

**CITY OF LAUDERDALE LAKES, FLORIDA**



# **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR FISCAL YEAR ENDED  
SEPTEMBER 30, 2024**

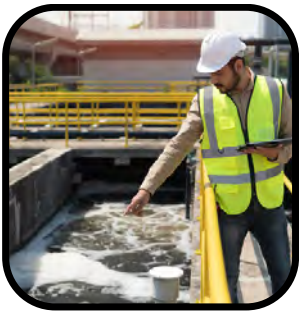


# WHAT'S IMPORTANT TO THE CITY OF LAUDERDALE LAKES?



## CUSTOMERS

Our primary aim is to cultivate a reputation centered around our customers, ensuring that we prioritize the needs and satisfaction of both our internal and external customers.



## OPERATIONS

The operational areas of the city will strive to operate with utmost innovation, effectiveness, and efficiency, aiming to generate optimal outcomes for the overall benefit of the city.



## EMPLOYEE DEVELOPMENT

We are committed to ensuring that we have the right individuals in the appropriate roles, providing them with comprehensive training, support, and a conducive work environment to empower their success.



## FINANCIAL MANAGEMENT

Financial stability is paramount in laying the groundwork for a thriving organization. Our commitment remains unwavering in serving as responsible custodians of the residents' hard-earned tax dollars, ensuring their efficient and prudent allocation to foster a prosperous community.

Follow us @Lauderdalelakes.org



**Annual Comprehensive Financial Report**

**CITY OF LAUDERDALE LAKES**

**Fiscal Year Ended September 30, 2024**

**PREPARED BY THE**

**DEPARTMENT OF FINANCIAL SERVICES**

Sharon Haynes, CPA, CPFO, Finance Director  
Cheryl Kuszpa, Assistant Finance Director  
DeAndrea Watson, MBA, Accounts Payable Coordinator  
Geeta Roopan-Ramjattan, Senior Accountant  
Daniel Potts, Senior Accountant  
Kurt Brown, Information Technology Manager  
Heidi Brocks, MPA, Budget Officer  
Giovanni Stephenson, Accountant II  
Mario Encarnacion, Tech Support Specialist  
Aazam Piprawala, Procurement Administrator  
Anthony Grullon, Purchasing Coordinator  
Jolisa Albury, Account Clerk  
Edgard Pierre, Technical Support Specialist  
Susan Gooding-Liburd, CPA, CGFO, Financial Consultant

**We Care**



This page left blank intentionally

# TABLE OF CONTENTS



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

## Table of Contents

	Page Number
Letter of Transmittal	i-ix
Organizational Chart	x
List of Elected and Appointed Officials	xi-xii

### FINANCIAL SECTION:

<b>Independent Auditor's Report</b> .....	1
---	---

<b>Management's Discussion and Analysis</b> .....	5-12
---	------

#### Government-Wide Financial Statements

Statement of Net Position .....	13
---------------------------------	----

Statement of Activities.....	14
------------------------------	----

#### Fund Financial Statements

Balance Sheet – Governmental Funds .....	15
--	----

Reconciliation of the Balance Sheet – Governmental Funds to the Statement of the Net Position .....	16
--	----

Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds.....	17
---	----

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	18
--	----

Statement of Net Position – Proprietary Funds.....	19-20
--	-------

Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	21
--	----

Statement of Cash Flows – Proprietary Funds.....	22-23
--	-------

Notes to the Financial Statements.....	24-69
--	-------

#### Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual – General Fund.....	71-72
---	-------

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual – Henderson Endowment Fund.....	73
---	----

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual – Special Revenue Fund.....	74
---	----

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual – Debt Service Fund.....	75
--	----

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual – Capital Projects Fund.....	75
--	----

## Table of Contents (Continued)

	Page Number
Notes to Budgetary Required Supplementary Information .....	76
Schedule of Funding Progress Other Postemployment Benefits .....	77
Schedule of Employer Contributions – Florida Retirement System Pension Plan.....	78
Schedule of Proportionate Share of Net Pension Liability – Florida Retirement System Pension Plan.....	78
Schedule of Employer Contributions – Florida Retirement System Retiree Health Insurance Subsidy Program .....	79
Schedule of Proportionate Share of Net Pension Liability – Florida Retirement System Retiree Health Insurance Subsidy Program.....	80-81
Other Financial Information: Combining and Individual Fund Statements and Schedules.....	83-86
Budget Comparison Schedule Nonmajor Governmental Funds.....	87-89
Budget Comparison Schedule Capital Projects Fund.....	90
Budget Comparison Schedule Debt Service Fund.....	91
<b>Compliance Section</b>	
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 <i>Government Auditing Standards</i> .....	93-94
Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance.....	95-97
Schedule of Expenditures of Federal Awards.....	98-99
Notes to the Schedule of Federal Awards.....	100
Schedules of Findings and Questioned Costs .....	101-102
Independent Auditors' Report on Compliance with the Requirements of Section 218.415, Florida Statutes, Required by Rule 10.556(10) of the Auditor General of the State of Florida .....	103
Management Letter in Accordance with the Rules of the Auditor General of the State of Florida.....	104-106

# INTRODUCTORY SECTION



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally



September 18, 2025

To the Honorable Commissioners of Lauderdale Lakes, Florida

As mandated by both local ordinances and state statutes, the Annual Comprehensive Financial Report (the "ACFR") of the City of Lauderdale Lakes, Florida (the City), for the Fiscal Year ended September 30, 2024, is hereby submitted. In accordance with the philosophy shared by City management, this report provides full disclosure of financial information in conformance with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB). Additionally, an audit was conducted in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants.

### **MANAGEMENT RESPONSIBILITY**

The responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with City Management. To the best of our knowledge and belief, the data, as presented, is accurate in all material respects. The ACFR serves as an essential document which provides a detailed account of the City's financial condition at the specified point in time. The Annual Report is presented in a manner designed to set forth the financial position and results of the City's operations as measured by the financial activity of various funds. The included disclosures will also provide the reader with an understanding of the City's financial affairs.

### **INTERNAL CONTROLS**

Internal controls have been designed to provide reasonable, but not absolute, assurance about the achievement of the City's objectives in reliability of financial reporting,

effectiveness and efficiency of operations and compliance with applicable laws and regulations. An internal control framework has been established to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the financial statements in conformity with Generally Accepted Accounting Principles (GAAP). 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 evaluation of costs and benefits requires estimates and judgments by management. We believe the City's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

## **AUDIT PROCESS**

The City's financial statements have been audited by HCT Certified Public Accountants and Consultants, LLC. The goal of the auditor was to provide reasonable assurance that the financial statements, for fiscal year ended September 30, 2024, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and financial decision made by management; and evaluating the overall financial statement presentation. The independent auditors, based on their audit, rendered an unmodified opinion that the financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. In addition, the independent audit of the City's financial statements was designed to meet the federal and state mandated "Single Audit" Act which was created to meet the special needs of federal and state agencies. The standards governing Uniform Guidance Audit engagements require the independent auditor to report on the fair presentation of the financial statements and on the audited government's internal controls and compliance with legal requirements relating to the administration of federal and state awards. For fiscal year ended September 30, 2024, the City met the spending threshold and thus single audit reports have been included in a separate report.

Management's Discussion & Analysis (MD&A): The MD&A provides the reader of the City's financial statements with an overview of our current financial condition. The information contained in the MD&A is presented in greater detail than the information in this Letter of Transmittal. The MD&A can be found on pages 5-12 in the ACFR.

## **INTRODUCTION TO THE ANNUAL FINANCIAL REPORT**

The Annual Financial Report is divided into three sections:

- **Introductory Section:** This section contains the letter of transmittal, a list of principal officials as of September 30, 2024, and the City's organizational chart.

- **Financial Section:** This section includes the independent auditor's report management discussion and analysis, the basic financial statements and notes that provide an overview of the City's financial position and operating results, required supplementary information and the combining statements of non-major funds and other schedules.
- **Statistical Section:** This section contains unaudited financial data and debt statistics which are generally presented in a multiyear format. The statistical section is included in the year ended September 30, 2024 report.

## **PROFILE OF THE GOVERNMENT**

On June 22, 1961, the City of Lauderdale Lakes was incorporated by the Florida State Legislature. The City operates under the Mayor/City Commission/City Manager form of government. The Mayor presides over the City Commission meetings and is recognized as the head of the municipal government for ceremonial purposes. Effective November 2016, the composition of the commission changed from five Commissioners to four and a Mayor with equal voting rights. The terms of office are four-year terms for the Mayor and the City Commissioners. The City Manager is appointed by the City Commission. The City Manager is the Chief Administrative Officer (CAO) of the City which is responsible for achieving the City's goals and objectives. Also, the City Manager handles the appointment and supervision of the City's Department Directors.

The City of Lauderdale Lakes provides a full range of municipal services that include public safety services through a contract with the Broward Sheriff's Office (BSO), development services, public works, parks and human services, and social services including an Alzheimer's Care Center. From an operational perspective, the City is responsible for managing services to include solid waste and recycling services; storm water services; maintenance and repair of streets, bridges, and street lighting; building inspections; business tax (formerly Occupational Licensing); and planning and zoning regulations. The administrative offices established to provide support services to all departmental functions are as follows: City Clerk; City Manager; Financial Services including Information Technology and Purchasing; and Human Resources and Risk Management.

The City of Lauderdale Lakes Community Redevelopment Agency (the CRA) was created by the Mayor and City Commission on September 26, 2000 by adopting a resolution defining and establishing the Agency in accordance with Section 163.357

of the Florida Statutes under the Community Redevelopment Act of 1969. The CRA's board of directors is the City Commission. The purpose of the CRA is to promote redevelopment by improving the uses and taxable values of property within the designated community redevelopment area. The CRA is a special revenue fund of the City of Lauderdale Lakes; therefore, it has been included as a component unit and integral part of the attached financial statements.

## **Major Initiatives**

### **Canal Bank Stabilization Project Overview**

Canals #2, #4, and #7 includes citywide repair and stabilization of them these were major projects of the city that was funded with American Rescue Plan Act (ARPA) and State appropriation dollars, of approximately \$4.1 million. The work improves flood control and water quality across the city. to address erosion, improve water quality, and enhance flood control. Both canal #2 and #7 were completed in the fiscal year with canal #4 target completion date set for December 2024.

### **Canal Water Quality Improvement Project (Aerators & Agitators)**

This project sees the continuous installation of aerators and agitators in several locations throughout the City's canal system to help control algae growth and reduce surface water pollution. The aerators not only improve surface water quality, but also enhance neighborhood image. This project proposes the installation of an additional 20 new aerators in the canal system.

### **Citywide Drainage Improvement project**

This ongoing initiative encompasses a comprehensive, citywide effort to enhance and modernize our roadway drainage infrastructure. The scope of the project includes:

- **Systematic repair and upgrades** to existing roadway drainage systems to improve water flow and reduce flooding risks.
- **Replacement and modernization of culverts** to ensure structural integrity and accommodate increased stormwater capacity.
- **Strategic improvements to drainage networks** across key urban and residential areas, aimed at boosting resilience and long-term sustainability.

This project is part of a broader commitment to improving public safety, protecting property, and supporting the city's growth through infrastructure that meets current and future demands.

### **Trailhead Park**

The Lauderdale Lakes CRA Trailhead Park was identified as a priority to address inadequate recreational spaces on Northwest 31 Avenue, a major corridor experiencing declining economic conditions. As part of the public participation process, the community voiced the need for a park that provides recreation and complements the

greenway trail. New approaches were used to carry out the community outreach process including virtual forums and off-site meetings to gather feedback from adults and youth.

Along the NW 31 Avenue corridor and surrounding areas, there was a limited amount of land available for park development. In an effort to overcome this challenge, the Lauderdale Lakes CRA was able to acquire a .22 acres site with a dilapidated residential building that was demolished for the construction of the park. The community identified the opportunity to integrate the pocket park with the adjacent two-mile multi-use greenway trail that connected to Broward County's greenways system. The Trailhead Park was designed to create a gathering space that connects people and places. Funds totaling \$550,000 were allocated for this project.

### **Sommerset Drive Roundabout Project**

Enhance pedestrian safety through traffic calming techniques including enhanced crosswalks and bulb-outs, better directional signage and improved sidewalk treatments. This project includes a roundabout, new landscaping, lighting features and signage. Funds totaling \$1,140,000 were allocated for professional services and related project costs.

### **Residential Preservation and Enhancement program-Cassia Estates:**

In alignment with the Community Redevelopment Agency's (CRA) strategic goals, targeted efforts were made to revitalize a key corridor within the CRA District—bringing new life, opportunity, and investment to the area. One of the most transformative initiatives was the development of Cassia Estates, a thoughtfully planned single-family home community comprised of 44 townhomes, constructed by Pulte Homes, a nationally recognized builder known for quality and innovation.

This development not only enhanced the physical landscape of the district but also played a pivotal role in expanding homeownership opportunities for local residents. Recognizing the importance of affordability and accessibility, the CRA approved and implemented the Homebuyer Purchase Assistance Program, designed to support qualified buyers with financial assistance toward their first home purchase. This program helped bridge the gap for families and individuals striving to achieve the dream of homeownership, while also fostering long-term community stability and economic growth.

Cassia Estates stands as a testament to the CRA's commitment to inclusive development, neighborhood revitalization, and the empowerment of residents through sustainable housing solutions.

**The Business First! Initiative** continued to serve as a vital engine of economic empowerment in Lauderdale Lakes, staying true to its mission of uplifting and

equipping local entrepreneurs. By forging strategic alliances with public and private sector partners, the initiative rolled out a robust lineup of virtual seminars and interactive forums—delivering timely guidance on market dynamics, financial strategy, digital innovation, and regulatory shifts.

Meanwhile, the City’s Economic Development team expanded its reach by enriching program offerings and unlocking new funding and resource networks. This strengthened support system especially benefited small businesses in underserved areas, providing them with greater access to grants, hands-on technical assistance, and mentorship opportunities—all aimed at building resilience and driving long-term growth.

## **FINANCIAL REPORTING**

Based on the criteria set forth in GASB Statement No. 14, The Financial Reporting Entity, a primary government is financially accountable for the organizations that make up its legal entity. In addition, the primary government is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific benefits to, or impose specific financial burdens on the primary government. Nonetheless, the primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The annual budget is the foundation of the City's financial planning and control. Annual budgets are adopted for the General Fund, Fire Rescue Fund, Grants Fund, Community Redevelopment Fund, Law Enforcement Trust Fund, Code Enforcement Trust Fund, Minor Home Repair Fund, Transportation Fund, Alzheimer Care Fund, Impact Fund, Arts in Public Fund, and Debt Service Fund. Public workshops and hearings are held throughout the entire budget process to obtain input from the residents. The City Manager gives directives to Department Directors to develop and submit proposed departmental budgets within the appropriate annual guidelines. Budgetary control is maintained at the fund level, with the financial services department providing support to departments with their budget. The City Manager reviews each proposal with the Directors and prepares a proposed budget that is delivered to the Commission. The Commission holds budget workshops to discuss and amend the City Manager's proposed budget. During the first required Special Budget Public Hearing the Commission adopts a proposed budget, approves the proposed millage rates, and approves final special assessment rates. A second required Budget Public Hearing is then held to adopt a final budget and approve final millage rates. The City's budget goes into effect October 1 and covers the fiscal year, which ends the following September 30th.

## ECONOMIC CONDITIONS AND OUTLOOK

The City of Lauderdale Lakes is a 3.5 square mile City which is located in the center of Broward County and is the heart of the Miami, Fort Lauderdale and West Palm Beach Metropolitan Statistical Area (MSA), the 8th largest metropolitan statistical area in the United States by population. The City is very diverse and is strengthened by having over 50% of its population foreign born. One of our largest locally owned companies in the City is Broward Meat & Fish which was founded in the City of Lauderdale Lakes. It is local businesses like this that contribute to our community's diverse economy.

Furthermore, the business community is anchored by these businesses: Walmart Supercenter, Health Care Systems of America (HCA), and St. John's Nursing Center. Other diverse businesses in the City include: Burlington Coat Factory, ALDI Food Market, and Banking Services - Chase Bank, Truist Bank and Bank of America, and a variety of specialty stores.

The City's future economic development strategy calls for the recruitment of businesses, expansion of existing businesses and establishment of new businesses will create sustainable jobs in the City of Lauderdale Lakes. The City is also focused on future residential and commercial redevelopment.

The City continues to benefit from the ARPA funding received. This funding isn't just about recovery—it's about transformation. ARPA gives cities like Lauderdale Lakes a rare chance to tackle systemic issues, modernize infrastructure, and build a more inclusive economy. It's also a signal to residents and investors that the city is serious about progress.

### Key Investment Areas

- Human Infrastructure (\$2.4M): Likely supports programs like workforce development, education, public health, and social services—directly improving residents' quality of life.
- Capital Infrastructure (\$13M): Major upgrades to roads, public buildings, parks, and utilities. This kind of investment boosts long-term resilience and livability.
- Business Infrastructure (\$3.1M): Could include grants, loans, or support services for local businesses—especially those hit hard by the pandemic. This helps stimulate economic growth and job creation.

The City has experienced an increase in property values compared to previous years. A key contributor to this growth is the rising number of commercial and residential developments that are either underway or nearing completion. These investments not only reflect confidence in the City of Lauderdale Lakes but also support the enhancement of essential city services, both now and in the future. The resulting

increase in revenue has positioned the City and the Community Redevelopment Agency to make strategic budget adjustments and more effectively meet the needs of the community.

## **LONG-TERM FINANCIAL PLAN**

Over the past fiscal years, guided by the City Commission’s directive to maximize efficiency and do more with less, the City Manager’s Office has led a continued effort to implement a robust Strategic Planning process. This initiative is designed to ensure that our limited resources are allocated where they can deliver the greatest benefit to our community. Strategic planning provides a structured approach to listening to our residents and business leaders—capturing their needs, aspirations, and priorities. Through this inclusive dialogue, we aim to shape a shared vision for the City’s future and define actionable strategies that will help us achieve it. By aligning our goals with community input, we can make informed decisions that foster sustainable growth, resilience, and equity.

