-	(874,097)	-	-	(874,097)

Pension Trust Funds

Pension Trust Funds account for financial operations and condition of the City's three pension plans.

General Employees' Pension Plan, Police and Firefighters' Retirement System and Executive Employees' Retirement Plan -- To account for the accumulation of resources to be used for the retirement benefit payments to the City's employees. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial valuation.

CITY OF BOCA RATON, FLORIDA
PENSION TRUST FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2024

	<u>Police and Firefighters' Retirement System</u>	<u>General Employees' Pension Plan</u>	<u>Executive Employees' Retirement Plan</u>	<u>Total Pension Trust Funds</u>
ASSETS				
Cash and cash equivalents	\$ 24,100,560	\$ 12,431,401	\$ 274,750	\$ 36,806,711
Investments:				
Common and preferred stock	141,070,936	125,361,857		266,432,793
U.S. government securities	59,055,202	20,405,685		79,460,887
Corporate bonds and debentures	47,973,045	16,384,044		64,357,089
Corporate convertible equity		20,900,622		20,900,622
Infrastructure		11,918,851		11,918,851
Commingled funds	18,778,780	17,860,873		36,639,653
Real estate	101,815,550	25,649,778		127,465,328
Private equity	158,144,745			158,144,745
Florida Municipal Pension Trust Fund			70,221,041	70,221,041
Total investments	<u>526,838,258</u>	<u>238,481,710</u>	<u>70,221,041</u>	<u>835,541,009</u>
Receivables:				
Interest and dividends	619,715	352,209		971,924
Unsettled trades receivable	8,379,478	917,171		9,296,649
Total receivables	<u>8,999,193</u>	<u>1,269,380</u>		<u>10,268,573</u>
 Total assets	<u>559,938,011</u>	<u>252,182,491</u>	<u>70,495,791</u>	<u>882,616,293</u>
LIABILITIES				
Accounts payable	343,425	169,042		512,467
Unsettled trades payable	379,848	33,551		413,399
Total liabilities	<u>723,273</u>	<u>202,593</u>		<u>925,866</u>
 NET POSITION RESTRICTED FOR PENSIONS	 <u>\$ 559,214,738</u>	 <u>\$ 251,979,898</u>	 <u>\$ 70,495,791</u>	 <u>\$ 881,690,427</u>

**CITY OF BOCA RATON, FLORIDA
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

	Police and Firefighters' Retirement System	General Employees' Pension Plan	Executive Employees' Retirement Plan	Total Pension Trust Funds
ADDITIONS				
Contributions:				
City	\$ 20,333,519	\$ 2,449,531	\$ 2,525,416	\$ 25,308,466
State	5,578,730			5,578,730
Employee	5,612,245	3,049,593	786,481	9,448,319
Transfer from other pension trust funds			47,630	47,630
Total contributions	<u>31,524,494</u>	<u>5,499,124</u>	<u>3,359,527</u>	<u>40,383,145</u>
Investment income:				
Interest revenue	3,831,182	43,060,956	13,072,541	59,964,679
Dividends	13,513,314	3,605,265	68,196	17,186,775
Net appreciation (depreciation) in fair value of investments	66,977,945			66,977,945
Other investment income	36,379	1,469		37,848
Investment expense	<u>(9,015,251)</u>	<u>(977,627)</u>	<u>(53,716)</u>	<u>(10,046,594)</u>
Total investment income	<u>75,343,569</u>	<u>45,690,063</u>	<u>13,087,021</u>	<u>134,120,653</u>
Total additions	<u>106,868,063</u>	<u>51,189,187</u>	<u>16,446,548</u>	<u>174,503,798</u>
DEDUCTIONS				
Benefits paid:				
Retirement	26,481,211	14,573,598	3,412,830	44,467,639
Disability	1,312,190	128,047		1,440,237
Death	1,368,763	1,195,724		2,564,487
Deferred retirement option plan	6,690,496	3,706,203	2,106,616	12,503,315
Termination refunds	12,383	435,974	97,373	545,730
Administrative expenses	292,704	174,677	119,319	586,700
Transfer to other pension trust funds		135,146		135,146
Total deductions	<u>36,157,747</u>	<u>20,349,369</u>	<u>5,736,138</u>	<u>62,243,254</u>
Net increase/(decrease) in net position	70,710,316	30,839,818	10,710,410	112,260,544
NET POSITION RESTRICTED FOR PENSION				
Beginning of year	488,504,422	221,140,080	59,785,381	769,429,883
End of year	<u>\$ 559,214,738</u>	<u>\$ 251,979,898</u>	<u>\$ 70,495,791</u>	<u>\$ 881,690,427</u>

STATISTICAL SECTION

This part of the City of Boca Raton annual comprehensive financial report represents 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 position.

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The information presented in this section is intended to assist users in understanding and assessing how a government's financial position has changed over time.

Revenue Capacity	188
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This section is intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own-source revenue.

Debt Capacity	193
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The information presented in this section is intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.

Demographic and Economic Information	201
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This section is intended (1) to assist users in understanding the socioeconomic environment within which a government operates and (2) to provide information that facilitates comparisons of financial statement information over time and among governments.

Operating Information	204
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This section is intended to provide contextual information about a government's operations and resources to assist readers in using financial statement information to understand and assess a government's economic condition.

FINANCIAL TREND INFORMATION

The information presented in this section is intended to assist users in understanding and assessing how a government's financial position has changed over time.

**CITY OF BOCA RATON, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental activities					
Net investment in capital assets	\$343,424	\$346,406	\$383,364	\$356,695	\$339,885
Restricted	64,313	68,787	77,176	84,149	109,664
Unrestricted	40,029	64,216	25,208	44,238	49,682
Total governmental activities net position	<u>\$447,766</u>	<u>\$479,409</u>	<u>\$485,748</u>	<u>\$485,082</u>	<u>\$499,231</u>
Business-type activities					
Net investment in capital assets	\$221,972	\$228,380	\$229,424	\$227,958	\$239,614
Restricted	68,015	79,734	75,550	61,802	59,222
Unrestricted	72,957	72,893	90,195	111,578	120,150
Total business-type activities net position	<u>\$362,944</u>	<u>\$381,007</u>	<u>\$395,169</u>	<u>\$401,338</u>	<u>\$418,986</u>
Primary government					
Net investment in capital assets	\$565,396	\$574,786	\$612,788	\$584,653	\$579,499
Restricted	132,328	148,521	152,726	145,951	168,886
Unrestricted	112,986	137,109	115,403	155,816	169,832
Total primary government net position	<u>\$810,710</u>	<u>\$860,416</u>	<u>\$880,917</u>	<u>\$886,420</u>	<u>\$918,217</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$352,856	\$352,192	\$373,750	\$393,618	\$401,020
94,209	89,740	104,403	104,692	135,765
43,288	55,310	126,759	128,934	94,485
<u>\$490,353</u>	<u>\$497,242</u>	<u>\$604,912</u>	<u>\$627,244</u>	<u>\$631,270</u>

\$249,111	\$256,087	\$226,710	\$223,326	\$239,865
45,114	74,943	81,751	76,907	72,016
133,956	124,327	126,604	140,017	148,760
<u>\$428,181</u>	<u>\$455,357</u>	<u>\$435,065</u>	<u>\$440,250</u>	<u>\$460,641</u>

\$601,967	\$608,279	\$600,460	\$616,944	\$640,885
139,323	164,683	186,154	181,599	207,781
177,244	179,637	253,363	268,951	243,245
<u>\$918,534</u>	<u>\$952,599</u>	<u>\$1,039,977</u>	<u>\$1,067,494</u>	<u>\$1,091,911</u>