The City of Lauderdale Lakes, with the leadership of the Mayor and Commissioners, have developed a strategic framework. This framework allows the City to apply its resources to the priorities of the organization in a strategic manner. The development, approval, and execution of the City’s annual Budget is essentially a year-round process that involves understanding of the financial forecasts and legislative impacts, reviewing the impacts of property valuations and aligning the Commission’s priorities and direction. The City’s various services are broken down into strategic operational areas that include Public Safety, Infrastructure, Growth Management, Cultural and Recreation, and Management Services. The most efficient organizations are those that have their strategic operational areas aligned with the Vision. Here in the City of Lauderdale Lakes, our strategic framework creates alignment of the City’s various perspectives with the associated strategic objectives. Financial planning serves as a valuable tool to assist the City Commission and City Management in making sound fiscal decisions, particularly as it pertains to capital improvement projects, capital acquisitions and debt service.

The City’s strategic plan along with the Annual Five-Year Capital Improvement Plan outlines investments in major projects. The following projects were completed in Fiscal Year 2024:

- Facilities hardening
- Major facilities upgrade
- City facilities HVAC upgrade
- Resurface basketball court-Northgate Park
- Rebuild outside basketball court-Vincent Torres Park
- Recreation bleacher replacements

- Willie Webb playground system
- Splash pad at Vincent Torres Park

### **INDEPENDENT AUDIT**

In accordance with Florida Statutes 218.39, the City has engaged the firm of HCT Certified Public Accountants and Consultants, LLC to perform the independent audit of the City's financial statement. The Independent Certified Public Accountant's report is included in the financial section of this Annual Comprehensive Financial Report.

### **ACKNOWLEDGEMENTS**

This report could not have been prepared without the dedication and efficiency of the entire staff of the Financial Services Department. The Financial Services Team continues to implement new procedures to improve the integrity of the City's accounting records and to complete the City's annual report in a responsible manner.

The Mayor, Vice-Mayor, City Commissioners, City Manager, and City Management Team are to be recognized for the important role they have played in overseeing and supporting the improvement of the City's fiscal and financial operations.

Respectfully submitted,



Venice Howard, MPA, MMC, FCRM  
Acting City Manager

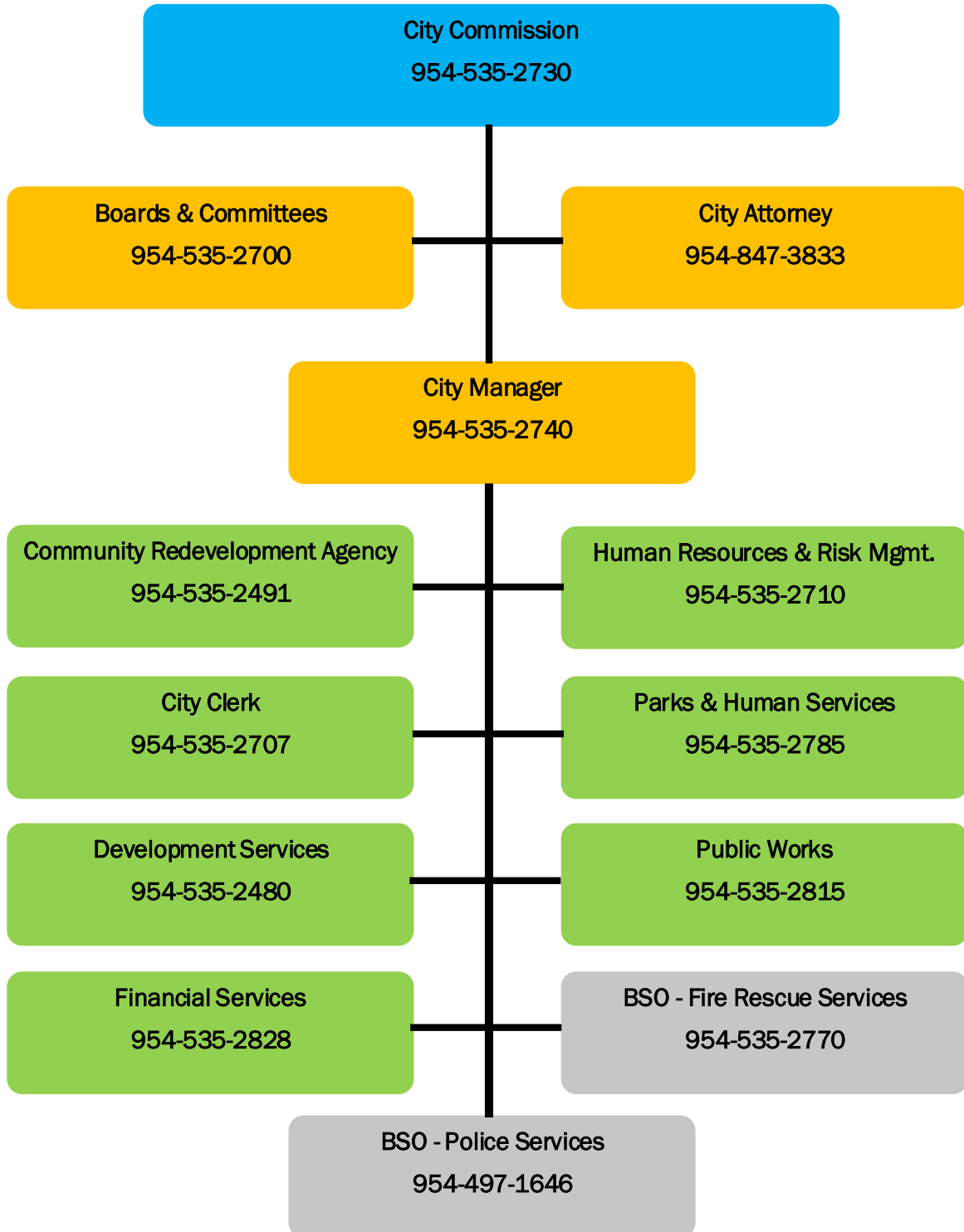


Sharon Haynes, CPA, CPFO  
Financial Services Director



# Lauderdale Lakes

## Citywide Organization Chart





# Lauderdale Lakes

## FORM OF GOVERNMENT

### Commission/City Manager

#### MAYOR

Veronica Edwards Phillips

#### VICE MAYOR

Tycie Causwell

#### COMMISSIONERS

Easton Harrison

Karlene Maxwell-Williams

Sharon Thomas

#### CITY MANAGER

Treasa Brown-Stubbs, MPA, CPRP, City Manager (March 2025)

Venice Howard, MPA, MMC, FCRM, Acting City Manager (Present)

#### CITY ATTORNEY

Sidney Calloway, Esquire

#### DEPARTMENT OF FINANCIAL SERVICES

Bobbi Williams, MPA, CGFO, NIGP-CPP, Director (June 2025)

Sharon Haynes, CPA, CPFO (Present)



# Lauderdale Lakes

## MAYOR AND COMMISSION



Mayor  
Veronica Edwards Phillips



Vice-Mayor  
Tycie Causwell



Commissioner  
Easton Harrison



Commissioner  
Karlene Maxwell-Williams



Commissioner  
Sharon Thomas

# FINANCIAL SECTION



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Commission  
City of Lauderdale Lakes  
Lauderdale Lakes, Florida

**Report on the Audit of the Financial Statements*****Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lauderdale Lakes, Florida (the 'City') as of and for the 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 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 year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rule of the Auditor General of the State of Florida. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Responsibilities of Management for the Financial Statements***

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards and Chapter 10.550, Rules of the Auditor General*, 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, budgetary comparison information, schedules relating to pensions and other post-employment benefits on pages 5–12 and 71-91 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplemental Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements is presented for purposes of additional analysis as required by Section 215.97(10)(b), Florida Statutes, and Chapter 10.550, *Rules of the Auditor General of the State of Florida*; are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections, but does not include the basic financial statements and our auditor's report thereon. Our opinion 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 September 18, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

***HCT Certified Public Accountants & Consultants, LLC***

Hollywood, Florida

September 18, 2025



This page left blank intentionally

U ° V ° 8-U - Vu o  
) @ # y oo @ V  
° V) ° V ° O oo @



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis  
September 30, 2024

As management of the City of Lauderdale Lakes, Florida (the "City"), we offer the readers of this narrative representation of the City's financial performance for the fiscal year ended September 30, 2024. The Management's Discussion and Analysis (MD&A) section of the Annual Comprehensive Financial Report (ACFR) is designed to:

1. Provide an overview of the City's financial activities
2. Identify changes in the City's financial position
3. Identify any material deviations from the financial plan (the approved budget)
4. Identify any individual fund issues or concerns

Management of the City has prepared the ACFR in accordance with the current principles and standards for financial reporting established by Governmental Accounting Standards Board (GASB) Statement No. 34.

## **FINANCIAL HIGHLIGHTS**

The following are highlights of financial activity for the fiscal year ended September 30, 2024:

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$ 83,504,976 (net position).
- The City's net position increased by \$ 9,248,142. The increase is due to an increase in ad valorem receive, investment earnings, and an operating grant for the stormwater fund, while maintain revenues. The business-type funds decreased slightly from prior year due to major work done in fiscal year 2024 in the stormwater fund.
- As of the close of fiscal year 2024, the City's governmental funds reported combined ending fund balance of \$46,338,016. Per GASB Statement No. 54, the fund balances are classified approximately as follows: 1) \$537,350 is Non-Spendable, 2) \$20,755,269 is Restricted, 3) \$10,586,235 is Committed, 4) \$382,896 is Assigned and 5) \$ 14,076,266 is Unassigned.
- The City's governmental activities reflected \$ 42,895,396 in expenses and \$ 48,941,924 million in revenues and transfers. The City's governmental revenues exceeded expenses, providing a) \$6,046,528 increase in net position.
- The business-type activities for the City reflected \$8,441,445 in expenses against \$7,915,614 recognized in revenues that resulted in a (\$525,831) decrease in net position.
- The Community Redevelopment Agency (the "CRA") fund revenues exceeded its expenditures by \$ 2,517,755 before other financing sources. During the fiscal year the CRA satisfied all debt obligations and received financial payment from the City for the forbearance agreement during the fiscal year.

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

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

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

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

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, social services, culture and recreation, and economic and physical environment. The business-type activities consist of stormwater services, solid waste/recycling services and building services.

The City is known as the primary government with a legally separate Community Redevelopment Agency for which the City is financially accountable. This blended component unit functions, for all practical purposes, as a department and special revenue fund of the City that has been included as an integral part of the primary government.

The government-wide financial statements are presented on pages 16 and 17 of this report. The remaining statements are fund financial statements that focus on individual parts of the City government by reporting the City's operations in more detail.

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

**Fund financial statements:** A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City establishes funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

### **Governmental funds**

Governmental funds are reported in the fund financial statements. These funds encompass the same functions reported as governmental activities in the government-wide financial statements; however, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two financial perspectives may provide insight into the long-term impact of short-term decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives. Individual fund financial data for each of these non-major governmental funds is provided in the form of combining statements on pages 90 and 91 of this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. The basic governmental fund financial statements are presented on pages 19 through 62 of this report.

### **Proprietary Funds**

The proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are further classified as enterprise funds. The enterprise fund essentially encompasses the same functions reported as business-type activities in the government-wide financial statements. Services are provided to customers external to the City for stormwater services, solid waste/recycling services and building services. The basic enterprise fund financial statements are presented on pages 27 through 28 of this report.

**Notes to the basic financial statements:** The basic financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, a separate section is included with combining statements that provide details about the non-major

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

governmental funds, each of which is added together and presented in a single column in the basic financial statements.

The accompanying notes to the financial statements provide 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 are on pages 33 through 72 of this report.

**Other supplementary information:** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which includes the budgetary comparison schedules of major funds and information about the other post-employment health care benefits (OPEB) and pension benefits.

Required supplementary information can be found on pages 75 through 85 of this report.

### **Government-Wide Financial Analysis**

**Summary of net position:** The overall net position of the City increased in 2024. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. There are six (6) basic transactions that will affect the comparability of the Statement of Net Position summary presentation as reflected below:

1. Net results of activities will impact (increase/decrease) current assets and unrestricted net position.
2. Borrowing for capital will increase current assets and long-term debt.
3. Spending borrowed proceeds on new capital will reduce current assets and increase capital assets. Additionally, an increase in invested capital assets and an increase in related debt will not change the net investment in capital assets.
4. Spending of non-borrowed current assets on new capital will reduce current assets, increase capital assets, reduce unrestricted net position, and increase net investment in capital assets.
5. Principal payment on debt will reduce current assets, reduce long-term debt, decrease unrestricted net position, and increase net investment in capital assets.
6. Reduction of capital assets through depreciation will reduce capital assets and net investment in capital assets.

Net position may serve as a useful indicator of the City's financial position. The City's total net position as reflected on the Statement of Net Position was \$83,504,976 at the close of this fiscal year. This was an increase of approximately 12.45 % compared to last year's net position of \$74,256,976.

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

The largest portion of the City's net position reflects its 52% investment in capital assets (e.g.; land, building, and equipment), less any related debt used to acquire those assets that are still outstanding. Capital assets are used to provide services to citizens; and thus, they are not available for future spending. The City's investment in its capital assets is reported net of related debt. The resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The increase was due mainly to investment in the city's capital asset, such as infrastructure (i.e. canals), building improvements, and facilities enhancements.

City of Lauderdale Lakes  
Government Wide Financial Analysis  
Fiscal year 2024 compared to fiscal year 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 64,704,701	\$ 56,339,898	\$ 14,135,337	\$ 14,177,127	\$ 78,840,038	\$ 70,517,025
Capital assets (net)	35,877,477	34,601,517	12,052,161	8,761,866	47,929,638	43,363,383
Total assets	100,582,178	90,941,415	26,187,498	22,938,993	126,769,676	113,880,408
Total deferred outflows of resources	225,468	107,500	70,462	47,445	295,930	154,945
Current and other liabilities	19,750,940	18,837,730	7,618,415	7,952,498	27,369,355	26,790,228
Long term liabilities	10,302,716	12,533,813	178,466	238,741	10,481,182	12,772,554
Total liabilities	30,053,656	31,371,543	7,796,881	8,191,239	37,850,537	39,562,782
Total deferred inflows of resources	567,088	165,763	54,969	49,974	622,057	215,737
Net position:						
Net investment in capital assets	35,877,477	23,359,156	12,052,161	12,948,582	47,929,638	36,307,738
Restricted	20,108,904	18,142,800	-	-	20,108,904	18,142,800
Unrestricted (deficit)	13,299,201	18,009,653	6,353,949	5,983,359	19,653,150	23,993,012
Total net position	\$ 69,285,582	\$ 59,511,609	\$ 18,406,110	\$ 18,931,941	\$ 87,691,692	\$ 78,443,550

**Statement of activities:** There are different types of factors that can positively or negatively impact other operations. Some factors that may impact the revenues are as follows: 1) Economic Conditions; 2) City Commission authority to increase and decrease rates; 3) Changing patterns in intergovernmental and grant revenues; and 4) market impacts on investment income.

Other factors that may impact the expenses are presented below: 1) Introduction of new programs; 2) inflation, any increase of commodities such as chemicals, supplies, fuels and parts; and 3) changes in service demand levels.

For the Year Ended September 30, 2024:

1. Economic conditions can reflect a growing, stable or declining overall economic environment and those conditions can have a significant impact on the underlying drivers of ad valorem taxes, non-ad valorem assessments, sales and use taxes, fees and other revenues derived from the community, as well as those received from other governments.
2. Changes in tax, assessment and fee rates by the City's Governing Board directly affect the most fundamental revenue streams and have the most immediate impact of all changes.

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

3. Changing patterns in grant and state revenue sharing calculations may cause significant deviations to City intergovernmental revenues and put added pressure on City-generated revenues.
4. Budget management requires that budget expenditures are in line with budget revenues at the end of the fiscal year.

Some other basic impacts are responsible for potential changes in annual expenses:

1. Introduction of new programs can have substantial impact on department/program expenses by requiring new personnel, capital and operating funds. In addition, the enhancement and/or modification of existing programs also requires increased staffing and operational costs that exceeds the actual budgeted resources.
2. Changes in service levels impacts expenses by changing the levels of already appropriated expenses.
3. Salary/contract pricing increases can contribute to increased expenses. Most contracts entered into by the City have provisions for increases, either automatic or negotiated each year.

While inflation has increased significantly, it appears to be moderate, it impacts the prices the City pays for commodities, supplies, fuels, parts and miscellaneous services etc.

The three primary governmental revenues as reflected on the Statement of Activities are comprised of property taxes, charges for services and unrestricted, intergovernmental revenues. For fiscal year 2024, property taxes of \$19,138,739 represents 39% of revenues while charges for services of \$11,065,798 comprise 22% of revenues and unrestricted intergovernmental revenues of \$5,238,754 comprised 11% of revenues. Other major sources of revenues include \$3,942,675 in franchise and other taxes or 8%; \$3,526,951 from utility taxes or 7% and operating grants/contribution comprise 7% or \$3,350,216. The total governmental revenues are \$48,941,924.