CITY OF BOCA RATON, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses					
Governmental activities:					
General government	\$ 20,655	\$ 34,158	\$ 28,232	\$ 32,066	\$ 39,341
Law enforcement	40,575	34,328	72,198	49,796	49,727
Fire rescue	42,631	37,701	35,501	53,134	49,475
Physical environment	4,217	4,449	5,034	5,507	5,222
Transportation	17,744	13,672	20,177	25,420	31,725
Community development	3,257	5,345	5,702	6,384	13,517
Parks and recreation	37,107	38,605	42,614	44,873	46,220
Interest and fiscal charges	2,165	2,393	1,968	1,293	1,719
Total governmental activities expenses	<u>168,351</u>	<u>170,651</u>	<u>211,426</u>	<u>218,473</u>	<u>236,946</u>
Business-type activities:					
Water and sewer	48,616	48,415	49,730	52,174	53,646
Cemetery	610	664	720	671	652
Golf course	2,726	2,831	3,091	2,777	2,843
Stormwater utility	2,252	2,260	2,596	2,804	3,396
Sanitation	6,183	6,816	7,102	7,381	7,829
Total business-type activities expenses	<u>60,387</u>	<u>60,986</u>	<u>63,239</u>	<u>65,807</u>	<u>68,366</u>
Total primary government expenses	<u>\$ 228,738</u>	<u>\$ 231,637</u>	<u>\$ 274,665</u>	<u>\$ 284,280</u>	<u>\$ 305,312</u>

Program Revenues

Governmental activities:					
Charges for services:					
General government	\$ 32,294	\$ 27,994	\$ 26,992	\$ 26,057	\$ 31,309
Fire rescue	10,605	10,554	12,162	14,043	15,038
Law enforcement	2,484	2,055	2,010	1,812	1,902
Physical environment	137	1,942	3,369	270	207
Transportation		49	26	178	67
Community development	1,959	2,174	2,051	2,306	1,942
Parks and recreation	19,213	21,141	21,210	22,862	23,896
Interest and fiscal charges					
Operating grants and contributions	4,494	5,979	7,679	6,781	13,680
Capital grants and contributions	5,295	5,060	4,747	1,036	1,910
Total governmental activities program revenues	<u>76,481</u>	<u>76,948</u>	<u>80,246</u>	<u>75,345</u>	<u>89,951</u>
Business-type activities:					
Charges for services:					
Water and sewer	\$ 54,934	\$ 54,142	\$ 57,400	\$ 56,704	\$ 60,504
Cemetery	236	241	449	375	378
Golf course	2,490	2,482	2,518	2,432	2,534
Stormwater utility	2,353	2,379	2,474	2,534	2,653
Sanitation	7,502	7,629	7,835	7,715	8,038
Operating grants and contributions					
Capital grants and contribution	11,473	11,902	6,295	1,017	5,834
Total business-type activities program revenues	<u>78,988</u>	<u>78,775</u>	<u>76,971</u>	<u>70,777</u>	<u>79,941</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 69,844	\$ 35,481	\$ 23,411	\$ 31,824	\$ 34,870
54,068	63,401	50,922	68,761	90,028
54,266	65,142	63,052	71,705	91,623
5,406	4,448	4,684	4,757	4,854
14,215	26,269	37,356	23,643	35,885
15,876	19,447	29,828	22,700	21,764
43,243	46,749	46,717	66,168	71,000
1,589	1,318	1,055	696	794
<u>258,507</u>	<u>262,255</u>	<u>257,025</u>	<u>290,254</u>	<u>350,818</u>

57,576	59,759	61,848	69,856	67,584
1,028	902	682	950	1,019
3,100	3,254			
2,848	2,852	3,544	3,579	3,503
7,987	7,979	8,277	9,205	9,157
<u>72,539</u>	<u>74,746</u>	<u>74,351</u>	<u>83,590</u>	<u>81,263</u>
<u>\$ 331,046</u>	<u>\$ 337,001</u>	<u>\$ 331,376</u>	<u>\$ 373,844</u>	<u>\$ 432,081</u>

\$ 28,305	\$ 40,598	\$ 21,904	\$ 14,253	\$ 15,291
15,290	15,205	15,583	17,719	19,418
1,500	2,771	3,610	4,019	4,281
205	250	182	2,019	2,079
90	8	57	8	-
1,332	1,680	25,624	16,553	22,269
20,462	22,039	28,147	31,865	35,637
				338
19,131	16,844	30,494	12,376	10,468
1,670	3,762	68,560	877	1,032
<u>87,985</u>	<u>103,157</u>	<u>194,161</u>	<u>99,689</u>	<u>110,813</u>

\$ 58,944	\$ 57,973	\$ 60,205	\$ 64,102	\$ 67,772
302	369	455	289	415
2,489	2,920			-
3,017	3,021	3,137	3,445	3,525
10,134	10,921	11,279	11,439	11,944
	84	410	278	960
3,410	26,325	5,098	2,056	1,850
<u>78,296</u>	<u>101,613</u>	<u>80,584</u>	<u>81,609</u>	<u>86,466</u>

CITY OF BOCA RATON, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Net (Expenses) Revenue					
Governmental activities	\$ (91,870)	\$ (93,703)	\$ (131,180)	\$ (143,129)	\$ (146,996)
Business-type activities	18,601	17,789	13,733	4,971	11,574
Total primary government net expense	<u>\$ (73,269)</u>	<u>\$ (75,914)</u>	<u>\$ (117,447)</u>	<u>\$ (138,158)</u>	<u>\$ (135,422)</u>
General Revenue and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property tax	\$ 65,238	\$ 69,785	\$ 74,866	\$ 79,753	\$ 84,781
Utility tax	21,361	20,652	21,645	21,894	22,174
Franchise tax	12,893	12,536	12,826	13,215	13,350
Sales tax	6,687	6,898	6,916	7,177	7,464
Infrastructure tax			4,312	6,471	6,767
Gas tax	2,120	2,154	2,312	2,244	2,265
Incremental property tax	7,183	8,449	9,720	12,489	13,366
State shared revenues unrestricted	2,549	2,781	2,849	2,924	3,108
Investment earnings (loss) unrestricted	1,279	1,083	1,030	2,279	7,886
Gain (loss) on disposal of capital assets	49	253	315	392	288
Miscellaneous	188	237	322	362	288
Transfers	(338)	518	408	(144)	(593)
Total governmental activities	<u>119,209</u>	<u>125,346</u>	<u>137,521</u>	<u>149,056</u>	<u>161,144</u>
Business-type activities					
Investment earnings (loss)	847	675	614	1,154	4,702
Gain (loss) on disposal of capital assets	50	67	186	116	195
Transfers	338	(518)	(408)	144	593
Miscellaneous	19	51	36	208	583
Total business-type activities	<u>1,254</u>	<u>275</u>	<u>428</u>	<u>1,622</u>	<u>6,073</u>
Total primary government	<u>\$ 120,463</u>	<u>\$ 125,621</u>	<u>\$ 137,949</u>	<u>\$ 150,678</u>	<u>\$ 167,217</u>
Changes in net position					
Governmental activities	\$ 27,339	\$ 31,643	\$ 6,339	\$ 5,927	\$ 14,148
Business-type activities	19,855	18,064	14,162	6,593	17,647
Total primary government	<u>\$ 47,194</u>	<u>\$ 49,707</u>	<u>\$ 20,501</u>	<u>\$ 12,520</u>	<u>\$ 31,795</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ (170,519)	\$ (159,098)	\$ (62,863)	\$ (190,565)	\$ (240,005)
5,757	26,867	6,232	(1,981)	5,203
<u>\$ (164,762)</u>	<u>\$ (132,231)</u>	<u>\$ (56,631)</u>	<u>\$ (192,546)</u>	<u>\$ (234,802)</u>

\$ 88,550	\$ 92,750	\$ 96,069	\$ 109,769	\$ 122,734
21,804	21,841	23,266	25,960	26,280
12,882	13,243	15,209	16,465	16,545
7,040	8,365	9,757	10,179	9,843
6,471	7,645	9,175	9,636	9,966
2,018	2,132	2,209	2,279	2,202
14,150	14,780	16,391	20,212	21,486
2,878	3,364	4,208	4,452	4,286
5,658	1,068	(12,379)	13,275	30,461
150	653	204	431	61
397	50	57	77	82
(354)	96	20,251	162	85
<u>161,644</u>	<u>165,987</u>	<u>184,417</u>	<u>212,897</u>	<u>244,031</u>

3,119	385	(6,660)	6,864	15,237
(183)	20	386	464	36
148		(20,251)	(162)	(85)
354	(96)			
<u>3,438</u>	<u>309</u>	<u>(26,525)</u>	<u>7,166</u>	<u>15,188</u>

<u>\$ 165,082</u>	<u>\$ 166,296</u>	<u>\$ 157,892</u>	<u>\$ 220,063</u>	<u>\$ 259,219</u>
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\$ (8,878)	\$ 6,889	\$ 121,553	\$ 22,332	\$ 4,026
9,195	27,176	(20,292)	5,185	20,391
<u>\$ 317</u>	<u>\$ 34,065</u>	<u>\$ 101,261</u>	<u>\$ 27,517</u>	<u>\$ 24,417</u>

CITY OF BOCA RATON, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS

(modified accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund:					
Non-spendable:					
Inventories, Advance	\$ 22	\$ 345	\$ 339	\$ 347	\$ 337
Restricted for:					
Army Corp of Engineers	170	170	170	170	170
Building permits					6,514
Committed to:					
Right of way beautification			35	223	225
Hurricane/ disaster emergency	10,600	10,600	13,424	12,936	18,590
Mizner Park debt service	1,633	1,633	1,633		
Retirement system reserve					
Assigned to:					
Subsequent year's budget	2,536	14,825	14,703	1,233	7,425
Unassigned	44,075	38,822	30,242	33,323	30,383
Total general fund	\$ 59,036	\$ 66,395	\$ 60,546	\$ 48,232	\$ 63,644
All Other Governmental Funds:					
Non-spendable:					
Perpetual care, cemetery	\$ 1,385	\$ 1,446	\$ 1,610	\$ 1,678	\$ 1,646
Perpetual care, masoleum	2,611	2,695	2,822	2,773	2,597
Restricted for:					
Building Permits					
Debt service	11,830	11,948	12,073	12,712	2,116
Housing	532	814	1,204	886	807
Infrastructure			4,315	8,718	27,750
Law enforcement	1,211	1,159	1,293	1,190	1,125
Transportation	9,981	10,682	11,882	10,368	10,674
Right of way beautification	2,117	1,231			
Downtown	6,850	5,920	6,128	5,909	11,002
Economic development	4,788	4,636	5,574	8,562	6,176
Land dedication	9,763	14,317	15,910	16,397	17,940
Land Proceeds				6	31
Library	372				
Committed to:					
Parking	3	3	3	3	3
Right of way acquisition	2,331	2,341	2,350	2,367	2,431
Assigned to:					
Capital projects	29,571	25,544	21,268	22,547	23,786
Environmentally sensitive lands					
Total all other governmental funds	\$ 83,345	\$ 82,736	\$ 86,432	\$ 94,116	\$ 108,084

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 344	\$ 346	\$ 19	\$ 16	\$ 24
170	170	170	170	170
9,230	20,966			
139	790	27		
18,590	18,870	19,625	20,410	24,743
6,964	16,242	9,657	132	14,064
<u>36,963</u>	<u>39,717</u>	<u>50,449</u>	<u>67,538</u>	<u>56,966</u>
<u>\$ 72,400</u>	<u>\$ 97,101</u>	<u>\$ 79,947</u>	<u>\$ 88,266</u>	<u>\$ 95,967</u>
\$ 1,615	\$ 1,722	\$ 1,635	\$ 1,780	\$ 1,936
2,505	2,645	2,105	2,237	2,184
		32,309	35,390	44,514
2,150	2,288	2,313	570	577
529	466	1,155	1,122	1,001
19,297	17,600	9,838	14,547	16,433
1,190	1,206	1,227	1,412	1,518
9,896	8,013	9,875	9,385	10,206
12,428	12,414	10,658	15,734	36,612
6,185	6,174	5,834	6,043	6,377
19,018	20,443	17,830	17,575	15,382
49	40	57,869	54,370	56,514
3	3	3	3	3
2,474	2,479	2,401	2,479	2,655
24,631	24,955	33,383	41,610	42,762
<u>\$ 101,970</u>	<u>\$ 100,448</u>	<u>\$ 188,435</u>	<u>\$ 204,257</u>	<u>\$ 238,674</u>

**CITY OF BOCA RATON, FLORIDA
CHANGES IN FUND BALANCES OF GOVERN
LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues:					
Taxes	\$ 108,754,619	\$ 114,075,840	\$ 125,189,629	\$ 136,042,459	\$ 142,744,416
Licenses and permits	18,199,802	15,527,771	13,752,420	13,031,240	16,632,462
Intergovernmental	28,204,044	33,169,318	38,983,346	34,985,353	44,054,242
Charges of services	30,545,193	29,598,932	31,536,517	33,605,151	35,741,289
Fines and forfeitures	2,203,618	1,602,642	1,667,585	1,430,218	1,615,709
Special assessments	1,505,634	1,511,197	1,512,790	1,519,976	1,547,777
Donations in lieu of land	4,642,068	4,927,834	2,218,238	840,499	1,786,918
Investment earnings (loss)	872,975	768,096	700,702	1,433,234	5,122,263
Miscellaneous	220,838	332,882	484,425	723,413	554,589
Total revenues	<u>195,148,791</u>	<u>201,514,512</u>	<u>216,045,652</u>	<u>223,611,543</u>	<u>249,799,665</u>
Expenditures:					
Current:					
General government	19,701,982	21,996,764	26,458,740	29,102,759	29,450,258
Law enforcement	39,650,656	41,031,455	44,500,795	47,594,807	50,202,799
Fire rescue	40,739,785	44,686,248	44,292,717	48,332,421	50,792,426
Physical environment	4,220,664	4,956,152	4,652,372	5,269,402	5,206,147
Transportation	7,536,209	11,830,942	18,003,649	15,487,320	14,612,619
Community development	3,942,306	7,353,945	6,255,361	7,309,798	13,872,937
Parks and recreation	35,757,011	38,642,169	40,307,017	60,654,784	42,649,422
Capital outlay	928,156	6,022,772	9,961,955	4,811,148	10,909,768
Debt service:					
Principal	7,722,363	7,680,486	7,665,707	8,087,014	8,894,599
Interest	5,081,592	5,107,954	5,111,168	5,274,703	5,634,349
Bond issuance costs				44,050	64,201
Total expenditures	<u>165,280,724</u>	<u>189,308,887</u>	<u>207,209,481</u>	<u>231,968,206</u>	<u>232,289,525</u>
Excess (deficiency) of revenues Over expenditures	<u>29,868,067</u>	<u>12,205,625</u>	<u>8,836,171</u>	<u>(8,356,663)</u>	<u>17,510,140</u>
Other financing sources (uses):					
Transfers in	9,617,600	9,924,796	16,157,948	11,441,485	13,135,524
Transfers out	(13,741,700)	(15,381,200)	(27,146,976)	(22,153,685)	(21,264,524)
Proceeds from sale of capital assets					
Lease (right-of-use asset) acquired				19,100,000	20,000,000
Refunding and new bonds issued					
Total other financing sources (uses)	<u>(4,124,100)</u>	<u>(5,456,404)</u>	<u>(10,989,028)</u>	<u>8,387,800</u>	<u>11,871,000</u>
Net change in fund balances	<u>\$ 25,743,967</u>	<u>\$ 6,749,221</u>	<u>\$ (2,152,857)</u>	<u>\$ 31,137</u>	<u>\$ 29,381,140</u>
Debt service as a percentage of Noncapital expenditures	7.78%	6.95%	6.52%	5.86%	6.50%