The following table that appears on the next page reflects the City's revenues and expenses for fiscal year 2024 compared to fiscal year 2023, with the resulting change in net position:

**The remainder of this page was left blank intentionally**

**City of Lauderdale Lakes, Florida**  
**Management's Discussion and Analysis (continued)**  
**September 30, 2024**

**City of Lauderdale Lakes**  
**Statement of Activities**  
**Fiscal year 2024 compared to fiscal year 2023**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
<b>Revenues:</b>						
Program revenues:						
Changes for services	\$ 11,065,798	\$ 10,466,302	\$ 4,597,046	\$ 4,757,793	\$ 15,662,844	\$ 15,224,095
Operating grants and contributions	3,350,216	3,484,385	3,318,568	758,518	6,668,784	4,242,903
Capital grants and contributions	-	332,672	-	-	-	332,672
General revenues:						
Property taxes and tax increments	19,138,739	17,046,827	-	-	19,138,739	17,046,827
Sales, use, and motor fuel	611,176	641,461	-	-	611,176	641,461
Franchise and other taxes	3,942,678	4,073,576	-	-	3,942,678	4,073,576
Utility taxes	3,526,951	3,434,984	-	-	3,526,951	3,434,984
Unrestricted:						
Intergovernmental revenue	5,238,754	5,457,558	-	-	5,238,754	5,457,558
Investment earnings	1,559,779	991,312	-	-	1,559,779	991,312
Miscellaneous	507,833	989,421	-	-	507,833	989,421
<b>Total revenues</b>	<b>48,941,924</b>	<b>46,918,498</b>	<b>7,915,614</b>	<b>5,516,311</b>	<b>56,857,538</b>	<b>52,434,809</b>
<b>Expenses:</b>						
General government	10,304,424	7,505,982	-	-	10,304,424	7,505,982
Public Safety	19,181,382	21,146,129	-	-	19,181,382	21,146,129
Economic and physical environment	2,870,184	1,024,673	-	-	2,870,184	1,024,673
Social services	1,439,881	2,875,984	-	-	1,439,881	2,875,984
Culture and recreation	1,581,076	2,528,847	-	-	1,581,076	2,528,847
Highways, streets, and transportation	3,389,753	2,786,298	-	-	3,389,753	2,786,298
Interest on long-term debt	401,251	604,665	-	-	401,251	604,665
Stormwater	-	-	5,309,259	1,593,010	5,309,259	1,593,010
Solid waste/recycling	-	-	1,940,297	1,887,987	1,940,297	1,887,987
Building services	-	-	1,191,889	1,352,632	1,191,889	1,352,632
<b>Total expenses</b>	<b>39,167,951</b>	<b>38,472,578</b>	<b>8,441,445</b>	<b>4,833,629</b>	<b>47,609,396</b>	<b>43,306,207</b>
Increase in net position	9,773,973	8,445,920	(525,831)	682,682	9,248,142	9,128,602
Net position, October 1	59,511,609	51,065,689	18,931,941	18,249,259	78,443,550	69,314,948
Net position, September 30	\$ 69,285,582	\$ 59,511,609	\$ 18,406,110	\$ 18,931,941	\$ 87,691,692	\$ 78,443,550

**Governmental activity:** When compared with fiscal year 2023, there was an increase in property taxes of \$2,091,912 or 12%, due to an increase in assessed valuation of property within the City. The operating millage rate in fiscal year 2024 stayed at 8.60 mills.

Governmental expenses are largely concentrated in one function, public safety, which comprises Police and Fire Rescue Services (provided by the Broward Sheriff's Office). Public safety expenses totaling \$19,181,382 and \$21,146,129 represents 49% of total governmental expenses in 2024 and 55% in 2023, respectively.

**Business-type activity:** Revenues earned by business-type activities are primarily concentrated in one source, charges for services of \$4,597,046. This represents the fees charged for each of the City's enterprise funds; stormwater of \$1,842,634, solid waste/recycling of \$1,508,428, and building services of \$1,245,984. The City examined all rates and fees to ensure that these funds operate at full cost recovery and there was no increase on the fees when compared to the previous year.

During fiscal year 2024, the fees charged to stormwater customers remained the same at \$6.25 monthly. Charges for services in the stormwater fund increased by \$147,404 from the prior year. The stormwater fund decreased its net position by (\$148,057). Solid waste fees stayed the same at

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

\$272 for fiscal year 2024. Total operating revenue in the solid waste fund decreased by \$(109,339) from the prior year.

Building services experienced an increase in revenue in fiscal year 2024 due to the growth in private construction projects in the City. net position in the building services fund increased slightly by \$54,095. Overall, the Business-type activities net positions decreased by (\$525,831).

### **Analysis of the City's Funds**

The City uses fund accounting to ensure and demonstrate compliance with the finance-related legal requirements.

**Governmental funds:** The purpose of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources relative to the City's funding requirements. Unassigned fund balance serves as the most useful measure of the City's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$46,375,171, an increase of \$6,046,528, in comparison with fiscal year 2023.

### **The General Fund**

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

The general fund increased its fund balance by \$109,952 during fiscal year 2024. This increase was mainly caused by an increase from property tax revenue and charges for services in 2024.

Total fund balance in the General Fund was \$25,199,611 as of September 30, 2024, \$537,110 of this amount is non-spendable, \$10,586,235 of committed fund balance, the remaining fund balance of \$14,076,266 is unassigned.

### **Major Special Revenue Funds**

The Fire Rescue Fund expenditures exceeded its revenues by \$(107,418). The overage in expenditures was a result of an increase in miscellaneous expenditures by the department, resulting in a carry forward deficit fund balance of \$(1,429,110) at September 30, 2024.

The City's Grants Fund showed a fund balance of \$3,144,821 as of September 30, 2024, this was a result of an increase in governmental grants. As a result, the net change in fund balance was \$2,062,401.

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

The CRA fund revenues exceeded its expenditures by \$2,517,755 mainly due to an increase in collections of tax increments and a reduction of expenditures of the fund. The CRA fund had a positive fund balance of \$17,661,716 for the fiscal year ended September 30, 2024.

### **General Fund Budgetary Highlights**

The budget and actual comparison schedule is provided in the required supplementary information for the general fund and major special revenue funds.

The budget and actual comparison schedules show the original adopted budgets, the final revised budget, actual results and variance between the final budget and actual results for the general and major special revenue funds. After the original budget is approved, it may be revised for a variety of reasons such as foreseen circumstances, loan proceeds, new grant awards or other unanticipated revenues and expenditures.

Differences between the original budget and the final amended budget for the General Fund are summarized as follows:

- The base revenue budget was \$29,022,763. Differences between estimated and actual revenues totaled \$1,763,593. These differences were mostly attributed to increases in investment income and fines and forfeitures than what was originally forecasted
- Actual expenditures were less than the final budget by \$4,361,261. The differences were mostly due to the reduction in expenditures of general government of \$1,852,852, public safety \$1,677,468, parks and human services \$641,160, and public works \$318,348.

### **Capital Assets and Debt Administration**

**Capital assets:** The City's investment in capital assets net of accumulated depreciation for its governmental and business-type activities as of September 30, 2024 amount to \$47,929,638 compared to \$43,363,385 from the previous year. The City continues to invest in its aging infrastructure. The Five-Year Capital Improvement Plan (CIP) provides a roadmap of projects that are necessary to strengthen the community and protect the City's quality of life. During fiscal year 2024, there were improvements made to the Citywide drainage system, repairs were made to the City's sidewalk and construction of NW 31st Avenue corridor started.

Additional information on the City's capital assets can be found in Note 4 starting on page 44 of this report.

**City of Lauderdale Lakes, Florida**  
**Management's Discussion and Analysis (continued)**  
**September 30, 2024**

**City of Lauderdale Lakes**  
**Capital Assets**  
**Fiscal year 2024 compared to fiscal year 2023**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Capital assets, net of depreciation:						
Land	\$ 21,497,779	\$ 21,497,779	\$ -	\$ -	\$ 21,497,779	\$ 21,497,779
Construction in progress	191,511	2,028,695	2,021,877	895,508	2,213,388	2,924,203
Buildings	4,309,619	2,645,661	275,702	287,471	4,585,321	2,933,132
Machinery, equipment, and vehicles	2,055,651	2,090,734	912,202	915,094	2,967,853	3,005,828
Infrastructure	7,822,917	6,358,648	8,842,380	6,663,795	16,665,297	13,022,443
<b>Total</b>	<b>\$ 35,877,477</b>	<b>\$ 34,621,517</b>	<b>\$ 12,052,161</b>	<b>\$ 8,761,868</b>	<b>\$ 47,929,638</b>	<b>\$ 43,383,385</b>

**Debt administration:** Presented below is a table showing the City's total outstanding debt as of September 30, 2024 compared to 2023.

Additional information on the City's long-term debt can be found in Note 6 starting on page 48 of this report.

**City of Lauderdale Lakes**  
**Outstanding Debt**  
**Fiscal year 2024 compared to fiscal year 2023**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Long-term debt						
General obligation bonds	\$ 2,129,876	\$ 3,392,917	\$ -	\$ -	\$ 2,129,876	\$ 3,392,917
Revenue bonds	7,275,919	8,129,064	-	-	7,275,919	8,129,064
Note payable - CRA	-	1,393,032	-	-	-	1,393,032
Net lease liability	100,954	290,927	72,765	9,269	173,719	300,196
Net pension liability	413,844	556,289	110,009	147,874	523,853	704,163
Subscription liability	103,507	162,581	-	-	103,507	162,581
Other post-employment	709,652	531,873	-	-	709,652	531,873
Compensated absences	1,376,449	1,235,571	78,931	106,945	1,455,380	1,342,516
<b>Total</b>	<b>\$ 12,110,201</b>	<b>\$ 15,692,254</b>	<b>\$ 261,705</b>	<b>\$ 264,088</b>	<b>\$ 12,371,906</b>	<b>\$ 15,956,342</b>

**Economic Factors and FY 2025 Budget and Rates:**

The City's elected officials considered many factors when setting the fiscal year 2025 budget, tax rates and fees. One of those factors is the economy. The City of Lauderdale Lakes like many other municipalities in our nation were reeling from the health and economic impacts of the Coronavirus. We have taken steps in our FY 2025 budget to mitigate any future impacts. The Federal Government in March of 2022 passed the American Rescue Plan Act and as a result the City was allocated \$18.1 Million to address health and economic impacts of the Coronavirus. \$8,359,165 Million of this allocation is appropriated in the City's FY 2025 budget.

The City's overall Fiscal Year 2025 adopted budget is \$108.109 million. The budget increased by \$6.330 million as a result of an increase in General Fund and Capital Improvements Plan Fund revenues. The General Fund revenues for Fiscal Year 2025 reflects no increase in the operating millage rate of \$8.60 per \$1,000 of taxable value to the residents of the City. At the adopted rate, the City will generate \$13,282,098 in property tax revenue (minus tax increments financing to the CRA). This is an increase of 7.07% from the tax revenue receipts in FY 2024.

The fiscal year 2025 budget is based upon: (1) the operating millage rate of \$8.60 per \$1,000 of taxable value while maintaining key services; (2) increased property tax revenue estimated due to the 7.07% increase in the City's property tax base; (3) the residential rate for solid waste collection

**City of Lauderdale Lakes, Florida**  
Management's Discussion and Analysis (continued)  
September 30, 2024

remains the same as the prior year at \$272; (4) decrease in the voter approved 2005 General Obligation (GO) Bond for capital improvements, the rate is \$.4910 per \$1,000 of taxable value; (5) continuation of the Broward Sheriff Office (BSO) Police, Emergency Medical Services and Fire Services.

In 2025, the City will hopefully continue to experience relief in its financial condition as the economy improves, re-alignment of the City resources, and strategic financial management and planning. As the City moves forward, it endeavors to seek opportunities to leverage its resources to benefit the residents of Lauderdale Lakes. The City continues its focus on implementation of the community's vision for the future and the Redevelopment Plan to improve infrastructure, roadways, canals, streets, and stormwater drainage systems.

**Requests for Information**

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Financial Services Director at 4300 N.W. 36th Street, Lauderdale Lakes, Florida 33319 or call (954) 535-2828.



This page left blank intentionally

# BASIC FINANCIAL STATEMENTS



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Net Position**  
**September 30, 2024**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 18,382,897	\$ 4,753,450	\$ 23,136,347
Investments	3,432,591	-	3,432,591
Receivables (net)	1,885,793	3,277,696	5,163,489
Due from other governments	5,963,201	98,779	6,061,980
Prepaid items	537,350	5,412	542,762
Restricted cash	34,170,903	6,000,000	40,170,903
Other financing sources - lease proceeds	331,966	-	331,966
Capital assets not being depreciated	21,689,290	2,021,877	23,711,167
Capital assets being depreciated	14,188,187	10,030,284	24,218,471
Total assets	100,582,178	26,187,498	126,769,676
<b>Deferred Outflows of Resources:</b>			
Deferred outflows related to pension and OPEB	225,468	70,462	295,930
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable and accrued liabilities	3,201,889	1,598,003	4,799,892
Due to other governments	1,284	668	1,952
Other liabilities	1,573,391	-	1,573,391
Unearned revenue	13,166,891	6,000,000	19,166,891
Compensated absences	247,114	15,786	262,900
Lease liability	59,413	3,958	63,371
Subscription liability	51,087	-	51,087
Bonds and notes	1,449,871	-	1,449,871
Total current liabilities	19,750,940	7,618,415	27,369,355
Noncurrent liabilities:			
Bonds and notes	7,955,924	-	7,955,924
Compensated absences	2,030,655	63,145	2,093,800
Lease liability beyond one year	41,541	5,312	46,853
Subscription liability	52,420	-	52,420
Pension liability	413,844	110,009	523,853
OPEB liability	709,652	-	709,652
Total current liabilities	11,204,036	178,466	11,382,502
Total liabilities	30,954,976	7,796,881	38,751,857
<b>Deferred Inflows of Resources:</b>			
Deferred inflows related to pension and OPEB	567,088	54,969	622,057
<b>Net Position:</b>			
Net investment in capital assets	35,877,477	12,052,161	47,929,638
Restricted for:			
Community services	447,593	-	447,593
Park projects	328,076	-	328,076
Law enforcements	482,354	-	482,354
Community development	17,661,716	-	17,661,716
Debt service	956,778	-	956,778
Roads & streets	232,387	-	232,387
Unrestricted	13,299,201	6,353,949	19,653,150
Total net position	\$ 69,285,582	\$ 18,406,110	\$ 87,691,692

See notes to the financial statements

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Activities**  
**For the year ended September 30, 2024**

Functions/Programs:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Chargers for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
<b>Governmental activities</b>							
General government	\$ 10,304,424	\$ 454,163	\$ -	\$ -	\$ (9,850,261)	\$ -	\$ (9,850,261)
Public safety	19,181,382	10,611,635	-	-	(8,569,747)	-	(8,569,747)
Culture and recreation	1,581,076	-	-	-	(1,581,076)	-	(1,581,076)
Economic and physical environment	2,870,184	-	-	-	(2,870,184)	-	(2,870,184)
Highways and streets	3,389,753	-	-	-	(3,389,753)	-	(3,389,753)
Social services	1,439,881	-	3,350,216	-	1,910,335	-	1,910,335
Interest and fiscal charges	401,251	-	-	-	(401,251)	-	(401,251)
Total governmental activities	<u>39,167,951</u>	<u>11,065,798</u>	<u>3,350,216</u>	<u>-</u>	<u>(24,751,937)</u>	<u>-</u>	<u>(24,751,937)</u>
<b>Business-type activities</b>							
Building services	1,191,889	1,245,984	-	-	-	54,095	54,095
Solid waste/recycling Fund	1,940,297	1,508,428	-	-	-	(431,869)	(431,869)
Stormwater Utility Fund	5,309,259	1,842,634	3,318,568	-	-	(148,057)	(148,057)
Total business-type activities	<u>8,441,445</u>	<u>4,597,046</u>	<u>3,318,568</u>	<u>-</u>	<u>-</u>	<u>(525,831)</u>	<u>(525,831)</u>
Total primary government	<u>\$ 47,609,396</u>	<u>\$ 15,662,844</u>	<u>\$ 6,668,784</u>	<u>\$ -</u>	<u>(24,751,937)</u>	<u>(525,831)</u>	<u>(25,277,768)</u>
General revenues:							
Property taxes and tax increments					19,138,739	-	19,138,739
Sales, use, and motor fuel taxes					611,176	-	611,176
Franchise and other taxes					3,942,678	-	3,942,678
Utility taxes					3,526,951	-	3,526,951
Unrestricted intergovernmental					5,238,754	-	5,238,754
Unrestricted investment earnings					1,559,779	-	1,559,779
Miscellaneous					507,833	-	507,833
Total general revenues, special items, and transfers					<u>34,525,910</u>	<u>-</u>	<u>34,525,910</u>
Change in net position					9,773,973	(525,831)	9,248,142
Net position - beginning					59,511,609	18,931,941	78,443,550
Net position - ending					<u>\$ 69,285,582</u>	<u>\$ 18,406,110</u>	<u>\$ 87,691,692</u>

See notes to the financial statements

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Balance Sheet**  
**Governmental Funds**  
**As of September 30, 2024**