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 145,894,699	\$ 152,359,558	\$ 162,316,213	\$ 184,359,276	\$ 199,188,604
14,938,041	26,143,143	29,177,341	15,587,435	20,705,744
47,253,581	46,746,248	64,098,933	49,458,557	54,269,890
32,819,230	36,324,451	42,048,497	46,514,850	47,546,021
1,218,360	1,326,229	1,695,277	1,901,328	1,952,556
1,531,554	1,530,233	1,558,455	302,171	315,465
1,641,007	3,761,985	2,795,987	876,785	1,032,344
3,833,082	849,709	(8,750,377)	9,702,087	22,287,452
690,221	749,768	814,120	1,198,190	590,846
<u>249,819,775</u>	<u>269,791,324</u>	<u>295,754,446</u>	<u>309,900,679</u>	<u>347,888,922</u>
30,099,361	30,363,079	26,978,318	28,400,304	31,266,343
53,781,452	53,661,403	57,561,256	59,446,940	68,838,338
54,101,552	56,064,052	59,301,549	65,173,067	69,226,282
5,399,507	7,385,089	9,360,580	7,035,304	6,810,339
18,754,633	12,148,808	11,060,413	11,469,521	10,472,426
16,732,880	19,647,705	29,092,902	22,088,098	20,805,636
42,430,428	42,979,799	53,549,195	56,280,984	59,689,906
12,785,429	12,384,494	29,699,835	32,199,265	25,177,944
9,230,000	7,350,000	7,755,725	4,815,000	4,955,000
1,768,336	1,488,170	1,230,545	960,516	818,377
<u>245,083,578</u>	<u>243,472,599</u>	<u>285,590,318</u>	<u>287,868,999</u>	<u>298,060,591</u>
<u>4,736,197</u>	<u>26,318,725</u>	<u>10,164,128</u>	<u>22,031,680</u>	<u>49,828,331</u>
11,959,995	11,826,964	41,710,424	21,605,675	5,105,684
(13,744,795)	(14,967,564)	(47,332,724)	(19,663,175)	(12,816,884)
		65,981,088		
		309,742	166,532	
<u>(1,784,800)</u>	<u>(3,140,600)</u>	<u>60,668,530</u>	<u>2,109,032</u>	<u>(7,711,200)</u>
<u>\$ 2,951,397</u>	<u>\$ 23,178,125</u>	<u>\$ 70,832,658</u>	<u>\$ 24,140,712</u>	<u>\$ 42,117,131</u>
4.73%	3.81%	3.81%	2.23%	2.08%

REVENUE CAPACITY INFORMATION

This section is intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own-source revenue.

CITY OF BOCA RATON, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY (1)
LAST TEN FISCAL YEARS

(Unaudited)

<u>Fiscal Year</u> ⁽²⁾	<u>Real Property</u> ⁽¹⁾	<u>Personal Property</u>	<u>Total Assessed Value</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2015	21,228,631,119	942,986,167	22,171,617,286	3,948,840,288	18,222,776,998	3.71
2016	23,483,977,167	960,239,397	24,444,216,564	4,889,767,942	19,554,448,622	3.68
2017	25,535,736,108	1,038,415,774	26,574,151,882	5,567,612,961	21,006,538,921	3.68
2018	27,103,496,479	900,034,862	28,003,531,341	5,496,652,239	22,506,879,102	3.68
2019	28,436,576,386	912,320,426	29,348,896,812	5,463,573,971	23,885,322,841	3.68
2020	29,698,116,755	1,120,267,563	30,818,384,318	5,621,330,641	25,197,053,677	3.68
2021	30,531,500,361	955,496,379	31,486,996,740	5,344,152,213	26,142,844,527	3.68
2022	34,137,840,300	1,079,809,342	35,217,649,642	4,254,923,628	30,962,726,014	3.68
2023	38,117,191,278	1,182,855,612	39,300,046,890	4,603,803,365	34,696,243,525	3.68
2024	41,200,953,273	1,181,353,211	42,382,306,484	4,828,168,612	37,554,137,872	3.67

Notes: (1) Except for the Save Our Homes cap noted below, Florida State Law requires all property to be assessed at current fair market value.
The Save Our Homes cap, provides that property qualifying for, and receiving, homestead exemption is assessed at the lower of the annual percentage change in the Consumer Price Index or 3% of the previous year's assessment.
There is a 10% cap assessment limitation on the increase in taxable assessed valuation for non-homesteaded properties.
(2) As of December 31st of each year listed.

Source: Palm Beach County Property Appraiser

<u>Estimated Actual</u> <u>Value</u>	<u>Taxable Assessed</u> <u>Value as a % of</u> <u>Actual Taxable Value</u>
-----------------------------------------	----------------------------------------------------------------------------------

23,460,717,251	77.32%
25,841,728,608	75.77%
28,046,758,787	74.90%
29,587,726,191	76.07%
31,015,888,721	77.01%
32,545,643,512	77.42%
33,311,515,653	78.48%
45,804,319,450	67.60%
54,228,727,671	63.98%
56,870,639,627	66.03%

**CITY OF BOCA RATON, FLORIDA
PROPERTY TAX RATES
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS (1)
(Unaudited)**

Tax Year	Operating Millage	Debt Service	Total City Millage	Operating Millage	Debt Service	Total County Tax	Operating Millage	Debt Service	Total Schools	Other	Total
2015	3.422	0.258	3.680	4.782	0.146	4.928	7.512	0.000	7.512	3.065	19.185
2016	3.439	0.240	3.679	4.782	0.133	4.914	7.070	0.000	7.070	2.860	18.523
2017	3.579	0.100	3.679	4.782	0.121	4.902	6.769	0.000	6.769	2.689	18.038
2018	3.469	0.210	3.679	4.782	0.117	4.898	6.572	0.000	6.572	2.607	17.755
2019	3.479	0.199	3.679	4.782	0.077	4.858	7.164	0.000	7.164	2.602	18.303
2020	3.570	0.108	3.679	4.782	0.031	4.812	7.01	0.000	7.010	2.557	18.058
2021	3.579	0.100	3.679	4.782	0.033	4.815	6.875	0.000	6.875	2.689	18.057
2022	3.656	0.023	3.678	4.715	0.029	4.744	6.519	0.000	6.519	2.619	17.560
2023	3.658	0.020	3.678	4.500	0.019	4.519	6.457	0.000	6.457	2.522	17.176
2024	3.655	0.019	3.673	4.500	0.040	4.540	6.314	0.000	6.314	2.486	17.013

Source: Palm Beach County Tax Collector

(1) Millage rates are per \$1,000 of assessed valuation.