	<u>Special Revenues Funds</u>					<b>Total Governmental Funds</b>
	<b>General Fund</b>	<b>Fire Rescue Fund</b>	<b>Grants Fund</b>	<b>Community Redevelopment Agency Fund</b>	<b>Other Nonmajor Governmental Funds</b>	
<b>Assets</b>						
Pooled cash and cash equivalents	\$ 15,149,647	\$ -	\$ -	\$ -	\$ 3,233,250	\$ 18,382,897
Investments	3,432,591	-	-	-	-	3,432,591
Receivables (net of allowance for noncollectibles):						
Accounts	1,388,911	447,906	10,661	29,860	8,455	1,885,793
Intergovernmental	457,699	117	4,789,508	-	715,877	5,963,201
Due from other funds	5,461,020	-	-	-	-	5,461,020
Advance from General Fund	-	-	-	31	-	31
Prepaid items	537,110	-	-	-	240	537,350
Restricted for:						
Restricted cash	-	-	13,951,988	20,218,915	-	34,170,903
Total assets	<u>26,426,978</u>	<u>448,023</u>	<u>18,752,157</u>	<u>20,248,806</u>	<u>3,957,822</u>	<u>69,833,786</u>
<b>Liabilities</b>						
Accounts payable and accrued liabilities	973,207	-	-	1,722,519	506,163	3,201,889
Due to other funds	-	1,653,559	2,825,631	864,571	1,690,681	7,034,442
Due to other governments	534	-	750	-	-	1,284
Advance to Community Redevelopment fund	31	-	-	-	-	31
Unearned revenue	162,362	223,574	12,780,955	-	-	13,166,891
Total liabilities	<u>1,136,134</u>	<u>1,877,133</u>	<u>15,607,336</u>	<u>2,587,090</u>	<u>2,196,844</u>	<u>23,404,537</u>
<b>Fund Balance (Deficit)</b>						
Nonspendable:						
Prepaid items	537,110	-	-	-	240	537,350
Restricted for:						
Community services	-	-	-	-	447,593	447,593
Park projects	-	-	-	-	328,076	328,076
Law enforcements	-	-	-	-	482,354	482,354
Community development	-	-	-	17,661,716	-	17,661,716
Debt service	-	-	-	-	956,778	956,778
Capital Projects	-	-	-	-	646,365	646,365
Roads & streets	-	-	-	-	232,387	232,387
Unrestricted:						
Committed:						
Capital Projects	8,752,000	-	-	-	-	8,752,000
Stabilization	1,834,235	-	-	-	-	1,834,235
Unassigned:						
Special revenue (deficit)	-	(1,429,110)	3,144,821	-	(1,332,815)	382,896
Unassigned	14,167,499	-	-	-	-	14,167,499
Total fund balance (deficit)	<u>25,290,844</u>	<u>(1,429,110)</u>	<u>3,144,821</u>	<u>17,661,716</u>	<u>1,760,978</u>	<u>46,429,249</u>
Total liabilities and fund balance (deficit)	<u>\$ 26,426,978</u>	<u>\$ 448,023</u>	<u>\$ 18,752,157</u>	<u>\$ 20,248,806</u>	<u>\$ 3,957,822</u>	<u>\$ 69,833,786</u>

See notes to the financial statements

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
**As of September 30, 2024**

**Amounts Reported for Governmental Activities in the  
Statement of Net Position are Different Because**

Total fund balances of governmental funds in the balance sheet \$ 46,338,016

Lease proceeds are not financial resources and therefore are  
not reported in the governmental funds: 331,966

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

Expenditures for capital assets 71,197,976  
Less current year provision for depreciation (35,320,499)

The net pension liability and related deferred inflows and  
outflows are not available resources and, therefore, are not  
reported in the funds:

Net pension liability (413,844)  
Deferred outflows related to pension 225,468  
Deferred inflows related to pension (567,088)

Certain liabilities are not due and payable in the current period  
and therefore, are not reported in the funds:

OPEB obligation (709,652)  
Subscription liability (103,507)  
Lease liability (100,954)  
Compensated absences payable (1,376,449)  
Debt (9,405,795)

**Change in Net Position of Governmental Activities** \$ 70,095,638

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended September 30, 2024**

	<u>Special Revenues Funds</u>			<b>Community Redevelopment Agency Fund</b>	<b>Other Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
	<b>General Fund</b>	<b>Fire Rescue Fund</b>	<b>Grants Fund</b>			
<b>Revenues</b>						
Property taxes and tax increments	\$ 12,473,409	\$ -	\$ -	\$ 5,355,830	\$ 1,309,500	\$ 19,138,739
Sale, use, and motor fuel taxes	-	-	-	-	611,176	611,176
Franchise and other taxes	3,942,678	-	-	-	-	3,942,678
Utility taxes	3,526,951	-	-	-	-	3,526,951
Intergovernmental revenue	5,238,754	-	-	-	-	5,238,754
Special assessments	-	6,626,587	-	-	-	6,626,587
Charges for services	2,085,669	393,044	7,168	-	86,129	2,572,010
Licenses and permits	454,163	-	-	-	-	454,163
Fine and forfeitures	1,385,277	-	-	-	27,761	1,413,038
Investment income	1,285,312	-	-	274,467	-	1,559,779
Miscellaneous revenues	388,143	5,578	-	114,112	-	507,833
Governmental grants	-	-	2,684,416	-	665,800	3,350,216
Total revenues	<u>30,780,356</u>	<u>7,025,209</u>	<u>2,691,584</u>	<u>5,744,409</u>	<u>2,700,366</u>	<u>48,941,924</u>
<b>Expenditures</b>						
Current:						
General government	8,469,323	-	158,753	832,286	-	9,460,362
Public Safety	11,844,992	7,132,627	9,853	-	-	18,987,472
Culture and recreation	1,286,721	-	118,283	-	-	1,405,004
Economic and physical environment	2,506,329	-	-	-	55,181	2,561,510
Highways and streets	2,646,533	-	-	-	743,220	3,389,753
Social services	-	-	342,294	-	1,051,740	1,394,034
Capital Outlay	113,393	-	-	965,123	689,324	1,767,840
Debt service:						
Principal	841,524	-	-	1,393,031	1,293,615	3,528,170
Interest and fiscal charges	227,273	-	-	36,214	137,764	401,251
Total expenditures	<u>27,936,088</u>	<u>7,132,627</u>	<u>629,183</u>	<u>3,226,654</u>	<u>3,970,844</u>	<u>42,895,396</u>
Excess of revenues over (under) expenditures	2,844,268	(107,418)	2,062,401	2,517,755	(1,270,478)	6,046,528
Other financing sources (uses)						
Transfers in	-	-	-	-	2,734,316	2,734,316
Transfers out	(2,734,316)	-	-	-	-	(2,734,316)
Total other financing sources (uses)	<u>(2,734,316)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,734,316</u>	<u>-</u>
Net change in fund balance	109,952	(107,418)	2,062,401	2,517,755	1,463,838	6,046,528
Fund balance - beginning	25,089,659	(1,321,692)	1,082,420	15,143,961	334,295	40,328,643
Fund balance - ending	<u>\$ 25,199,611</u>	<u>\$ (1,429,110)</u>	<u>\$ 3,144,821</u>	<u>\$ 17,661,716</u>	<u>\$ 1,798,133</u>	<u>\$ 46,375,171</u>

See notes to the financial statements

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures and Changes in Fund Balances**  
**to the Statement of Activities**  
**Governmental Funds**  
**For the year ended September 30, 2024**

**Amounts Reported for Governmental Activities in the  
Statement of Activities are Different Because**

Net change in fund balances - total governmental funds	\$	6,046,528
<p>Governmental funds report capital outlays as expenditures.  However, in the statement of activities, the cost of those assets  are depreciated over their useful lives:</p>		
Governmental capital assets		1,767,840
Less accumulated depreciation		(1,568,565)
<p>Repayment of debt principal is an expenditure in the  governmental funds, but the repayment reduces long term  liabilities in the statement of net position</p>		
		3,528,170
<p>Certain items reported in the statement of activities do not  require the use of current financial resources and therefore are  not reported as expenditures in the governmental funds:</p>		
Change in net lease liability		(189,973)
Change in net subscription liability		(59,074)
Change in net pension liability		(142,445)
Change in deferred outflows related to pension		(9,801)
Change in deferred inflows related to pension		82,636
Change in post employment obligation		177,779
Change in compensated absences payable		140,878
<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>9,773,973</u></b>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Net Position**  
**Proprietary Funds**  
**September 30, 2024**

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Major Funds</b>		<b>Nonmajor Fund</b>	<b>Total Enterprise Funds</b>
	<b>Stormwater Utility Fund</b>	<b>Solid Waste / Recycling Fund</b>	<b>Building Services</b>	
<b>Assets</b>				
Current assets:				
Pooled cash and cash equivalents	\$ 1,601,150	\$ 1,483,038	\$ 1,669,262	\$ 4,753,450
Restricted cash	6,000,000	-	-	6,000,000
Receivables (net of allowance for noncollectibles)	3,277,696	-	-	3,277,696
Prepaid items	-	-	5,412	5,412
Intergovernmental	98,613	166	-	98,779
Total current assets	<u>10,977,459</u>	<u>1,483,204</u>	<u>1,674,674</u>	<u>14,135,337</u>
Noncurrent assets:				
Capital assets, net of accumulated depreciation	11,333,462	100,304	618,395	12,052,161
Total noncurrent assets	<u>11,333,462</u>	<u>100,304</u>	<u>618,395</u>	<u>12,052,161</u>
Total assets	<u>22,310,921</u>	<u>1,583,508</u>	<u>2,293,069</u>	<u>26,187,498</u>
<b>Deferred Outflows of Resources:</b>				
Deferred outflows related to pension	61,605	-	8,857	70,462
<b>Liabilities</b>				
Current liabilities:				
Accounts payable and accrued liabilities	738,030	130,480	729,493	1,598,003
Due to other governments	668	-	-	668
Lease liability due in one year	-	-	3,958	3,958
Current portion of compensated absences	12,640	-	3,146	15,786
Unearned revenue	6,000,000	-	-	6,000,000
Total current liabilities	<u>6,751,338</u>	<u>130,480</u>	<u>736,597</u>	<u>7,618,415</u>
Noncurrent liabilities:				
Lease liability beyond one year	-	-	5,312	5,312
Compensated absences net of current portion	50,559	-	12,586	63,145
Net pension liabilities	110,009	-	-	110,009
Total noncurrent liabilities	<u>160,568</u>	<u>-</u>	<u>17,898</u>	<u>178,466</u>
Total liabilities	<u>6,911,906</u>	<u>130,480</u>	<u>754,495</u>	<u>7,796,881</u>
<b>Deferred Inflows of Resources:</b>				
Deferred inflows related to pension	44,064	-	10,905	54,969
<b>Net Position</b>				
Net investment in capital assets	11,333,462	100,304	618,395	12,052,161
Unrestricted	4,083,094	1,352,724	918,131	6,353,949
Total net position	<u>\$ 15,416,556</u>	<u>\$ 1,453,028</u>	<u>\$ 1,536,526</u>	<u>\$ 18,406,110</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the year ended September 30, 2024**

	Business-type Activities - Enterprise Funds			
	Major Funds		Nonmajor Fund	Total Enterprise Funds
	Stormwater Utility Fund	Solid Waste / Recycling Fund	Building Services	
<b>Operating Revenues</b>				
Charges for services	\$ 1,842,634	\$ 1,508,428	\$ 1,245,984	\$ 4,597,046
Government grants	3,318,568	-	-	3,318,568
Total operating revenues	5,161,202	1,508,428	1,245,984	7,915,614
<b>Operating Expenses</b>				
Personnel costs	1,070,117	272,966	412,071	1,755,154
Operating expenses	3,924,341	1,656,082	761,955	6,342,378
Provision for depreciation	295,461	11,249	14,197	320,907
Interest expense	19,340	-	3,666	23,006
Total operating expenses	5,309,259	1,940,297	1,191,889	8,441,445
Change in net position	(148,057)	(431,869)	54,095	(525,831)
<b>Net position - beginning of year</b>	15,564,613	1,884,897	1,482,431	18,931,941
<b>Net position - end of year</b>	\$ 15,416,556	\$ 1,453,028	\$ 1,536,526	\$ 18,406,110

See notes to the financial statements

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended September 30, 2024**

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Major Funds</b>		<b>Nonmajor Fund</b>	<b>Total Enterprise Funds</b>
	<b>Stormwater Utility Fund</b>	<b>Solid Waste / Recycling Fund</b>	<b>Building Services</b>	
<b>Cash Flows from Operating Activities:</b>				
Receipts from customers and users	\$ 2,576,650	\$ 1,508,428	\$ 1,244,704	\$ 5,329,782
Payments to employees	(4,011,348)	(1,646,891)	(684,468)	(6,342,707)
Payments to suppliers	(1,107,982)	(272,966)	(410,791)	(1,791,739)
Total operating revenues	<u>(2,542,680)</u>	<u>(411,429)</u>	<u>149,445</u>	<u>(2,804,664)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Acquisition of capital assets	103,239	-	-	103,239
Repayments of capital debt	163,463	-	-	163,463
Interest paid	(19,340)	-	(3,666)	(23,006)
Net cash provided (used) by capital and related financing activities	<u>247,362</u>	<u>-</u>	<u>(3,666)</u>	<u>243,696</u>
Net increase (decrease) in cash and cash equivalents	<u>(2,295,318)</u>	<u>(411,429)</u>	<u>145,779</u>	<u>(2,560,968)</u>
<b>Pooled Cash and Cash Equivalents - beginning of year</b>	<u>3,896,468</u>	<u>1,894,467</u>	<u>1,523,483</u>	<u>7,314,418</u>
<b>Pooled Cash and Cash Equivalents - end of year</b>	<u>\$ 1,601,150</u>	<u>\$ 1,483,038</u>	<u>\$ 1,669,262</u>	<u>\$ 4,753,450</u>
<b>Reconciliation of Operating Income to Net Cash Provided By Operating Activities:</b>				
Operating income	(148,057)	(431,869)	54,095	(525,831)
<b>Adjustments to Reconcile Operating Income to Net Cash Provided By Operating Activities:</b>				
Provision for depreciation	295,461	11,249	14,197	320,907
(Increase)/decrease in:				
Receivables	(2,519,178)	-	-	(2,519,178)
Prepaid	-	-	-	-
Deferred outflow of resources	(23,017)	-	-	(23,017)
Increase/(decrease) in:				
Accounts payable and accrued liabilities	(87,007)	(147,159)	(94,315)	(328,481)
Deferred inflows of resources	-	-	4,995	4,995
Lease liability	-	-	(11,270)	(11,270)
Net pension liability	(37,865)	-	-	(37,865)
Compensated absences	(23,017)	-	6,275	(16,742)
Total adjustments	<u>(2,394,623)</u>	<u>(135,910)</u>	<u>(80,118)</u>	<u>(2,610,651)</u>
Net cash provided by operating activities	<u>\$ (2,542,680)</u>	<u>\$ (567,779)</u>	<u>\$ (26,023)</u>	<u>\$ (3,136,482)</u>



This page left blank intentionally

# NOTES TO THE BASIC FINANCIAL STATEMENTS



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The summary of significant accounting policies for the City of Lauderdale Lakes, Florida (the “City”) is presented to assist the reader in interpreting the basic financial statements. The policies are considered essential and should be read in conjunction with the basic financial statements.

The accompanying financial statements are presented in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and other authoritative sources. A summary of the more significant accounting policies is presented below:

**Financial reporting entity:** On June 22, 1961, the City was incorporated to carry on a centralized city government pursuant to Special Act Chapter 61-2386 of the Florida Legislature. The City Charter was readopted by the electorate pursuant to the creation of home rule powers for municipalities in 1973. The City adopted its Code of Ordinances in 1992 and, thereafter, in March 1998, adopted and ratified Ordinance No. 589 whereby the City is governed by a mayor/city commission/city manager form of government. All legislative, regulatory, and policy making powers are vested in the City Commission, which is comprised of the Mayor and five elected commissioners. All administrative powers are vested in the City Manager, who is appointed by the Commission and acts as the City’s Chief Administrative Officer.

The City provides or contracts for the following services pursuant to the City Charter and Ordinances: general government; public safety (police & fire); public works; parks and recreation; social services; community development; infrastructure; and, planning and zoning.

One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

**Blended Component Unit:** The City of Lauderdale Lakes Community Redevelopment Agency (“CRA”) deemed to be an entity legally separate from the City, is governed by the City Commission and designated to be the CRA board. In 2001, the City created the CRA, pursuant to Sec. 163.330 et. seq., Florida Statutes, for the purpose of revitalizing and enhancing the City. The CRA's annual budget, contracts, grants and all other actions must be authorized directly by resolutions of the CRA board. In addition, the City has issued several loans to finance CRA projects and is financially responsible for the CRA. Therefore, for financial reporting purposes, the CRA is reported as if it were part of the City's operations and included within the City's reporting entity as a special revenue fund. The CRA is the City's only component unit and it issues separate financial statements as required by Florida Statutes.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Government-wide and fund financial statements:** The basic financial statements include both government-wide and fund financial statements. The government-wide statements focus on the City as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

The Government-wide financial statements (the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. They also distinguish between the governmental and business-type activities of the City. Governmental activities, which normally are financed through taxes and intergovernmental revenues, are reported separately from business-type activities, which are financed in whole or in part by fees charged to external parties.

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 charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment, including special assessments. General revenues consist of taxes and other items, not included among program revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**Measurement focus, basis of accounting and financial statement presentation:** The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash-flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers receivables collected within 60 days after year-end to be available and recognizes them as revenues of the current year. Expenditures are generally recorded when the related fund 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. General capital asset acquisitions are reported as expenditures in the governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Activities recorded in this fund include the preparation of the City's general service departments; street and highway maintenance; public safety; fixed charges; and, capital improvement costs not paid through other funds.

The Community Redevelopment Agency Fund includes activities of the City's blended component unit. It accounts for the tax increment financing revenues received from the county and other agencies for infrastructure improvements and rehabilitation of deteriorated properties within the City's boundary.

The Fire Rescue Fund is used to account for monies generated by a fire rescue assessment fee, which provides for fire rescue services, facilities and programs within the City.

The Grants Fund is used to account for revenues received from various grant programs. It accounts for activities related to the performance of grant fund programs for federal, state and locally funded programs.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the stormwater, solid waste/recycling and the building services funds are charges to customers for sales and services. Operating expenses for enterprise funds include the costs of services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

The City reports the following major proprietary funds:

The Stormwater Utility Fund accounts for the infrastructure and operations of stormwater management system, which is funded through user charges.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The Solid Waste/Recycling Fund accounts for the costs related to collection, disposal, and recycling efforts in the City. Fees are charged on all residential units and commercial property.

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

**Deposits and investments:** The City's pooled cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The City is authorized to invest in those instruments authorized by the Florida Statutes. Investments include the Local Government Surplus Funds Trust Fund. Investment in the Local Government Surplus Funds Trust Fund administered by the State Board of Administration is reported at its fair value of its position in the pool, which is the same as the value of the pool shares.

Resources of all funds have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is recorded as earned and is allocated monthly based upon equity of the respective funds.

For the purpose of the statement of cash flows, pooled cash and cash equivalents mean short term, highly liquid investments with an original maturity of three months or less. All investments are reported at fair value, based on quoted market prices.

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

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Receivables include amounts due from other governments and others for services provided by the City. Receivables are recorded and revenues are recognized as earned or as specific program expenditures/expenses are incurred based on the accounting basis required for that fund. Allowances for uncollectible receivables are based upon historical trends and the periodic aging of receivables.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Property taxes:** Property values are assessed as of January 1, of each year, at which time taxes becomes an enforceable lien on property. Tax bills are mailed by the Broward County Property Appraiser’s Office for the City on or about October 1 of each year, and are payable with discounts of up to 4% for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes.

Assessed values are established by the Broward County Property Appraiser. In November 1992, a Florida constitutional amendment was approved by the voters which provides for limiting the increases in homestead property valuation for ad valorem tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the City. Procedures for the collection of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2024.

State statutes permit municipalities to levy property taxes at a rate up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The tax levy of the City is established by the City Commission. The Broward County Property Appraiser then incorporates the City’s millage into the total tax levy, which includes the County, the County School Board, and other agency tax requirements. The millage rate assessed by the City for the year ended September 30, 2024 was 8.6 mills (\$8.6 per \$1,000 of taxable assessed valuation). Non ad valorem special assessments for the enterprise funds are separate and distinct from the ad valorem tax levy as these amounts are assessed to recover costs associated with providing services to the residents and businesses within the City.

**Restricted assets:** Assets of the City are reported as restricted due to requirements of bond/loan agreements, other externally imposed constraints, or by legislation. When both restricted and unrestricted resources are available for use, it is City policy to use unrestricted resources first, and then restricted resources as needed.

**Prepaid items:** Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items in the governmental fund financial statements are classified as nonspendable fund balance. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Capital assets:** Capital assets - property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Purchased or constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value rather than fair value at the date of donation.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized. Capital assets are depreciated using the straight line method over the following estimated useful lives:

Buildings	30 years
Infrastructure	20 - 50 years
Machinery, equipment, and vehicles	5 years

**Compensated absences:** It is City policy to permit employees to accrue earned but unused vacation and sick time. Effective June 2008 employees with 10 years of service receive 25% of their accumulated value of sick time and employees with 20 years of service receive 50% of their accumulated sick time value to be paid upon termination.

Accrued vacation time is paid at 100% to employees in accordance with the City’s policy. Each fiscal year an employee may elect to convert a minimum of ten (10) hours of accrued vacation leave time to cash out at a rate of 75% of its accrued value if the buy-back is requested between October 1 through October 31 of the applicable fiscal year in which such buy-back occurs and at a rate of 60% of its accrued value if the buy-back is requested between November 1 through September 30 of such fiscal year.

Vacation and sick pay benefits are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignation and retirements. In the case of proprietary funds financial statements, vested or accumulated vacation and sick leave, both current and non-current, is recorded as an expense and liability in the relevant proprietary fund as the benefits accrue to employees. No liability is recorded for non-vesting rights to personal leave.

**Long-term obligations:** In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt, and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs are reported as debt service expenditures.

**Deferred outflows of resources:** Represent a consumption of net position that applies to future periods.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Deferred inflows of resources:** Represent an acquisition of net assets that applies to future periods.

**Fund balance:** The City presents fund balance in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement requires that governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent.

The classifications used in the governmental fund financial statements are as follows:

**Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. “Not in spendable form” includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, as well as property acquired for resale.

**Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by resolution of the City Commission. The City Commission is the highest level of decision making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. These amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.

**Assigned:** This classification includes amounts that are constrained by the City’s intent to be used for a specific purpose but are neither restricted nor committed. The Commission has by resolution authorized the City Manager to assign fund balance. The Commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenues and appropriations in the subsequent year’s appropriated budget. Unlike commitments; assignments only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Unassigned:** This classification includes the residual fund balance for the General Fund. This classification 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. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

**Net position:** Net position of the government-wide and proprietary funds are categorized as net investment in capital assets, restricted or unrestricted. Net investment in capital assets is that portion of net position that relates to the City's capital assets reduced by accumulated depreciation and by any outstanding debt incurred to acquire, construct or improve those assets, excluding unexpended proceeds. Restricted net position is that portion of net position that has been restricted for general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation. Unrestricted net position consists of all net positions that do not meet the definition of either of the other two components.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position are available, the City considers restricted funds to have been spent first.

**Use of estimates:** The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

**Date of management review:** Subsequent events were evaluated through September 18, 2025, which is the date the financial statements were available to be issued.

The rest of this page was intentionally left blank

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 2 – DEPOSITS AND INVESTMENTS**

For accounting and investment purposes, the City maintains a cash and investment pool for use by all City funds. This gives the City the ability to invest large amounts of idle cash for short periods of time and to maximize earning potential. Income earned on pooled cash and investments is allocated to the respective funds based on average daily balances.

**Deposits:** In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Therefore, all amounts presented as deposits are insured or collateralized.

**Investments:** Florida Statutes, Chapter 218.415, authorize the City to establish its own investment policy by ordinance. The investment ordinance allows up to 100% investment in the following instruments, subject to maturity limitations: local government surplus trust fund (the "SBA"); Securities and Exchange Commission (the "SEC") registered money market funds with the highest quality rating from a nationally recognized rating agency; savings accounts and certificates of deposit in state-certified qualified public depositories; direct obligations of the U.S. Treasury; and, securities issued by federal agencies and instrumentalities. Up to 10% may be invested in common stocks, subject to quality restrictions.

The City is authorized to invest in obligations of the United States Treasury, its agencies, instrumentalities and the Local Government Surplus Funds Trust Fund administered by the State Board of Administration. The investments follow the investment rules defined in Florida Statutes Chapter 215. The investment policy defined in the statutes attempts to promote, through state assistance, the maximization of net investment earnings on invested surplus funds of local units of governments while limiting the risk to which the funds are exposed.

The City invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (the "State Pool"), and with the Florida Local Government Investment Trust (the "Investment Trust"). The State Pool is administered by the Florida State Board of Administration ("SBA"), who provides regulatory oversight. The Florida PRIME has adopted operating procedures consistent with the requirement for a 2a7-like fund. The City's investment in the Florida PRIME, money market instruments, and certificates of deposit are reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. The Investment Trust is reported at net asset value.

Per GASB 79, with regard to liquidity fees, Florida Statutes 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.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)**

The City had the following investments as of September 30, 2024:

Investment	Value	Maturities
Anthem Bank & Trust	\$ 2,245,967	Weighted average duration is 0.9 years
Florida PRIME	16,627	Weighted average days to maturity is 50 days
Florida Local Government Investment Trust	1,169,997	Weighted average duration is 1.43 years
	<b>\$ 3,432,591</b>	

Credit risk: The City's investment policy limits investments to the highest ratings issued by a nationally recognized statistical rating organization (NRSRO). The Florida PRIME is rated AAAM by Standard and Poor's. The Investment Trust is rated AAA.

**NOTE 3 – RECEIVABLES AND PAYABLES**

Receivables for the City's individual major funds and nonmajor funds at September 30, 2024, in aggregate, are comprised of the following amounts, net of allowances:

Receivables:	General Fund	Fire Rescue Fund	Grant Fund	Other Nonmajor Governmental Funds	Stormwater Fund	Solid Waste Fund	Total
Intergovernmental	\$ 457,699	\$ 117	\$ 4,789,508	\$ -	\$ 3,376,309	\$ 166	\$ 8,623,799
Business tax receipts	360,675	-	-	-	-	-	360,675
Alzheimer care	-	-	-	708,003	-	-	708,003
Emergency medical services	107,555	-	-	-	-	-	107,555
Fire inspections	-	597,212	-	-	-	-	597,212
Utilities	995,376	-	-	-	-	-	995,376
Miscellaneous	-	-	10,661	-	-	-	10,661
Gross receivables	1,921,305	597,329	4,800,169	708,003	3,376,309	166	11,403,281
Less allowance for uncollectibles:	(74,695)	(149,306)	-	-	-	-	(224,001)
Total receivables	\$ 1,846,610	\$ 448,023	\$ 4,800,169	\$ 708,003	\$ 3,376,309	\$ 166	\$ 11,179,280

For the year ended 9/30/2024, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement 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. For additional information, refer to the disclosures below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 3 – RECEIVABLES AND PAYABLES (CONTINUED)**

On 10/01/2021, Lauderdale Lakes, FL entered into a 258-month lease as Lessor for the use of Ordinance No. 09-14. An initial lease receivable was recorded in the amount of \$360,192. As of 09/30/2023, the value of the lease receivable is \$331,965.76. The lessee is required to make monthly fixed payments of \$1,695.96. The lease has an interest rate of 1.8820%. Lauderdale Lakes, FL recognized lease revenue of \$14,226 during the fiscal year.

Principal and Interest Expected to Maturity				
Governmental Activities				
Fiscal Year	Principal Payments	Interest Payments	Total Payments	
2024	\$ 14,226	\$ 6,125	\$	20,351
2025	14,496	5,855		20,351
2026	14,771	5,580		20,351
2027	15,052	5,300		20,352
2028	-	-		-
2029-2043	273,420	42,029		315,449
Total	\$ 331,965	\$ 64,889	\$	396,854

**The remainder of this page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 4 – CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2024 was as follows:

<b>Government Activities</b>	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balances</u>
<i>Capital Assets not being depreciated:</i>				
Land	\$ 21,497,779	\$ -	\$ -	\$ 21,497,779
Construction in Progress	2,008,695	108,239	1,925,423	191,511
Total capital assets not being depreciated	23,506,474	108,239	1,925,423	21,689,290
 <i>Capital Assets being depreciated:</i>				
Buildings	12,705,325	1,966,538	-	14,671,863
Machinery, Equipment, and Vehicles	4,867,449	487,884	4,410	5,350,923
Infrastructure	27,274,203	2,211,697	-	29,485,900
Total capital assets being depreciation	44,846,977	4,666,119	4,410	49,508,686
Total capital assets	68,353,451	4,774,358	1,929,833	71,197,976
 <i>Less Accumulated Depreciation:</i>				
Buildings	10,059,664	302,580	-	10,362,244
Machinery, Equipment, and Vehicles	2,776,715	522,967	4,410	3,295,272
Infrastructure	20,915,555	747,428	-	21,662,983
Total accumulated depreciation	33,751,934	1,572,975	4,410	35,320,499
Total capital assets being depreciated, net	11,095,043	3,093,144	-	14,188,187
Governmental activities Total capital assets, net	\$ 34,601,517	\$ 3,201,383	\$ 1,925,423	\$ 35,877,477

Depreciation was charged to governmental activities functions/programs of the City during the year ended September 30, 2024 as follows:

Governmental activities:	
General government	\$ 844,062
Culture and recreation	176,072
Public safety	193,910
Public works	271,937
Social services	45,847
Economic and physical environment	36,737
Total provision for depreciation - governmental activities	\$ 1,568,565

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 4 – CAPITAL ASSETS (CONTINUED)**

<b>Business-Type Activities</b>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<i>Capital Assets not being depreciated:</i>				
Construction in Progress	\$ 895,508	1,884,887	758,518	\$ 2,021,877
Total capital assets not being depreciated	895,508	1,884,887	758,518	2,021,877
<i>Capital Assets being depreciated:</i>				
Automobiles	447,534	-	-	447,534
Building / Building Improvements	343,480	-	-	343,480
Improvements Other than Building (Infrastructure)	76,190	-	-	76,190
Machinery and Equipment	1,204,315	112,097	-	1,316,412
Storm Drainage	1,542,042	24,980	-	1,567,022
Canals	8,476,568	2,482,725	134,971	10,824,322
Box Culverts	298,308	-	-	298,308
Total capital assets being depreciation	12,388,437	2,619,802	134,971	14,873,268
Total capital assets	13,283,945	4,504,689	893,489	16,895,145
<i>Less Accumulated Depreciation:</i>				
Automobiles	199,072	64,185	-	263,257
Building / Building Improvements	56,009	11,769	-	67,778
Improvements Other than Building (Infrastructure)	19,114	3,826	-	22,940
Machinery and Equipment	537,683	50,804	-	588,487
Storm Drainage	957,762	500	-	958,262
Canals	2,507,764	320,276	134,971	2,693,069
Box Culverts	244,673	4,518	-	249,191
Total accumulated depreciation	4,522,077	455,878	134,971	4,842,984
 Total capital assets being depreciated, net	 7,866,360	 2,163,924	 -	 10,030,284
 Business-type activities Total capital assets, net	 \$ 8,761,868	 \$ 4,048,811	 \$ 758,518	 \$ 12,052,161

Depreciation was charged to business-type activities functions/programs of the City during the year ended September 30, 2024 as follows:

Business-type activities:	
Enterprise-Stormwater	\$ 295,461
Enterprise-Solid waste	11,249
Enterprise-Building services	14,197
Total provision for depreciation - business-type activities	<u>\$ 320,907</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 5 – INTERFUND BALANCES, ADVANCES, AND TRANSFERS**

Interfund balances are necessary to offset short from cash needs due to various timing differences of expenditures and the receipt of budget monies.

**Advances from Community Redevelopment Agency:** The General Fund was previously the receipt of funds totaling \$2,568,031 from the CRA. The City and the CRA have entered into an agreement for repayment of these funds. The agreement requires annual payments of \$150,000 beginning January 2013 through 2025, at which time the remaining balance is due. No interest is due on the outstanding obligation. As of September 30, 2024, the remaining balance to be paid by the General Fund to the CRA was \$31 and is reflected as an advance in the accompanying balance sheet – governmental funds.

**Interfund Transfers:** Enterprise Funds and Non Major Funds transfer in lieu of services provided by the General Fund. There were no intended transfers during the year ended September 30, 2024.

**NOTE 6 – LONG-TERM LIABILITIES**

The following schedule details the City’s long-term liability and obligation activity for governmental and business-type activities for the year ended September 30, 2024:

	Balance October 1, 2023	Increases	Decreases	Balance September 30, 2024	Due Within One Year
<b>Government Activities:</b>					
Bond and notes payable					
General obligation debt	\$ 3,392,917	\$ -	\$ 1,263,041	\$ 2,129,876	\$ 571,453
Revenues bonds	8,129,064	-	853,145	7,275,919	878,418
Notes payables - CRA	1,393,032	-	1,393,032	-	-
Net lease liability	290,927	-	189,973	100,954	-
Net pension liability	556,289	-	142,445	413,844	-
Subscription liability	162,581	-	59,074	103,507	-
OPEB liability	531,873	177,779	-	709,652	-
Compensated absences payable	1,235,571	140,878	-	1,376,449	-
Total governmental activities	<u>\$ 15,692,254</u>	<u>\$ 318,657</u>	<u>\$ 3,900,710</u>	<u>\$ 12,110,201</u>	<u>\$ 1,449,871</u>
	Balance October 1, 2023	Increases	Decreases	Balance September 30, 2024	Due Within One Year
<b>Business-Type Activities:</b>					
Net lease liability	\$ 9,269	\$ 63,496	\$ -	\$ 72,765	\$ -
Net pension liability	147,874	-	37,865	110,009	-
Compensated absences payable	106,945	-	28,014	78,931	15,786
Total business-type activities	<u>264,088</u>	<u>63,496</u>	<u>65,879</u>	<u>261,705</u>	<u>15,786</u>
Total long-term debt	<u>\$ 15,956,342</u>	<u>\$ 382,153</u>	<u>\$ 3,966,589</u>	<u>\$ 12,371,906</u>	<u>\$ 1,465,657</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**General Obligation Bonds:** General obligation bonds provide funds for the acquisition and construction of major capital projects within a five year period. General obligation bonds are direct obligations and pledge of full faith and credit of the government. The total bonds approved and authorized by the voters was not to exceed \$15,000,000. General obligation bonds outstanding at year-end are as follows:

**2005 General Obligation Bonds (SunTrust Bank)**

The City previously issued \$6,697,503 of General Obligation Bonds, Series 2005 to finance various capital improvement projects throughout the City. Principal and interest are due semi-annually through January 2025. The Bonds bear interest at 3.84% and is secured and payable from a pledge of ad-valorem tax revenues. At September 30, 2024, the outstanding principal balance on the bonds were paid during the year.

**General Obligation Bond, Series 2007 (Bank of America)**

The City previously issued \$8,302,497 of General Obligation Bonds, Series 2007 to finance various capital improvement projects throughout the City. Principal and interest are due semi-annually through January 2028. The Bonds bear interest at 3.81% and are secured and payable from a pledge of ad-valorem tax revenues. At September 30, 2024, the outstanding principal balance of the bonds was \$2,129,876.

Annual debt service requirements of the City’s general obligation bonds are approximately as follows:

Year Ending September 30,	Principal	Interest
2025	571,453	75,772
2026	600,382	53,728
2027	630,777	30,567
2028	327,264	6,235
	\$ 2,129,876	\$ 166,302

**The remainder of this page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Revenue Bonds:**

**Refunding Revenue Bond, Series 2015 (BB&T)**

On April 1, 2021, the City entered into a loan agreement in the amount of \$3,308,200 for the purpose of refinancing and refunding of the FMLC Series 2025C Bonds. Principal; payments are due annually through April 2023 with interest payments due semi-annually at a rate of 3.07%. The loan is subject in all respects to the payment of obligations secured by a pledge of the City’s non-ad valorem revenues. At September 30, 2024, the outstanding principal balance was \$1,516,994.

Annual debt service requirements of the City’s revenue bond is as follows:

Year Ending September 30,	Principal	Interest
2025	230,100	46,234
2026	242,200	39,170
2027	248,900	31,735
2028	250,400	24,093
2029	261,700	16,406
2030-2033	283,694	8,710
	<u>\$ 1,516,994</u>	<u>\$ 166,348</u>

**Capital Improvement Revenue Bond 2022 (TRUIST)**

On July 15, 2022, the City entered into a loan agreement in the amount of \$7,000,000 for construction of a Fire Station and Community Center. Principal and interest payments are due annually through July 2032 at 2.970% interest rate. The loan is secured by the pledge of the City’s non-ad valorem revenues. At September 30, 2024, the outstanding balance was \$5,758,925.