**CITY OF BOCA RATON, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
FOR THE CURRENT CALENDAR YEAR AND NINE YEARS AGO
(Unaudited)**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
TOWN CENTER AT BOCA RATON TRUST	\$ 638,900,511	1	1.70%	\$ 426,800,511	1	2.34%
BOCA OWNER LLC	479,391,898	2	1.28%			
G&I X BRIC FEE OWNER LLC	281,419,254	3	0.75%			
FLORIDA POWER & LIGHT CO	250,060,416	4	0.67%	127,133,405	3	0.70%
BOCA RATON CRA LESSOR	207,195,434	5	0.55%	116,210,602	5	0.64%
PALMETTO PROMENADE OWNER LLC	169,835,140	6	0.45%			
VIA MIZNER OWNER I LLC	159,667,775	7	0.43%			
ROYAL PALM PLACE INVESTMENTS LLC	144,453,439	9	0.38%			
ALTIS BOCA RATON LLC	146,555,288	8	0.39%	66,491,674	10	0.36%
AVALON 850 BOCA LLC	140,310,265	10	0.37%			0.00%
PANTHERS BRHC LTD. PARTNERSHIP				185,198,344	2	1.02%
HUB PROPERTIES TRUST				123,554,658	4	0.68%
Boca Center as Military LLC				101,652,992	6	0.56%
BRE BOCA RATON CRA LESSOR				98,246,201	7	0.54%
PANTHERS BRHC LLC				71,533,736	8	0.39%
PR III BROADSTONE NORTH BOCA LLC				68,263,101	9	0.37%
Total	\$ 2,617,789,420		6.97%	\$ 1,385,085,224		7.60%

Source: City of Boca Raton , FL
Palm Beach County Tax Collector System

**CITY OF BOCA RATON, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

(Unaudited)

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 ⁽¹⁾	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 67,653,899	\$ 65,089,535	96.2%	\$ 167,656	\$ 65,257,191	96.5%
2016	71,957,439	69,322,388	96.3%	97,104	69,419,492	96.5%
2017	77,249,421	74,490,355	96.4%	34,453	74,524,808	96.5%
2018	82,659,659	79,727,836	96.5%	21,330	79,749,166	96.5%
2019	87,708,652	84,586,487	96.4%	289,016	84,875,503	96.8%
2020	91,843,259	88,322,011	96.2%	112,708	88,434,719	96.3%
2021	93,197,588	89,765,770	96.3%	90,303	89,856,073	96.4%
2022	99,575,009	96,008,158	96.4%	96,316	96,104,474	96.5%
2023	127,623,193	123,165,209	96.5%	136,240	123,301,449	96.6%
2024	137,951,373	136,311,022	98.8%	8,742	136,319,764	98.8%

(1) Includes discount taken for early payment of property taxes and current year refunds

Source: Palm Beach County Tax Collector System
<https://www.pbcgov.org/papa/tax-roll.htm>

DEBT CAPACITY INFORMATION

The information presented in this section is intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.

**CITY OF BOCA RATON, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

(Unaudited)

Governmental Activities

Fiscal Year	General Obligation Bonds	Special Assessment Bonds	Revenue Bonds	Tax Increment Bonds ²	Leases and Subscriptions	Total Governmental Activities
2015	\$ 29,345,000	\$ 10,020,000		\$ 24,197,700		\$ 63,562,700
2016	25,495,000	9,005,000		18,607,867		53,107,867
2017	21,550,000	7,955,000		12,735,754		42,240,754
2018	17,495,000	6,860,000	\$ 18,705,000	6,566,021		49,626,021
2019	13,325,000	5,705,000	37,585,000			56,615,000
2020	9,065,000	4,500,000	34,431,570			47,996,570
2021	6,850,000	3,240,000	29,945,000			40,035,000
2022	4,770,068	1,911,778	25,927,650		\$ 148,225	32,757,721
2023	4,236,336	1,702,827	21,830,981		4,811,162	32,581,306
2024	3,687,604	1,483,876	17,619,312		3,853,329	26,644,121

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

¹ See Demographic and Economic Statistics table for personal income and population data. These ratios are calculated using personal income and population for the prior year.

² Includes accreted interest on Capital Appreciation Bond.

Business-Type Activities

	Water & Sewer Revenue Bonds	Leases and Subscriptions	Total Primary Government	Percentage of Personal Income¹	Per Capita¹
\$	34,345,000		\$ 97,907,700	0.0722%	1,116
	26,625,000		79,732,867	0.0887%	903
	26,625,000		68,865,754	0.1069%	750
	22,440,000		72,066,021	0.0771%	771
	18,065,000		74,680,000	0.0793%	790
	14,595,000		62,591,570	0.0977%	658
	46,005,000		86,040,000	0.0691%	878
	43,280,000	\$ 11,319	76,049,040	0.0791%	764
	40,315,000	2,374	72,898,680	0.1057%	725
	37,285,000	-	63,929,121	0.1135%	636

CITY OF BOCA RATON, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(dollars in thousands, except per capita)
(Unaudited)

Fiscal Year	General Obligation Bonds	Restricted for Debt Service	Assessed Value of Taxable Property	Percentage of Estimated Actual Taxable Value of Property	Population	Per Capita
2015	\$ 29,345	\$ 11,830	\$ 18,222,777	0.10%	87,766	0.20
2016	25,495	11,948	19,581,516	0.07%	88,275	0.15
2017	21,550	12,073	21,006,539	0.05%	91,797	0.10
2018	17,495	12,712	22,506,879	0.02%	93,417	0.05
2019	13,325	2,116	23,888,627	0.05%	94,488	0.12
2020	9,065	2,150	24,966,225	0.03%	95,139	0.07
2021	6,850	2,288	26,142,854	0.02%	98,046	0.05
2022	4,545	2,313	27,096,140	0.01%	99,542	0.02
2023	4,040	570	30,985,771	0.01%	100,491	0.03
2024	3,520	577	34,725,434	0.01%	100,560	0.03

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements
The current ordinances of the City of Boca Raton do not specify a legal debt margin.

CITY OF BOCA RATON, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2024
(Amounts Expressed in Thousands)
(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
OVERLAPPING:			
Palm Beach County	\$ 104,915,000 ¹	0.01% ³	\$ 12,574
Palm Beach School District	<u>1,525 ²</u>	0.01% ³	<u>-</u>
SUBTOTAL	<u>\$ 104,916,525</u>		<u>12,574</u>
DIRECT DEBT:			
General obligation bonds	\$ 3,688 ⁴	100.00%	3,688
Special assessment bonds	1,484 ⁴	100.00%	1,484
Revenue bonds	17,619 ⁴	100.00%	17,619
Capital leases and subscriptions	<u>3,853 ⁴</u>	100.00%	<u>3,853</u>
SUBTOTAL	<u>\$ 26,644</u>		<u>26,644</u>
TOTAL DIRECT AND OVERLAPPING DEBT			<u><u>\$ 39,218</u></u>

1 Source: Palm Beach County

2 Source: Palm Beach County School District

3 Determined by dividing:
taxable assessed valuation of the City of Boca Raton
by the total taxable valuation of Palm Beach County.

4 Source: City of Boca Raton, Financial Services Department

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Boca Raton. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

CITY OF BOCA RATON, FLORIDA
PLEDGED-REVENUE COVERAGE FOR WATER AND SEWER REVENUE BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less: Operating Expenses (1)</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage by Net Revenue Available for Debt Service (2)</u>
				<u>Principal</u>	<u>Interest</u>	
2015	\$ 54,982,804	\$ 33,327,479	\$ 21,655,325	\$ 3,585,000	\$ 1,439,988	4.31
2016	54,800,138	34,830,929	19,969,209	7,720,000	982,282	2.29
2017	57,990,998	35,898,856	22,092,142	-	909,106	24.30
2018	57,957,825	37,929,374	20,028,451	4,185,000	724,074	4.08
2019	63,981,813	38,158,738	25,823,075	4,375,000	555,471	5.24
2020	61,877,711	42,014,353	19,863,358	3,470,000	424,564	5.10
2021	58,372,258	42,936,145	15,436,113	3,590,000	580,309	3.70
2022	54,614,981	44,738,911	9,876,070	2,725,000	950,487	2.69
2023	70,487,555	52,476,850	18,010,705	2,965,000	888,672	4.67
2024	81,574,383	50,503,497	31,070,886	3,030,000	823,362	8.06

- (1) Total expense exclusive of depreciation, amortization and debt service on revenue bonds.
(2) 1.10 net revenues test required by the rate covenants applies to the 2008 and 2009 bonds.

Note: This table excludes system development charges (capital contributions).

CITY OF BOCA RATON, FLORIDA
PLEGDED-REVENUE COVERAGE FOR SPECIAL ASSESSMENT BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal</u> <u>Year</u>	<u>Special</u> <u>Assessments</u> <u>Levied (1)</u>	<u>Special</u> <u>Assessment</u> <u>Collections (2)</u>	<u>Debt Service</u>		<u>Coverage by Net</u> <u>Collections Available</u> <u>for Debt Service (3)</u>
			<u>Principal</u>	<u>Interest</u>	
2015	\$ 1,505,634	\$ 1,543,753	\$ 975,000	\$ 419,994	1.11
2016	1,511,197	1,518,448	1,015,000	391,569	1.08
2017	1,512,790	1,487,248	1,050,000	353,519	1.06
2018	1,519,976	1,483,885	1,095,000	313,269	1.05
2019	1,547,777	1,504,292	1,155,000	271,269	1.05
2020	1,531,554	2,085,869	1,205,000	226,688	1.46
2021	1,530,486	1,649,888	1,260,000	179,438	1.15
2022	1,543,701	1,722,668	1,320,000	128,681	1.19
2023	302,171	315,187	210,000	74,119	1.11
2024	315,464	285,425	220,000	66,769	1.00

- (1) Includes amounts from adopted assessment rolls and penalties assessed for late payment
- (2) Collections reported are inclusive of payments on current and prior year assessments and penalties where cash was received in the listed fiscal year
- (3) Available funds to be used for debt service coverage are the Special Assessment Collections for that fiscal year

CITY OF BOCA RATON, FLORIDA
PLEDGED-REVENUE COVERAGE FOR TAX INCREMENT REVENUE REFUNDING BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal</u> <u>Year</u>	<u>Lease</u> <u>Revenue</u>	<u>Tax</u> <u>Increment</u> <u>Revenue</u>	<u>Collections</u>	<u>Debt Service</u>		<u>Coverage by</u> <u>Net Revenue</u> <u>Available for</u> <u>Debt Service</u>
				<u>Principal (1)</u>	<u>Interest</u>	
2015	\$ 1,561,772	\$ 7,183,269	\$ 8,745,041	\$ 2,987,363	\$ 3,667,637	1.31
2016	1,767,671	8,448,676	10,216,347	2,815,486	3,804,514	1.54
2017	1,653,839	9,719,650	11,373,489	2,670,707	3,949,293	1.72
2018	1,908,824	12,489,146	14,397,970	2,542,014	4,077,986	2.17
2019	1,806,562	13,366,285	15,172,847	2,449,599	4,170,401	2.29
2020	1,565,313	14,150,342	15,715,655	-	-	-
2021	1,912,226	14,780,347	16,692,573	-	-	-
2022	1,179,691	16,390,645	17,570,336	-	-	-
2023	1,175,247	20,212,473	21,387,720	-	-	-
2024	3,622,863	21,486,017	25,108,880	-	-	-

(1) In October, 1998, the Boca Raton Community Redevelopment Agency Tax Increment Revenue Refunding Bonds, Series 1998 (Mizner Park Project) was used to refinance the CRA's Tax Increment Revenue Bond, Series 1992.

**CITY OF BOCA RATON, FLORIDA
 PLEDGED-REVENUE COVERAGE FOR ALL NON AD VALOREM REVENUE BONDS AND LOANS PAYABLE
 BY MAXIMUM ANNUAL DEBT SERVICE
 LAST TEN FISCAL YEARS**

(Unaudited)

<u>Fiscal Year</u>	<u>Net Revenue Available</u> ⁽¹⁾	<u>Revenue Bonds</u> <u>2018</u>	<u>Special Assessment Revenue Bonds</u>		<u>Tax Increment Refunding Bonds</u> <u>1998</u>	<u>(Loans Payable) First Florida Governmental Financing Commission</u>		<u>Total</u>	<u>Coverage by Net Revenue Available for Maximum Debt Service</u>
			<u>2009</u>	<u>2010</u>		<u>2001B</u>	<u>2003</u>		
2015	\$ 53,189,429		\$ 1,110,419	\$ 284,575	\$ 6,655,000			\$ 8,049,994	6.61
2016	50,512,120		1,121,119	285,450	6,620,000			8,026,569	6.29
2017	52,672,177		1,117,319	286,200	6,620,000			8,023,518	6.56
2018	53,508,013	\$ 574,285	1,122,319	285,950	6,620,000			8,602,554	6.22
2019	51,385,793	1,613,812	1,140,719	285,550	6,620,000			9,660,081	5.32
2020	43,321,116	1,614,244	1,146,919	284,769				3,045,932	14.22
2021	44,458,043	1,613,884	1,156,319	283,119				3,053,322	14.56
2022	66,997,853	1,617,732	1,162,387	286,294				3,066,413	21.85
2023	67,298,702	1,615,656		284,119				1,899,775	35.42
2024	65,918,099	1,617,788		286,769				1,904,557	34.61

(1) Net revenue available after deducting operating expenses, restricted, and committed amounts.

DEMOGRAPHIC AND ECONOMIC INFORMATION

This section is intended (1) to assist users in understanding the socioeconomic environment within which a government operates and (2) to provide information that facilitates comparisons of financial statement information over time and among governments.

CITY OF BOCA RATON, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population⁴	Personal Income (amounts expressed in thousands)³	Per Capita Personal Income⁵	Median Age³	Education Level in Years of Schooling	School Enrollment²	Unemployment Rate¹
2015	87,766	6,204,968	70,699	45	13	13,737	5.2%
2016	88,275	6,495,892	73,587	45	13	13,861	4.8%
2017	91,797	4,756,186	51,812	46	13	13,535	4.3%
2018	93,417	5,190,155	55,559	47	13	13,450	3.3%
2019	94,488	5,593,028	59,193	47	13	13,448	2.2%
2020	95,139	5,815,657	61,128	48	13	13,371	7.0%
2021	98,046	5,827,168	59,433	48	13	12,678	3.7%
2022	99,542	5,987,252	60,148	48	13	11,281	2.3%
2023	100,491	7,740,520	77,027	44	13	11,090	2.5%
2024	100,560	7,294,824	72,542	47	13	11,003	2.5%

Source¹: Bureau of Labor Statistics for Miami-Fort Lauderdale-West Palm Beach, FL Metropolitan Statistical Area

Source²: 2023 School Enrollment Information - www.Palmbeachschools.org

Source³: U.S. Census Bureau - Median Age (ACS 1-Year Estimates)

Source⁴: Bureau of Economic and Business Research (BEBR)

Source⁵: U.S. Census Bureau - Per capita income in past 12 months (2022 ACS 1-Year Estimate)
In 2022 inflation-adjusted dollars

CITY OF BOCA RATON, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

Employer	2024 ⁽¹⁾			2015 ⁽²⁾		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Florida Atlantic University	6,335	1	5.72%	2,655	1	2.67%
Baptist Health SF (fka BR Regional)	3,135	2	2.83%	2,500	2	2.52%
Office Depot (Hdqtrs)	2,000	3	1.81%	2,000	3	2.01%
City of Boca Raton	1,810	4	1.63%	1,333	4	1.34%
National Council of Comp Ins (NCCI)	800	5	0.72%	923	6	0.93%
Johnson Controls / Tyco (Hdqtrs)	741	6	0.67%	850	7	0.86%
International Bus. Machines (IBM)	600	7	0.54%	600	9	0.60%
ADT Security Services (Hdqtrs)	500	8	0.45%	600	8	0.60%
US Foods	374	9	0.34%			
Newell Bbrands (Hdqtrs)	350	10	0.32%			
Boca Raton Resort and Club				1,292	5	1.30%
TM Health (Headquarters)				560	10	0.56%
Applied Card Systems						0.00%
TOTAL	<u>16,645</u>		<u>15.03%</u>	<u>13,313</u>		<u>13.39%</u>
TOTAL CITY WORKFORCE⁽³⁾	<u>110,746</u>			<u>99,256</u>		