Year Ending September 30,	Principal	Interest
2025	648,318	171,040
2026	667,573	151,785
2027	687,400	131,958
2028	707,815	111,542
2029	728,837	90,520
2030-2033	2,318,982	139,092
	<u>\$ 5,758,925</u>	<u>\$ 795,937</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Notes Payable:**

**SunTrust Bank CRA Line of Credit, Series 2010**

The City's CRA previously executed a line of credit agreement with SunTrust Bank for \$10,000,000 of which a total of \$6,296,815 was drawn upon. This line of credit bears interest at 5.10% per annum with principal and interest payable semi-annually through April 2025. As of September 30, 2024, the outstanding balance on the line-of-credit was paid during the year.

**SunTrust Bank CRA Line of Credit, Series 2009**

The City's CRA previously executed a line of credit agreement with SunTrust Bank for \$2,905,000. This line of credit bears interest at 4.21% per annum with semiannual principal and interest payment through June 2024. The line of credit was established to assist with CRA's portion of the joint project with Broward County for the construction of the Library and the Cultural Center. As of September 30, 2024, the outstanding balance on the line-of-credit was paid during the year.

As of September 30, 2024, the City has complied with all significant loan covenants and restrictions.

**Leases Payable**

For the year ended September 30, 2024, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement 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. For additional information, refer to disclosures on the following page.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCT8. An initial lease liability was recorded in the amount of \$13,211.73. As of September 30, 2024, the value of the lease liability was \$,3682. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,211.7 with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCXX. An initial lease liability was recorded in the amount of \$23,903.84. As of September 30, 2024, the value of the lease liability was \$6,804. The City is required to make monthly fixed payments of \$603. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$23,903.84 with accumulated amortization of \$20,053 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCXJ. An initial lease liability was recorded in the amount of \$23,544.29. As of September 30, 2024, the value of the lease liability was \$6,693. The City is required to make monthly fixed payments of \$593.93. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$23,544.29 with accumulated amortization of \$19,713 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCX9. An initial lease liability was recorded in the amount of \$23,544.29. As of September 30, 2024, the value of the lease liability was \$6,693. The City is required to make monthly fixed payments of \$593.93. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$23,544.29 with accumulated amortization of \$19,713 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCX2. An initial lease liability was recorded in the amount of \$18,607.33. As of September 30, 2024, the value of the lease liability was \$5,263. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$18,607.33 with accumulated amortization of \$15,220 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCWT. An initial lease liability was recorded in the amount of \$18,607. As of September 30, 2024, the value of the lease liability was \$5,263. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$18,607.33 with accumulated amortization of \$15,220 which is included with the vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCWS. An initial lease liability was recorded in the amount of \$18,166.52. As of September 30, 2024, the value of the lease liability was \$5,113. The City is required to make monthly fixed payments of \$458.27. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$18,166.52 with accumulated amortization of \$14,836 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCWQ. An initial lease liability was recorded in the amount of \$18,607.33. As of September 30, 2024, the value of the lease liability was \$5,263. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$18,607.33 with accumulated amortization of \$15,220 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCWN. An initial lease liability was recorded in the amount of \$18,048.78. As of September 30, 2024, the value of the lease liability was \$5,098. The City is required to make monthly fixed payments of \$455.30. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$18,048.78 with accumulated amortization of \$14,726 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCW7. An initial lease liability was recorded in the amount of \$15,973.55. As of September 30, 2024, the value of the lease liability was \$4,485. The City is required to make monthly fixed payments of \$402.95. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$15,973.55. with accumulated amortization of \$13,011 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCTS. An initial lease liability was recorded in the amount of \$13,211. As of September 30, 2024, the value of the lease liability was \$3,682. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,211.73. with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCTJ. An initial lease liability was recorded in the amount of \$13,220.45. As of September 30, 2024, the value of the lease liability was \$3,685. The City is required to make monthly fixed payments of \$333.50. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,220.45. with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCTD. An initial lease liability was recorded in the amount of \$13,211.73. As of September 30, 2024, the value of the lease liability was \$3,682. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,211.73. with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCSW. An initial lease liability was recorded in the amount of \$13,211. As of September 30, 2024, the value of the lease liability was \$3,682. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,211.73. with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

On October 01, 2022, the City entered into a 40-month lease as lessee for the use of vehicle #23TCS9. An initial lease liability was recorded in the amount of \$13,211.73. As of September 30, 2024, the value of the lease liability was \$3,682. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$13,211.73. with accumulated amortization of \$10,779 which is included with the vehicles on the lease class activities table found below.

On October 01, 2021, the City entered into a 40-month lease as lessee for the use of vehicle #23G6D6. An initial lease liability was recorded in the amount of \$17,554.72. As of September 30, 2024, the value of the lease liability was approximately 3,600. The City is required to make monthly fixed payments of \$402.95. The lease has an interest rate of 0.5550%. The vehicles were estimated to have a useful life of 31 months as of the contract commencement. The value of the right-to-use asset as of September 30, 2024 was \$0 with accumulated amortization of \$0 which is included with the vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCTD. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$8,816. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with the vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCT8. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$8,816. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCT5. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$3,408. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCS9. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$3,409. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCSW. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$3,408. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 45-month lease as lessee for the use of vehicle #23TCTJ. An initial lease liability was recorded in the amount of \$14,846.08. As of September 30, 2024, the value of the lease liability is \$3,411. The City is required to make monthly fixed payments of \$333.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 1, 2021, the City entered into a 48-month lease as lessee for the use of vehicle #23TCXX. An initial lease liability was recorded in the amount of \$23,725.06. As of September 30, 2024, the value of the lease liability is \$6,387. The City is required to make monthly fixed payments of \$557.12. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23TCWN. An initial lease liability was recorded in the amount of \$19,965.19. As of September 30, 2024, the value of the lease liability is \$4,964. The City is required to make monthly fixed payments of \$458.28. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23TCWT. An initial lease liability was recorded in the amount of \$20,449.21. As of September 30, 2022, the value of the lease liability is \$4,852. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23TCWS. An initial lease liability was recorded in the amount of \$19,964.76. As of September 30, 2024, the value of the lease liability is \$4,730. Lauderdale Lakes, FL is required to make monthly fixed payments of \$458.27. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23TCWQ. An initial lease liability was recorded in the amount of \$20,449.21. As of September 30, 2024, the value of the lease liability is \$4,852. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23TCX2. An initial lease liability was recorded in the amount of \$20,449.21. As of September 30, 2024, the value of the lease liability is \$4,852. The City is required to make monthly fixed payments of \$469.39. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 1, 2021, the City entered into a 44-month lease as lessee for the use of vehicle #23FG4V. An initial lease liability was recorded in the amount of \$26,290.90. As of September 30, 2024, the value of the lease liability is \$8,816. The City is required to make monthly fixed payments of \$603.48. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$0 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 49-month lease as lessee for the use of vehicle #23FGVS. An initial lease liability was recorded in the amount of \$22,145.86. As of September 30, 2024, the value of the lease liability is \$5,230. The City is required to make monthly fixed payments of \$456.99. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$5,658 with accumulated amortization of \$16,941 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 48-month lease as lessee for the use of vehicle #23FGW9. An initial lease liability was recorded in the amount of \$16,204.26. As of September 30, 2024, the value of the lease liability is \$3,770. The City is required to make monthly fixed payments of \$341.27. The lease has an interest rate of 0.5550%. The value of the right to use asset as of September 30, 2024 of \$7,257 with accumulated amortization of \$12,077 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 59-month lease as lessee for the use of vehicle #255KPW. An initial lease liability was recorded in the amount of \$3,559.84. As of September 30, 2024, the value of the lease liability is \$378. The City is required to make monthly fixed payments of \$61.38. The lease has an interest rate of 0.7120%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$825 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 59-month lease as lessee for the use of vehicle #25J9H6. An initial lease liability was recorded in the amount of \$34,446.85. As of September 30, 2024, the value of the lease liability is \$6,197. The City is required to make monthly fixed payments of \$556.89. The lease has an interest rate of 0.7120%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$13,604 with accumulated amortization of \$14,086 which is included with vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 1, 2021, the City entered into a 56-month lease as lessee for the use of vehicle #25T7NF. An initial lease liability was recorded in the amount of \$2,962. As of September 30, 2024, the value of the lease liability is \$300. The City is required to make monthly fixed payments of \$57.17. The lease has an interest rate of 3.4450%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$800 with accumulated amortization of \$152 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 57-month lease as lessee for the use of vehicle #255ZZK. An initial lease liability was recorded in the amount of \$4,765.92. As of September 30, 2024, the value of the lease liability is \$300. The City is required to make monthly fixed payments of \$90.50. The lease has an interest rate of 3.4450%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$713 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 61-month lease as lessee for the use of vehicle #258XVH. An initial lease liability was recorded in the amount of \$29,297.90. As of September 30, 2024, the value of the lease liability is \$5,409. The City is required to make monthly fixed payments of \$488.89. The lease has an interest rate of 0.7120%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$11,051 with accumulated amortization of \$13,069 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 59-month lease as lessee for the use of vehicle #255KQH. An initial lease liability was recorded in the amount of \$3,571.44. As of September 30, 2024, the value of the lease liability is \$381. The City is required to make monthly fixed payments of \$61.58. The lease has an interest rate of 0.7120%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$718 with accumulated amortization of \$0 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 46-month lease as lessee for the use of vehicle #23FGXF. An initial lease liability was recorded in the amount of \$15,026.81. As of September 30, 2024, the value of the lease liability is \$3,052. The City is required to make monthly fixed payments of \$330.08. The lease has an interest rate of 0.5550%. The vehicles' estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$3052 with accumulated amortization of \$12,245 which is included with vehicles on the lease class activities table found below.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

On October 1, 2021, the City entered into a 49-month lease as lessee for the use of vehicle #23FG3G. An initial lease liability was recorded in the amount of \$28,719.01. As of September 30, 2024, the value of the lease liability is \$6,708. The City is required to make monthly fixed payments of \$592.63. The lease has an interest rate of 0.5550%. The vehicles’ estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$7,257 with accumulated amortization of \$21,810 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 49-month lease as lessee for the use of vehicle #23FG25. An initial lease liability was recorded in the amount of \$24,517.02. As of September 30, 2024, the value of the lease liability is \$5,807. The City is required to make monthly fixed payments of \$505.92. The lease has an interest rate of 0.5550%. The vehicles’ estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$3,789 with accumulated amortization of \$18,796 which is included with vehicles on the lease class activities table found below.

On October 1, 2021, the City entered into a 49-month lease as lessee for the use of vehicle #23FG2G. An initial lease liability was recorded in the amount of \$28,719.01. As of September 30, 2024, the value of the lease liability is \$6,708. The City is required to make monthly fixed payments of \$592.63. The lease has an interest rate of 0.5550%. The vehicles’ estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of September 30, 2024 of \$6,282 with accumulated amortization of \$21,733 which is included with vehicles on the lease class activities table found below.

Amount of Lease Assets by Major Classes of Underlying Asset

As of Fiscal Year-end

9/30/2024

Asset Class	Lease Asset Value	Accumulated Amortization
Vehicles	472,218	196,099
Total Leases	\$ 472,218	\$ 196,099

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued)**

Principal and Interest Requirements to Maturity

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 122,388	\$ 769	\$ 123,157
2026	42,378	173	42,551
2027	3,412	20	3,432
Total	<u>\$ 168,178</u>	<u>\$ 962</u>	<u>\$ 169,140</u>

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 3,980	\$ 19	\$ 3,999
2026	1,332	2	1,334
Total	<u>\$ 5,312</u>	<u>\$ 21</u>	<u>\$ 5,333</u>

**Subscriptions Payable**

For the year ended September 30, 2024, the financial statements include the adoption of GASB 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement 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 disclosures on the following page.

**The remainder of the page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 6 – LONG-TERM LIABILITIES (CONTINUED)**

**Subscriptions Payable (Continued)**

Amount of Subscription Assets by Major Classes of Underlying Asset  
As of Fiscal Year-end 2024

Asset Class		
Software	\$ 245,701	\$ 48,434
Total Subscriptions	<u>\$ 245,701</u>	<u>\$ 48,434</u>

Principal and Interest Requirements to Maturity

Fiscal Year	<u>Governmental Activities</u>		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 52,420	\$ 3,589	\$ 56,009
2026	34,414	1,936	36,350
2027	24,660	850	25,510
Total	<u>\$ 111,494</u>	<u>\$ 6,375</u>	<u>\$ 117,869</u>

**NOTE 7 – RISK MANAGEMENT**

The City is exposed to various risks of loss related to tort, theft, and destruction of assets, error and omission, injury to employees, and natural disasters. The City carries commercial insurance to mitigate the loss related to these risks. There were no significant reductions in insurance coverage from the prior year. Settled claims resulting from such risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**NOTE 8 – COMMITMENTS, CONTINGENCIES, AND UNCERTAINTIES**

**Significant Agreements:** The City previously entered into an agreement with the Broward Sheriff Office (“BSO”) to provide public safety services through September 30, 2024, with a renewal option for one additional five year term upon mutual agreement of the parties. The agreement may be terminated upon default or if written notice of ninety days is given by either party. The City budgeted approximately \$9,885,786 due in monthly installments for Police services and \$10,971,990 for Fire Rescue for the year ended September 30, 2024 to be provided for under this agreement. For the year ending September 30, 2024, the City has budgeted approximately \$20,857,776 for public safety services under this agreement.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 8 – COMMITMENTS, CONTINGENCIES, AND UNCERTAINTIES**  
**(CONTINUED)**

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

**Contingencies:** The City is a defendant in various lawsuits. The outcome of these lawsuits cannot presently be determined. In the opinion of the City Attorney, the resolution of these matters will not have a material adverse impact to the financial condition of the City.

The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closing of businesses resulting in high unemployment. It continues to impact the City and its residents. The ongoing effects are uncertain and cannot be reasonably estimated at this time.

**NOTE 9 – NEW ACCOUNTING PRONOUCEMENTS**

The City evaluated the significance and relevance for implementation of the following Governmental Accounting Standards Board (GASB) Statements during the fiscal year ended September 30, 2024.

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

A brief description of new accounting pronouncements that might have a significant impact on the City's financial statements is presented below. Management is currently evaluating the impact of the adoption of these pronouncements on the City's financial statements.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement will provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a *concentration* as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A *constraint* is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 9 – NEW ACCOUNTING PRONOUCEMENTS (CONTINUED)**

revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The disclosure should include descriptions of the following:

- The concentration or constraint
- Each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements
- Actions taken by the government prior to the issuance of the financial statements to mitigate the risk.

This Statement is effective for the fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

In April 2024, the GASB issued Statement No. 103, Financial Reporting Model Improvements. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement is effective for the fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

In September 2024, the GASB issued Statement No. 104, Disclosure of Certain Capital Assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM**

General Information: As provided by Chapters 121 and 112, Florida Statutes, the Florida Retirement System (“FRS”) provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan (“Pension Plan”) and the Retiree Health Insurance Subsidy (“HIS Plan”). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature. As of September 30, 2019, the FRS and HIS Plans are closed to new employees. The City’s net pension liability is related to all participating employees prior to January 1, 1996.

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

[https://www.dms.myflorida.com/workforce\\_operations/retirement/employers/contribution\\_rates](https://www.dms.myflorida.com/workforce_operations/retirement/employers/contribution_rates)

**Pension Plan**

**Plan Description:** The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (“DROP”) for eligible employees.

**Benefits Provided:** City employees hired prior to January 1, 1996; participate in one of the State of Florida Retirement System (the “FRS”) plans. The FRS was established in 1970, by consolidating several employee retirement systems. All eligible employees, as defined by the State of Florida, who were hired after 1970 and those employed prior to 1970 that elect to be enrolled, are covered by the System.

Eligible members of the Investment Plan are vested after one year of service and are directed to choose their investment product with a third party administrator selected by the Florida State Board of Administration.

The FRS funding policy provides for monthly employer contributions at actuarially determined rates that, expressed as percentage of annual coverage payroll, as adequate to accumulate sufficient assets to pay benefits when due based upon plan assumptions. Employer contribution rates are established by state law as a percentage of payrolls. Employer contribution rates are determined using the entry-age actuarial cost method. The consulting actuary recommends rates based on the annual valuation, but actual contribution rates are established by the Florida Legislature.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

Employees participating in the Pension Plan have their benefits computed on the basis of age, average final compensation and service credit. Benefits under the Pension Plan vest after six years of service. Employees who retire at or after age 62, with ten years of credited service, are entitled to an annual retirement benefit, payable monthly for life. A post-retirement health insurance subsidy is also provided to eligible retired employees through the FRS defined benefits retirement plan.

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers' class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

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

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**Pension Plan (Continued)**

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

**Contributions:** Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2020 through June 30, 2021 and from July 1, 2021 through September 30, 2021, respectively, were as follows:

Regular - 8.47% and 8.28%; Special Risk Administrative Support – 35.84% and 22.73%; Senior Management Service - 27.29% and 25.57%; Elected Officers’ – 49.18% and 40.91%; and DROP participants - 16.98% and 15.32%.

These employer contribution rates do not include 1.66% HIS Plan subsidy and the fee of .06 for administration of FRS plan for the periods October 1, 2020 through September 30, 2024.

The City’s contributions, including employee contributions, to the Pension Plan totaled \$50,447 for the fiscal year ended September 30, 2024.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:** At September 30, 2024, the City reported a liability of \$302,578 for its proportionate share of the Pension Plan’s 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 June 30, 2024. The City’s proportion of the net pension liability was based on a projection of the City’s 2023-2024 fiscal year contributions relative to the 2022-23 fiscal year contributions of all participating members. At June 30, 2024, the City’s proportion was .000891%, which was a decrease from .001212% from its proportion measured as of June 30, 2023.