⁽¹⁾Source of 2024 data: Business Development Board of Palm Beach County (only FAU changed from 2023)

⁽²⁾Source of 2015 data: 2015 City of Boca Raton ACFR

⁽³⁾Source of Workforce: U.S. Census Bureau, On TheMap-Work Area Profile Analysis (2022)

CITY OF BOCA RATON, FLORIDA
FULL-TIME EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	Fiscal Years									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General government	184	202	217	239	249	255	255	260	271	280
Public safety										
Police										
Officers	198	203	211	216	208	208	209	209	209	209
Civilians	97	99	105	106	115	119	118	118	118	120
Fire										
Firefighters and officers	205	209	226	232	226	238	238	238	242	244
Civilians	11	11	12	14	21	21	21	21	21	21
Highways and streets										
Engineering	8	8	12	13	16	16	16	16	16	16
Maintenance	16	16	19	19	20	20	20	20	20	20
Sanitation	46	46	50	52	52	57	57	58	58	58
Culture and recreation	314	355	377	384	392	396	396	411	413	416
Water/sewer	167	168	174	174	174	180	180	180	180	182
Stormwater	11	11	11	11	10	11	12	13	15	14
Information technology	35	38	42	47	48	48	48	48	49	52
Motor pool	13	14	14	14	16	16	18	19	19	19
Golf course	23	23	23	23	23	23	23	23	22	22
Cemetery	5	5	6	6	6	6	6	6	6	6
Total	1,333	1,408	1,499	1,550	1,576	1,614	1,617	1,640	1,659	1,679

Source: City of Boca Raton Approved Budget Book 2021-2022

OPERATING INFORMATION

This section is intended to provide contextual information about a government's operations and resources to assist readers in using financial statement information to understand and assess a government's economic condition.

CITY OF BOCA RATON, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental activities:			
General government			
Bond ratings - G.O. bonds			
Moody's	Aaa	Aaa	Aaa
Standard & Poor's	AAA	AAA	AAA
Fitch	AAA	AAA	AAA
Building permits issued	8,065	8,211	9,460
Law enforcement			
Physical arrests	3,745	2,844	3,026
Parking violations	373	264	212
Traffic violations	37,127	37,795	29,823
Fire rescue			
Number of calls answered	17,275	18,372	18,386
Inspections	5,294	5,542	4,479
Transportation			
Streets resurfacing (miles)	7	2	1
Potholes repaired (tons)	4	3	14
Physical environment			
Refuse collection(tons/daily)	139	140	131
Recyclables collected (tons/daily)	16	16	16
Vegetation Collected (tons/daily)	0	0	0
Bulk Trash Collected (tons/daily)	0	0	0
Parks & recreation			
Athletic field permits issued	9,150	9,479	9,161
Community center admissions	458,030	430,438	471,451
Tennis participation	203,465	193,023	185,961
Camp programs	2,899	3,388	3,357
Aquatics participation programs	58,125	55,629	46,679
Business-type activities:			
Water			
New connections (excl Iris)	30	77	123
Water mains breaks	33	34	35
Average daily consumption (thousands of gallons)	34,530	33,505	34,484
Active accounts	36,488	36,561	36,676
Sewer			
Average daily sewage treatment (thousands of gallons)	13,269	13,635	13,440
Active accounts	33,492	33,571	33,690
Golf courses			
Annual golf permits	50	41	40
Golf participation	106,162	98,744	98,223

Source: Various City Departments

** The unit quantity for potholes repaired is tracked in tons instead of each as a unit of production starting in 2010.

2018	2019	2020	2021	2022	2023	2024
Aaa AAA AAA 10,165	Aaa AAA AAA 9,827	Aaa AAA AAA 10,874	Aaa AAA AAA 12,671	Aaa AAA AAA 11,548	Aaa AAA AAA 10,051	Aaa AAA AAA 9,231
2,200 155 22,298	1,760 162 21,870	1,116 236 9,138	1,262 177 16,434	1,593 185 23,561	1,400 114 18,805	1,462 158 27,199
17,602 9,176	18,235 7,756	15,860 7,089	17,499 9,950	17,715 9,840	18,824 9,933	18,402 9,245
15 12	11 1	17 17	6 4	10 4	5 4	12 3
106 16 0 0	108 16 0 0	160 23 54 9	165 22 51 12	159 21 51 10	160 21 51 7	116 4 35 13
8,813 490,547 180,768 3,611 52,065	8,884 459,568 182,270 4,182 60,217	7,461 203,402 118,348 554 38,586	8,437 66,121 153,728 4,005 50,001	10,311 258,762 186,234 16,788 68,575	10,330 446,091 221,777 17,437 65,264	11,366 440,502 202,682 17,341 57,557
89 27	29 29	33 29	11 32	41 44	144 46	187 55
35,873 36,802	35,306 36,857	33,106 36,919	33,339 36,930	33,860 36,776	34,388 36,911	35,570 37,601
13,140 33,773	12,260 33,787	13,354 33,807	13,003 33,815	13,281 33,687	13,741 33,732	13,877 34,023
34 94,557	34 99,624	32 87,976	41 99,740	N/A 60,554	N/A 75,046	N/A 81,232

CITY OF BOCA RATON, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	Fiscal Years									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Law enforcement										
Police stations/substations	2	2	3	3	3	2	2	2	2	2
Patrol units	229	278	282	284	284	284	284	290	312	324
Fire rescue										
Fire stations	8	8	8	8	8	8	8	8	8	8
Fire rescue units	33	34	35	35	35	35	35	35	36	40
Physical environment										
Sanitation-collection trucks	40	41	45	51	53	49	50	49	51	52
Transportation										
Street (miles)	220	220	220	220	220	220	200	220	220	220
Street lights	863	863	1,082	1,082	1,082	1,082	1,082	1,305	1,305	1,449
Traffic signals	136	137	138	138	138	139	139	140	140	140
Lane miles	487	487	487	487	487	487	487	487	487	487
Parks and recreation										
Park acreage	636	658	658	660	660	687	903	832	832	832
Parks	32	32	42	43	43	44	48	43	43	43
Swimming pools	2	2	2	2	2	2	2	1	1	1
Tennis centers	3	3	3	3	3	3	3	1	1	1
Community centers	3	3	3	3	3	3	3	1	1	1
Public libraries	2	2	2	2	2	2	2	2	2	2
Public beaches (miles)	2	2	2	2	2	2	2	2	2	2
Business-type activities										
Water										
Water mains & service lines(miles)	706	706	706	708	675	672	622	620	620	620
Fire hydrants	5,512	5,498	5,513	5,646	5,651	5,657	5,657	5,669	5,701	5,732
Maximum daily capacity (thousands of gallons)	70	70	70	70	70	70	70	70	70	70
Sewer										
Sanitary sewers & service laterals (miles)	591	591	591	591	607	618	710	601	601	601
Maximum daily treatment capacity (thousands of gallons)	18	18	18	18	18	18	18	18	18	18
Waste water pumping stations	240	241	241	241	242	242	242	242	243	243
Cemetery	1	1	1	1	1	1	1	1	1	1
Golf courses	3	3	3	3	3	2	2	2	2	2
Storm water utilities										
Storm sewer(miles)	100	100	100	100	100	100	100	100	101	101

Sources: Various City departments

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

CITY OF BOCA RATON, FLORIDA
COMPLIANCE REPORTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

CITY OF BOCA RATON, FLORIDA

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

To the Honorable Mayor, City Council and City Manager
City of Boca Raton, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Boca Raton, Florida (the "City") as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 28, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

CBIZ CPAs P.C.