For the year ended September 30, 2024, the City recognized pension expense of \$2,937. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**Pension Plan (Continued)**

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 34,817	\$ -
Change in assumptions	47,235	-
Net difference between projected and actual earnings on pension plan investments	-	22,906
Change in proportion and differences between City pension plan contributions and proportionate share of contributions	3,887	164,237
City pension plan contributions subsequent to the measurement date	12,151	-
Total	<u>\$ 98,090</u>	<u>\$ 187,143</u>

City contributions subsequent to the measurement date of the net pension/OPEB liability/collective net pension/OPEB liability but before the end of the employer's contributing entity's reporting period will be recognized as a reduction of the net pension/OPEB liability or collective net pension /OPEB liability in the subsequent fiscal period rather than in the current fiscal period.

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

Fiscal Year Ending September 30,	Deferred Inflows (Outflows), net
2025	\$ 30,001
2026	27,620
2027	25,863
2028	20,012
2029	3,839
Thereafter	-
Total	<u>\$ 107,335</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**Pension Plan (Continued)**

**Actuarial Assumptions** - The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation

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

The actuarial assumptions that determined the total pension liability as of June 30, 2024 were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

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

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.1%
Fixed Income	29.0%	5.7%	5.6%	3.9%
Global Equity	45.0%	8.6%	7.0%	18.2%
Real Estate	12.0%	8.1%	6.8%	16.6%
Private Equity	11.0%	12.4%	8.8%	28.4%
Strategic Investments	2.0%	6.6%	6.2%	8.7%
Total	<u>100.0%</u>			
Assumed Inflation - Mean			2.4%	1.5%

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

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**Pension Plan (Continued)**

*Discount Rate:* The discount rate used to measure the total pension liability was 6.70 percent. The Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculation the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the City’s proportion share of the net pension liability to changes in the discount rate - The following presents the City’s proportionate share of the net pension liability calculated using the discount rate of 6.70 percent, 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 (5.70 percent) or 1-percentage-point higher (7.70 percent) than the current rate:

	1% Decrease 5.70%	Current Discount Rate 6.70%	1% Increase 7.70%
City's proportionate share of the net pension liability for FRS	\$ 606,386	\$ 302,578	\$ 144,657

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

**HIS Plan:**

**Plan Description:** The HIS Plan is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist retirees of State- administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

**Benefits Provided:** For the fiscal year ended September 30, 2024, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$ 30 and a maximum HIS payment of \$ 150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

**Contributions:** The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2024, the HIS contribution for the period October 1, 2023 through September 30, 2024 was 1.66%. The City contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**HIS Plan (Continued)**

HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The City’s contributions to the HIS Plan totaled \$10,115 for the fiscal year ended September 30, 2024.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:** At September 30, 2024, the City reported a liability of \$ 179,221 for its proportionate share of the HIS Plan’s 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 based on the City’s 2023-2024 fiscal year contributions relative to the 2018-2020 fiscal year contributions of all participating members. At June 30, 2024, the City’s proportionate share was .001195%, which was an increase from .000198% from its proportionate share measured as of June 30, 2023.

For the fiscal year ended September 30, 2024, the City recognized pension income of \$13,280. In addition, the City reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 1,731	\$ 344
Change in assumptions	3,172	21,217
Net difference between projected and actual earnings on pension plan investments	-	65
Change in proportion and differences between City pension plan contributions and proportionate share of contributions	1,288	83,694
City pension plan contributions subsequent to the measurement date	2,294	-
Total	<u>\$ 8,485</u>	<u>\$ 105,320</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**HIS Plan (Continued)**

Contributions made to the HIS Plan after the measurement date of the net pension/OPEB liability/collective net pension/OPEB liability but before the end of the employer's contributing entity's reporting period will be recognized as a reduction to the net pension/OPEB liability or collective net pension/OPEB liability in the subsequent fiscal period rather than in the current fiscal period.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Deferred Inflows (Outflows), net
2025	\$ 15,357
2026	17,319
2027	15,820
2028	13,375
2029	7,074
Thereafter	-
Total	<u>\$ 68,945</u>

Actuarial Assumptions: Actuarial valuations for the HIS program are conducted biennially. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation

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

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 municipal rate used to determine total pension liability is 3.65%.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 10 – FLORIDA RETIREMENT SYSTEM (CONTINUED)**

**HIS Plan (Continued)**

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

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

	1% Decrease 2.65%	Current Discount Rate 3.65%	1% Increase 4.65%
City's proportionate share of the net pension liability for HIS	\$ 216,463	\$ 179,221	\$ 167,587

The Summary of FRS Pension Expense (Income)/Expenditure, Deferred Outflows /Inflows of Resources related to the City Pension and Health Insurance Subsidy is as follows:

Description FRS/HIS Pension	Total
Deferred Outflows	\$ 106,575
Deferred Inflows	292,463
Net Pension Liability	523,853
Pension Income	(10,343)

**NOTE 11 – DEFINED CONTRIBUTION PLANS**

**John Hancock:** The John Hancock plan is a defined contribution plan created pursuant to Section 401(a) of the Internal Revenue Code and City Ordinance 98-78. The plan is administered by Benefits Outsource, Inc., a third party administrator. All employees are eligible to participate in the plan, subject to the specified employment period. Participants hired prior to October 1, 2007 are vested after one year of continuous service and may elect, but are not required, to contribute up to an amount not to exceed amounts allowable by law. Employees hired on or after October 1, 2007, vest at the rate of 20% per year and are fully vested after five years. The City contributes an amount that is determined as part of the budgetary process.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 11 – DEFINED CONTRIBUTION PLANS (CONTINUED)**

**ICMA:** The City sponsors a defined contribution plan which was created in accordance with the Internal Revenue Code, Section 401(a). The plan was created pursuant to City Ordinance 98-97. The plan covers all professional and managerial employees hired after January 1, 2008. Members vest at 20% per year and are fully vested after five years. The City contributes an amount that is determined as part of the budgetary process each fiscal year. Participants may elect to contribute an amount not to exceed the amount allowable by law.

The City Commission may amend the provisions of the plans, which are held in trust for the exclusive benefit of the participants and their beneficiaries. Consequently, the City has no fiduciary responsibility and does not include the plan assets in its financial statements. For fiscal year ending September 30, 2024, the City's contributions to both plans totaled approximately \$600,000.

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS**

In June 2015, the GASB issued Statement No. 74 *Financial Reporting for Post- Employment Benefit Plans Other than Pension Plans* and GASB Statement No. 75 *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions* which replaces GASB statement No. 43 and 45 as amended and No. 57, *OPEB Measurements by Agent-Employer and Agent Multiple-Employer Plans*.

**Plan Description and Funding Policy:** Employees who retire from the City and their dependents are eligible to continue to participate ("single employer plan") in the City's health insurance plan currently offered through the City at the "blended" employee group rate which, is determined annually by the City. The retiree must continue to meet all participation requirements and pay all applicable premiums by the specified due date. As of October 1, 2019 (date of the latest actuarial valuation) there was no inactive employee or beneficiary currently receiving benefits and 88 active employees. Retirees must contribute 100% of the applicable health insurance premium charged by the carrier, there are no minimum required employer contributions.

The City provides no funding for any portion of the premiums after retirement. However, 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. The plan is not accounted for as a trust fund and an irrevocable trust has not been established to fund this plan. The plan does not issue a separate financial report. It is the City's current policy to fund the plan on a "pay-as-you-go" basis from the General Fund.

**The remainder of the page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)**

**Actuarial Methods:** Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Although the valuation results are based on values the actuarial consultant believes are reasonable assumptions, the valuation result is only an estimate of what future costs may actually be and reflect a long-term perspective. Deviations in any of several factors, such as future interest rate discounts, medical cost inflation, Medicare coverage risk, and changes in marital status, could result in actual costs being greater or less than estimated.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer plan members to the point. The actuarial methods and assumptions used include techniques that are designed to reduce those effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following table provides information concerning actuarial methods and assumptions:

Valuation date:	October 1, 2022
Measurement date:	September 30, 2024
Discount rate:	4.91% per annum
Salary increases:	3.00% per annum
Healthcare costs trend rates:	Increases area assumed to be 7.50% fpr 2023/2024 graded down by 0.50% per year to 5.00% for 2028/2029 and later fiscal year
Cost-of-living increases:	Assumed to increase with the healthcare cost trend rates
Age-related morbidity:	Assumed to increase at the rate of 3.50% for each year of age
Mortality basis:	Sex-distinct rates set forth in the PUB-2010 Mortality Table, with full generational improvements in mortality using Scale MP-2020

**Funded Status and Funding Progress:** The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)**

The schedule of funding progress, which is presented as required supplementary information following the notes to the financial statements, highlights multi-year trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial liabilities for benefits.

Total OPEB Liability: The City’s total OPEB liability of \$531,873 was measured as of September 30, 2024, and was determined by the actuarial valuation on October 1, 2023.

Changes in the Total OPEB Liability:

Net OPEB Liability as fo September 30, 2023	\$ 531,873
Plus OPEB expenses 2023/24	79,807
Minus employer contributions for the 2023/24 fiscal year	-
Plus changes in balance of deferred outflows of resources	117,497
Minus change in balance of deferred inflow of resources	(19,525)
Net OPEB Liability as fo September 30, 2024	\$ 709,652

Fiduciary net position as a total of OPEB liability	N/A
Covered payroll	\$ 6,012,109
OPEB liability as a % of covered payroll	11.80%

**Sensitivity Analysis:** The following presents the net OPEB liability of the City, calculated using the discount rate of 4.06%, as well as what the City of Lauderdale Lakes, Florida's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.06%) or 1 percentage point higher (5.06%) than the current rate:

	1% Decrease 3.06%	Current 4.06%	1% Increase 5.06%
Net OPEB Liability	\$ 775,032	\$ 706,652	\$ 651,223

The following presents the net OPEB liability of the City, calculated using the current healthcare cost trend rates as well as what the City's net OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates.

	1% Decrease 4.00%	7.00% graded down to 5.00%	1% Increase 6.00%
Net OPEB Liability	\$ 623,719	\$ 709,652	\$ 812,974

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)**

**OPEB Expenses and deferred outflow of resources and deferred inflows of resources related to OPEB:**

For the year ended September 30, 2024, the City recognized OPEB expense of \$79,807. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Outflows of Resources
Balance as of September 30, 2023	\$ 1,396	\$ 255,100
Change due to:		
Amortization payments	(11,007)	(34,023)
Investing gain/loss	-	-
Demographic gain/loss	-	53,548
Assumption changes	128,504	-
Total change	117,497	19,525
Balance as of September 30, 2024	<u>\$ 118,893</u>	<u>\$ 274,625</u>

**The remainder of the page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to Financial Statements**  
**September 30, 2024**

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS (CONTINUED)**

Amortization schedule for deferred outflows and inflows of resources:		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Balance as of September 30, 2024	\$ 118,893	\$ 274,625
Amount recognized in the 2024/25 OPEB expense:		
Investment gain/loss	-	-
Demographic gain/loss	-	23,840
Assumption changes	11,007	10,183
Total	11,007	34,023
Balance as of September 30, 2025	107,886	240,602
Amount recognized in the 2025/26 OPEB expense:		
Investment gain/loss	-	-
Demographic gain/loss	-	23,840
Assumption changes	11,007	10,183
Total	11,007	34,023
Balance as of September 30, 2026	96,879	206,579
Amount recognized in the 2026/27 OPEB expense:		
Investment gain/loss	-	-
Demographic gain/loss	-	23,840
Assumption changes	11,007	10,183
Total	11,007	34,023
Balance as of September 30, 2027	85,872	172,556
Amount recognized in the 2027/28 OPEB expense:		
Investment gain/loss	-	-
Demographic gain/loss	-	23,840
Assumption changes	11,007	10,183
Total	11,007	34,023
Balance as of September 30, 2028	74,865	138,533
Amount recognized in the 2028/29 OPEB expense:		
Investment gain/loss	-	-
Demographic gain/loss	-	23,840
Assumption changes	10,879	10,183
Total	10,879	34,023
Balance as of September 30, 2029	\$ 63,986	\$ 104,510



This page left blank intentionally

# REQUIRED SUPPLEMENTARY INFORMATION



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**General Fund**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Ad Valorem Tax	12,342,460	12,342,460	12,473,409	130,949
Sales & Use Tax	5,219,160	5,219,160	5,214,941	(4,219)
Franchise Fees	3,575,365	3,575,365	3,942,678	367,313
Utility Tax	3,139,440	3,139,440	3,526,951	387,511
Permits/Licenses/Inspection	1,062,000	1,062,000	454,163	(607,837)
Fines and Forfeitures	250,000	250,000	1,385,277	1,135,277
Intergovernmental Revenue	50,000	50,000	29,813	(20,187)
Charges for Services	1,576,441	1,576,441	2,085,669	509,228
Investment Income	600,000	600,000	388,143	(211,857)
Miscellaneous Revenue	1,207,897	1,207,897	1,285,312	77,415
Total Revenues	29,022,763	29,022,763	30,786,356	1,763,593
<b>EXPENDITURES</b>				
Current:				
<b>General Government:</b>				
Mayor and Commission	378,034	378,034	297,032	81,002
City Attorney	532,000	532,000	881,618	(349,618)
City Clerk	451,014	450,796	367,410	83,386
City Manager	1,022,884	1,026,384	852,539	173,845
Development Services	487,115	487,115	349,137	137,978
Financial Services	1,842,250	1,845,250	1,452,691	392,559
General Administration	5,696,252	5,700,897	4,408,063	1,292,834
Human Resources & Risk Mgmt.	373,647	378,647	360,141	18,506
Advisory Boards	40,020	40,020	17,660	22,360
Total General Government	10,823,216	10,839,143	8,986,291	1,852,852
<b>Public Safety:</b>				
Police	9,885,786	9,751,987	8,770,275	981,712
Fire/EMS	3,618,440	3,618,440	3,055,910	562,530
Code Enforcement	710,156	710,665	577,439	133,226
Total Public Safety	14,214,382	14,081,092	12,403,624	1,677,468
<b>Public Works:</b>				
Maintenance	2,774,128	2,678,572	2,360,224	318,348
Total Public Works	2,774,128	2,678,572	2,360,224	318,348
<b>Parks and Human Services:</b>				
Culture and Recreation	2,982,252	2,958,357	2,503,842	454,515
Social Services	301,920	301,920	115,275	186,645
Total Parks and Human Services	3,284,172	3,260,277	2,619,117	641,160
<b>Capital outlay:</b>				
Total Capital Outlay	229,500	470,814	384,643	(86,171)

See notes to the budgetary required supplementary information

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**General Fund (Continued)**  
**For the Fiscal Year Ended September 30, 2024**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
<b>Debt service:</b>				
Principal	1,229,085	1,229,085	841,524	387,561
Interest and fiscal charges	-	-	227,273	(227,273)
Total debt service	<u>1,229,085</u>	<u>1,229,085</u>	<u>1,068,797</u>	<u>160,288</u>
Total expenditures	<u>32,377,524</u>	<u>32,377,524</u>	<u>27,936,088</u>	<u>4,441,436</u>
Excess (deficiency) of revenues over expenditures	(3,354,761)	(3,354,761)	2,844,268	(2,683,843)
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	(5,958,000)	(5,958,000)	(2,734,316)	3,223,684
Appropriated fund balance	9,312,761	9,312,761	-	(9,312,761)
Total other financing sources (uses)	<u>3,354,761</u>	<u>3,354,761</u>	<u>(2,734,316)</u>	<u>(6,089,077)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,952</u>	<u>\$ (8,772,920)</u>

**The remainder of the page was left blank intentionally**

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**Fire Rescue Fund**  
**For the Fiscal Year Ended September 30, 2024**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Special assessments	\$ 6,817,050	\$ 6,817,050	\$ 6,626,587	\$ (190,463)
Charges for services	575,000	575,000	393,044	(181,956)
Miscellaneous	11,500	11,500	5,578	(5,922)
Total revenues	<u>7,403,550</u>	<u>7,403,550</u>	<u>7,025,209</u>	<u>(378,341)</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Fire safety	<u>7,403,550</u>	<u>7,403,550</u>	<u>7,132,627</u>	<u>270,923</u>
Total public safety	<u>7,403,550</u>	<u>7,403,550</u>	<u>7,132,627</u>	<u>270,923</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (107,418)</u>	<u>\$ (107,418)</u>

See notes to the budgetary required supplementary information

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**Grants Fund**  
**For the Fiscal Year Ended September 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ -	\$ -	\$ 7,168	\$ 7,168
Governmental grants	5,704,143	5,704,143	2,684,416	(3,019,727)
Total revenues	<u>5,704,143</u>	<u>5,704,143</u>	<u>2,691,584</u>	<u>(3,012,559)</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>General Government:</b>				
General administration	5,704,143	5,704,143	158,753	5,545,390
Total general government	<u>5,704,143</u>	<u>5,704,143</u>	<u>158,753</u>	<u>5,545,390</u>
<b>Public Safety:</b>				
Police	-	-	9,853	(9,853)
Total public safety	<u>-</u>	<u>-</u>	<u>9,853</u>	<u>(9,853)</u>
<b>Parks and Human Services:</b>				
Culture and recreation	-	-	118,283	(118,283)
Social services	-	-	342,294	(342,294)
Total public safety	<u>-</u>	<u>-</u>	<u>460,577</u>	<u>(460,577)</u>
Total expenditures	<u>5,704,143</u>	<u>5,704,143</u>	<u>629,183</u>	<u>5,074,960</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,062,401</u>	<u>\$ 2,062,401</u>

See notes to the budgetary required supplementary information

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**Community Redevelopment Agency Fund**  
**For the Fiscal Year Ended September 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Ad valorem taxes	\$ 5,411,607	\$ 5,411,607	\$ 5,355,830	\$ (55,777)
Investment income	294,000	294,000	274,467	(19,533)
Miscellaneous	-	-	114,112	114,112
Total revenues	<u>5,705,607</u>	<u>5,705,607</u>	<u>5,744,409</u>	<u>38,802</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Physical Environment:</b>				
Total physical environment	16,240,002	16,240,002	832,286	15,407,716
<b>Capital Outlay:</b>				
Total physical environment	3,473,105	3,473,105	965,123	2,507,982
<b>Debt service:</b>				
Principal	931,446	931,446	1,393,031	(461,585)
Interest and fiscal charges	-	-	36,214	(36,214)
Total debt service	<u>931,446</u>	<u>931,446</u>	<u>1,429,245</u>	<u>(497,799)</u>
Total expenditures	<u>20,644,553</u>	<u>20,644,553</u>	<u>3,226,654</u>	<u>17,417,899</u>
Excess (deficiency) of revenues over expenditures	(14,938,946)	(14,938,946)	2,517,755	17,456,701
<b>Other Financing Sources (Uses):</b>				
Appropriated fund balance	14,938,946	14,938,946	-	(14,938,946)
Total other financing sources (uses)	<u>14,938,946</u>	<u>14,938,946</u>	<u>-</u>	<u>(14,938,946)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,517,755</u>	<u>\$ 2,517,755</u>

See notes to the budgetary required supplementary information

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Notes to the Budgetary Required Supplementary Information**  
**For the Fiscal Year Ended September 30, 2024**

**Note 1 – Budgetary Information**

The City follows Chapter 80-274 of the State of Florida Statutes and its charter in establishing the budgetary data reflected in the financial statements. The City maintains legally adopted budgets for the General Fund, Fire Rescue Fund, Grants Fund and Community Redevelopment Agency Fund on a basis consistent with accounting principles generally accepted in the United States of America, (GAAP).