West Palm Beach, FL
March 28, 2025



CBIZ CPAs P.C.

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Independent Auditors' Report on Compliance for the Major Federal Program and State Project; Report on Internal Control over Compliance; And Report on the Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General

To the Honorable Mayor, City Council and City Manager
City of Boca Raton, Florida

Report on Compliance for the Major Federal Program and State Project

Opinion on the Major Federal Program and State Project

We have audited the City of Boca Raton, Florida's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, and the requirements described in the *State of Florida Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on the City's major federal program and major state project for the fiscal year ended September 30, 2024. The City's major federal program and major state project are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program and major state project for the fiscal year ended September 30, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"); and the audit requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and Chapter 10.550, Rules of the Auditor General ("Chapter 10.550"). Our responsibilities under those standards, the Uniform Guidance and Chapter 10.550 are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.550 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of the major federal program and major state project as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding 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 City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, but not for the purpose of expressing an opinion on the effectiveness of 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 or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550 Rules of the Auditor General

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We have issued our report thereon dated March 28, 2025, which contained unmodified opinions on those basic financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Uniform Guidance and Chapter 10.550, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

CBIZ CPAs P.C.

West Palm Beach, FL

March 28, 2025

CITY OF BOCA RATON, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Federal/State Agency, Pass-through Entity, Federal Program/State Project	ALN/ CSFA No.	Grant/Contract Number	Passed through to Subrecipients	Expenditures
<u>FEDERAL GRANTS:</u>				
Federal Emergency Management Agency				
Direct Program:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Wilma	97.036	1609	--	\$ 12,580
Total Federal Emergency Management Agency			--	12,580
U.S. Department of Homeland Security				
Direct Program:				
Homeland Security Grant Program - Operation Stonegarden - FY22	97.067	23-MIPMIP-12-002 V0	--	26,333
Total U.S. Department of Homeland Security			--	26,333
U.S. Department of Justice:				
Direct Programs:				
Bulletproof Vest Partnership Program - FY23	16.607	N/A	--	20,241
Edward Byrne Memorial Justice Assistance Grant - FY 2023 (BJA)	16.738	15PBJA-23-GG-03243-JAGX	--	18,372
Total U.S. Department of Justice			--	38,613
U.S. Department of Housing and Urban Development:				
Direct Programs:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grant (CDBG)	14.218	B-20-MC-12-0001	--	3,200
Community Development Block Grant (CDBG)	14.218	B-21-MC-12-0001	--	6,707
Community Development Block Grant (CDBG)	14.218	B-23-MC-12-0001	--	165,132
COVID-19 Community Development Block Grant (CDBG)	14.218	B-20-MW-12-0001	--	53,446
Total Community Development Block Grant - Entitlement Grants Cluster			--	228,485
Total U.S. Department of Housing and Urban Development			--	228,485
US Department of Transportation:				
Direct Program:				
Safe Streets and Roads for All	20.939	693JJ32340135	--	45,905
Highway Planning and Construction (Federal-Aid Highway Program) - Local Agency Program (LAP) Project - Adaptive Traffic Signal Control	20.205	G2416	--	1,280,544
Total US Department of Transportation			--	1,326,449
Total Expenditures of Federal Awards			\$ --	\$ 1,632,460

(continued)

CITY OF BOCA RATON, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Federal/State Agency, Pass-through Entity, Federal Program/State Project	ALN/ CSFA No.	Grant/Contract Number	Passed through to Subrecipients	Expenditures
STATE GRANTS:				
Florida Department of Law Enforcement:				
Direct Program:				
FDLE Drone Replacement Program	71.092	3X047	--	119,725
Total Florida Department of Law Enforcement			--	119,725
Florida Housing Finance Corporation:				
Direct Program:				
State Housing Initiatives Partnership (SHIP)	40.901	N/A	--	159,900
Total Florida Housing Finance Corporation			--	159,900
Florida Department of Environmental Protection:				
Direct Program:				
Beach Management Funding Assistance Program - South Beach	37.003	22PB3	--	5,175
Beach Management Funding Assistance Program - Inlet	37.003	23PB7	--	162,338
Total Beach Management Funding Assistance Program			--	167,513
Statewide Water Quality Restoration Projects	37.039	L0006	--	750,000
Total Florida Department of Environmental Protection			--	917,513
Total Expenditures of State Financial Assistance			\$ --	\$ 1,197,138
Total Expenditures of Federal Awards and State Financial Assistance			\$ --	\$ 2,829,598

CITY OF BATON RATON, FLORIDA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the “Schedule”) presents the expenditures activity of all federal awards and state financial assistance of the City of Boca Raton, Florida (the “City”) for the fiscal year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”), and Chapter 10.550, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position/fund balance or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3 – INDIRECT COST RATE

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

CITY OF BOCA RATON, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

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

Internal control over financial reporting:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None reported

Non-compliance material to financial statements noted? Yes No

Federal Awards and State Projects

Internal control over the major federal program and state project:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None reported

Type of auditors’ report issued on compliance for the major federal program and state project: *Unmodified Opinion*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) or Chapter 10.557, Rules of the Auditor General? Yes No

Identification of the Major Federal Program and State Project:

<u>Assistance Listing Number</u>	<u>Federal Program or Cluster</u>
20.205	Highway Planning and Construction (Federal-Aid Highway Program)
<u>CSFA No.</u>	<u>State Project</u>
37.039	Statewide Water Quality Restoration Projects

Dollar threshold used to distinguish between Type A and Type B programs/projects – Federal: \$750,000

Dollar threshold used to distinguish between Type A and Type B programs/projects – State: \$359,141

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance? Yes No

CITY OF BOCA RATON, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDINGS

None.

SECTION III – FEDERAL AND STATE AWARDS FINDINGS AND QUESTIONED COSTS

None.

SECTION IV – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There were no findings reported in the prior fiscal year.

**Management Letter in Accordance with the Rules of the
Auditor General of the State of Florida**

To the Honorable Mayor, City Council, and City Manager
City of Boca Raton, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Boca Raton, Florida (the “City”), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated March 28, 2025.

Auditors’ Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors’ Report on Compliance for the Major Federal Program and State Project; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General; Schedule of Findings and Questioned Costs; and Independent Accountants’ Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 28, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify of the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

Property Assessed Clean Energy (PACE) Program

Section 10.554(1)(i)6.a., Rules of the Auditor General, requires a statement as to whether a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did/did not operate within the City's geographical boundaries during the fiscal year under audit. There was no PACE Program operating within the City.

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 in 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.

Specific Information

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7., Rules of the Auditor General, the Boca Raton Community Development Agency (the "CRA") required information is reported in the Other Information section of the CRA's stand-alone financial statements for the fiscal year ended September 30, 2024.

Additional Matters

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

Purpose of this Letter

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

CBIZ CPAs P.C.

West Palm Beach, FL
March 28, 2025



CBIZ CPAs P.C.

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P: 561.653.7300

**Independent Accountants Report on Compliance Pursuant to
Section 218.415, Florida Statutes**

To the Honorable Mayor, City Council and City Manager
City of Boca Raton, Florida

We have examined the City of Boca Raton, Florida (the City) s compliance with Section 218.415, Florida Statutes, Local Government Investment Policies for the fiscal year ended September 30, 2024. Management of the City is responsible for the City s compliance with the specified requirements. Our responsibility is to express an opinion on the City s compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

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

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

In our opinion, the City complied, in all material respects, with Section 218.415, Florida Statutes, for the fiscal year ended September 30, 2024.

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

CBIZ CPAs P.C.

West Palm Beach, FL
March 28, 2025