During the month of July of each year, the City Manager submits to the City Commission a proposed operating budget for the Fiscal Year commencing October 1st. This budget includes proposed expenditures as well as the expected means to finance them.

1. The Commission holds workshops, required public hearings, and a final budget must be prepared and adopted no later than October 1st.
2. Prior to October 1, the budget is legally enacted through passage of an appropriation ordinance.
3. The appropriation budget is prepared and adopted by fund, function, and department. Budgets are monitored within each department at the account level by the respective department head and the Financial Services Director. The City’s department heads may make transfers of appropriations within a department with approval of the City Manager and Financial Services Director. Transfers of appropriations between departments require the additional approval of the Commission. The legal level of budgetary control (i.e. the level at which expenditures may not exceed appropriations) is the fund level. The fund as a whole did not exceed its budget. The following exceeded their adopted budgets as follows:

General Fund - City Attorney	\$ 349,618
------------------------------	------------

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Change in OPEB Liability and Related Ratios**  
**Other Post-Employment Health Care Benefits**

<b>Total OPEB Liability</b>	2024	2023	2022	2021	2020	2019	2018	2017	2016
Service cost	\$ 87,479	\$ 61,580	\$ 63,537	\$ 71,999	\$ 75,256	\$ 59,047	\$ 58,503	N/A	N/A
Expected interest growth	24,953	29,461	30,114	14,380	13,669	20,219	18,522	N/A	N/A
Effect of plan changes	-	-	-	-	-	-	-	N/A	N/A
Effect of economic/demographic losses (gains)	(53,548)	(19,359)	(12,771)	(8,532)	(8,532)	-	-	N/A	N/A
Effect of assumption changes or inputs	128,504	-	-	(2,341)	(853)	254	-	N/A	N/A
Benefit payments	(9,609)	(6,649)	(19,952)	(26,655)	(23,538)	(24,671)	(18,696)	N/A	N/A
Net change in total OPEB Liability	177,779	65,033	60,928	48,851	56,002	54,849	58,329	N/A	N/A
Total OPEB Liability, beginning	803,609	738,576	677,648	628,797	572,795	517,946	459,617	N/A	N/A
Total OPEB Liability, ending (a)	981,388	803,609	738,576	677,648	628,797	572,795	517,946	N/A	N/A
<b>Fudiciary Net Position</b>									
Employer contribution	-	-	-	-	-	-	-	N/A	N/A
Member contribution	-	-	-	-	-	-	-	N/A	N/A
Net investment income	-	-	-	-	-	-	-	N/A	N/A
Benefit payments	-	-	-	-	-	-	-	N/A	N/A
Administrative expense	-	-	-	-	-	-	-	N/A	N/A
Net change in plan Fiduciary Net Position	-	-	-	-	-	-	-	N/A	N/A
Fiduciary Net Position, beginning	-	-	-	-	-	-	-	N/A	N/A
Fiduciary Net Position, ending (b)	-	-	-	-	-	-	-	N/A	N/A
Net OPEB Liability, ending = (a) - (b)	<u>\$ 981,388</u>	<u>\$ 803,609</u>	<u>\$ 738,576</u>	<u>\$ 677,648</u>	<u>\$ 628,797</u>	<u>\$ 572,795</u>	<u>\$ 517,946</u>	N/A	N/A
Fiduciary Net Position as a % of total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	N/A	N/A
Covered employee payroll	6,012,109	5,620,159	5,711,454	5,263,083	5,263,083	4,538,009	4,538,009	N/A	N/A
Net OPEB Liability as a % of covered payroll	16.32%	14.30%	12.93%	12.88%	11.95%	12.62%	11.41%	N/A	N/A

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension/OPEB plan.

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Proportionate Share of Net Position Liability**  
**Florida Retirement System Pension Plan**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion share of Net Pension Liability as %	0.000891%	0.001212%	0.001451%	0.001740%	0.001705%	0.001690%	0.001922%	0.001748%	0.001772%	0.001699%
City's proportion share of Net Pension Liability as \$	\$ 344,632	\$ 483,022	\$ 539,889	\$ 131,450	\$ 738,823	\$ 581,952	\$ 578,794	\$ 517,077	\$ 447,710	\$ 228,502
City's covered payroll	397,516	541,466	594,860	661,273	789,577	745,666	742,764	742,764	683,659	675,277
City's proportionate share of Net Pension Liability as a percentage of covered payroll	86.70%	89.21%	90.76%	19.88%	93.57%	78.04%	77.92%	69.62%	65.49%	33.84%
Plan Fiduciary Net Position as a percentage total of Total Pension Liability	83.70%	82.38%	82.89%	96.40%	78.85%	78.98%	79.41%	83.89%	84.88%	92.00%

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Proportionate Share of Net Position Liability**  
**Retiree Health Insurance Subsidy Program**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion share of Net Pension Liability as %	0.001195%	0.001392%	0.001604%	0.002063%	0.002275%	0.002252%	0.002429%	0.002238%	0.002306%	0.002185%
City's proportion share of Net Pension Liability as \$	\$ 179,221	\$ 221,141	\$ 169,923	\$ 253,027	\$ 277,770	\$ 251,971	\$ 257,038	\$ 239,271	\$ 268,691	\$ 222,805
City's covered payroll	397,516	541,466	594,860	661,273	789,577	745,666	742,764	742,764	683,659	675,277
City's proportionate share of Net Pension Liability as a percentage of covered payroll	45.09%	40.84%	28.57%	38.26%	35.18%	33.79%	34.61%	32.21%	39.30%	32.99%
Plan Fiduciary Net Position as a percentage total of Total Pension Liability	4.80%	4.12%	4.81%	3.56%	3.00%	2.10%	2.15%	1.64%	0.97%	0.50%

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Contribution**  
**Florida Retirement System Pension Plan**  
**Last Ten Fiscal Years**

Fiscal Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of Covered Payroll
2024	\$ 50,447	\$ 50,447	\$ -	\$ 397,516	12.69%
2023	58,315	58,315	-	541,466	10.77%
2022	61,917	61,917	-	594,860	10.41%
2021	66,293	66,293	-	661,273	10.03%
2020	56,638	56,638	-	798,526	7.09%
2019	52,397	52,397	-	745,666	7.03%
2018	54,764	69,568	14,804	668,723	10.40%
2017	49,999	49,999	-	742,764	6.73%
2016	42,183	42,183	-	683,659	6.17%
2015	43,297	43,297	-	675,277	6.41%

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Required Supplementary Information**  
**Schedule of Contribution**  
**Retiree Health Insurance Subsidy Program**  
**Last Ten Fiscal Years**

Fiscal Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of Covered Payroll
2024	\$ 10,115	\$ 10,115	\$ -	\$ 397,516	2.54%
2023	9,160	9,160	-	541,466	1.69%
2022	9,707	9,707	-	594,860	1.63%
2021	12,125	12,125	-	661,273	1.83%
2020	13,110	13,110	-	798,526	1.64%
2019	12,505	12,505	-	745,666	1.68%
2018	13,170	13,170	-	668,723	1.97%
2017	12,330	12,330	-	742,764	1.66%
2016	11,349	11,349	-	683,659	1.66%
2015	9,238	9,238	-	675,277	1.37%



This page left blank intentionally

\ u=-k 7@° V#@ O  
@7Λ kU ° u@ V  
#\ U " @@8° V)  
@) @ @ y ° O7yV)  
au° u-U - Vu° V)  
o#=-) yO o



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

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

**Impact Fee Fund** – This fund is used to account for impact fees collected in accordance with the City’s development code.

**Arts in Public Places Fund** – This fund is used to account for educational expenditures and activities related to the arts within the community. Revenues generated in this fund is exclusive for activities and events that will benefit arts in the community.

**Law Enforcement Trust Fund** – This fund is used to account for revenues received from law enforcement forfeitures and seizures which are restricted for use for law enforcement purposes.

**Code Enforcement Trust Fund** – This fund is used to assist qualifying residents with resources to remedy minor code violations.

**Community Development Block Grant (CDBG) Programs Fund** - Formerly, the Minor Home Repair Program Fund. The fund was created to account for CDBG grants, which includes the Minor Home Repair Program and Purchase Assistance Program.

**Transportation (Gas Tax) Fund** – This fund is used to account for Gas Tax money received from the State. This money is restricted to transportation, street, and road related expenses.

**Alzheimer Care Center Fund** – This fund was created to account for revenue and expenditure activity of the Alzheimer Care Center. Most revenues for the operation of the Center are derived from grant and foundation assistance.

**Home Repair Assistance Program Fund** – This fund was created to assist income-eligible residents with minor home repairs to air conditioning units and other minor repairs. Funds are generated through the liens amnesty programs.

**Hurricane Loss Mitigation Program Fund** - This fund was created to account for grant revenue received to fund activities to retrofit, construct and modify buildings to increase ability to withstand hurricane force winds and flooding.

### **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.

**Transportation Surtax Fund** - This fund was created to account for funds received to improve the City's transportation projects and initiatives.

**Capital Projects Fund** – This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

**Construction Fund** – This fund is used for purpose of budgeting general capital improvement projects with costs of \$25,000 and over.

**2005 GO Bond Capital Projects Fund** – This fund is used to account for the resources and budgeting for the 2005 general obligation bond budgeted activities of the bond's related capital projects.

### **Debt Service Fund**

**Debt Service Fund** – to account for the accumulation of taxes collected through the property taxes used to pay principal and interest payments on the 2005 Bond.

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**As of September 30, 2024**

	Special Revenues Funds							Capital Projects Funds					Total Enterprise Funds	
	Impact Fee Fund	Arts in Public Fund	Law Enforcement Trust Fund	Code Enforcement Trust Fund	Transportation/ Gas Fund	Alzheimer Care Center Fund	Hurricane Loss Mitigation Program	CDBG/Housing/ Home Repair Program	Surtax Transportation Fund	Capital Projects Fund	Construction Fund	Bond Construction Fund		Debt Service Fund
<b>Assets</b>														
Pooled cash and cash equivalents	\$ 397,025	\$ -	\$ 482,354	\$ -	\$ 247,802	\$ -	\$ -	\$ 376,078	\$ 135,000	\$ -	\$ -	\$ 646,365	\$ 948,626	\$ 3,233,250
Accounts receivables, net of allowance	-	-	-	-	-	303	-	-	-	-	-	-	8,152	8,455
Due from other governments	-	-	-	-	-	461,047	660	254,170	-	-	-	-	-	715,877
Prepaid items	-	-	-	-	-	240	-	-	-	-	-	-	-	240
<b>Total assets</b>	<b>397,025</b>	<b>-</b>	<b>482,354</b>	<b>-</b>	<b>247,802</b>	<b>461,590</b>	<b>660</b>	<b>630,248</b>	<b>135,000</b>	<b>-</b>	<b>-</b>	<b>646,365</b>	<b>956,778</b>	<b>3,957,822</b>
<b>Liabilities and Fund Balances:</b>														
<b>Liabilities</b>														
Accounts payable and accrued liabilities	68,949	-	-	-	150,415	-	16,026	182,655	-	88,118	-	-	-	506,163
Due to other governments	-	-	-	-	-	1,195,619	95,514	-	-	143,596	255,952	-	-	1,690,681
<b>Total liabilities</b>	<b>68,949</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150,415</b>	<b>1,195,619</b>	<b>111,540</b>	<b>182,655</b>	<b>-</b>	<b>231,714</b>	<b>255,952</b>	<b>-</b>	<b>-</b>	<b>2,196,844</b>
<b>Fund Balance (Deficit):</b>														
Prepaid items	-	-	-	-	-	240	-	-	-	-	-	-	-	240
Restricted for:														
Community services	-	-	-	-	-	-	-	447,593	-	-	-	-	-	447,593
Park projects	328,076	-	-	-	-	-	-	-	-	-	-	-	-	328,076
Law enforcement	-	-	482,354	-	-	-	-	-	-	-	-	-	-	482,354
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	956,778	956,778
Assigned for:														
Capital projects	-	-	-	-	-	-	-	-	-	-	646,365	-	-	646,365
Road and streets	-	-	-	-	97,387	-	-	-	135,000	-	-	-	-	232,387
Special revenue (deficit)	-	-	-	-	-	(734,269)	(110,880)	-	-	(231,714)	(255,952)	-	-	(1,332,815)
<b>Total Fund Balance (Deficit)</b>	<b>328,076</b>	<b>-</b>	<b>482,354</b>	<b>-</b>	<b>97,387</b>	<b>(734,029)</b>	<b>(110,880)</b>	<b>447,593</b>	<b>135,000</b>	<b>(231,714)</b>	<b>(255,952)</b>	<b>646,365</b>	<b>956,778</b>	<b>1,760,978</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 397,025</b>	<b>\$ -</b>	<b>\$ 482,354</b>	<b>\$ -</b>	<b>\$ 247,802</b>	<b>\$ 461,590</b>	<b>\$ 660</b>	<b>\$ 630,248</b>	<b>\$ 135,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 646,365</b>	<b>\$ 956,778</b>	<b>\$ 3,957,822</b>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended September 30, 2024**

	Special Revenues Funds							Capital Projects Funds					Total Nonmajor Governmental Funds	
	Impact Fee Fund	Arts in Public Fund	Law Enforcement Trust Fund	Code Enforcement Trust Fund	Transportation/ Gas Fund	Alzheimer Care Center Fund	Hurricane Loss Mitigation Program	CDBG/Housing/ Home Repair Program	Surtax Transportation Fund	Capital Projects Fund	Construction Fund	Bond Construction Fund		Debt Service Fund
<b>Revenues:</b>														
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,309,500	\$ 1,309,500
Sales, use, and motor fuel taxes	-	-	-	-	611,176	-	-	-	-	-	-	-	-	611,176
Charges for services	59,503	-	-	-	-	26,626	-	-	-	-	-	-	-	86,129
Fines and forfeitures	-	-	27,761	-	-	-	-	-	-	-	-	-	-	27,761
Governmental grants	-	-	-	-	-	492,995	-	37,805	135,000	-	-	-	-	665,800
Total revenues	59,503	-	27,761	-	611,176	519,621	-	37,805	135,000	-	-	-	1,309,500	2,700,366
<b>Expenditures</b>														
Current:														
Economic and physical environment	-	-	-	-	-	-	-	55,181	-	-	-	-	-	55,181
Highways and streets	-	-	-	-	743,220	-	-	-	-	-	-	-	-	743,220
Social services program	-	18,795	4,067	10,925	-	446,942	139,274	431,737	-	-	-	-	-	1,051,740
Capital Outlay	38,418	-	-	-	-	-	-	-	-	650,906	-	-	-	689,324
Debt service:														
Principal	-	-	-	-	-	-	-	-	-	-	-	-	1,293,615	1,293,615
Interest and fiscal charges	-	-	-	-	11,132	-	-	-	-	-	-	-	126,632	137,764
Total expenditures	38,418	18,795	4,067	10,925	754,352	446,942	139,274	486,918	-	650,906	-	-	1,420,247	3,970,844
Excess of revenues over (under) expenditures	21,085	(18,795)	23,694	(10,925)	(143,176)	72,679	(139,274)	(449,113)	135,000	(650,906)	-	-	(110,747)	(1,270,478)
Other financing sources (uses)														
Transfers in	-	20,173	-	11,871	-	-	-	-	-	2,702,272	-	-	-	2,734,316
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	20,173	-	11,871	-	-	-	-	-	2,702,272	-	-	-	2,734,316
Net change in fund balance	21,085	1,378	23,694	946	(143,176)	72,679	(139,274)	(449,113)	135,000	2,051,366	-	-	(110,747)	1,463,838
Fund balance (deficit), beginning	306,991	(1,378)	458,660	(946)	240,563	(806,708)	28,394	896,706	-	(2,283,080)	(255,952)	646,365	1,067,525	297,140
Fund balance (deficit), ending	\$ 328,076	\$ -	\$ 482,354	\$ -	\$ 97,387	\$ (734,029)	\$ (110,880)	\$ 447,593	\$ 135,000	\$ (231,714)	\$ (255,952)	\$ 646,365	\$ 956,778	\$ 1,760,978

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Budget Comparison Schedule**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended September 30, 2024**

	<b>Impact Fee Fund</b>			<b>Arts in Public Places Fund</b>		
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>						
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales, use, and motor fuel taxes	-	-	-	-	-	-
Charges for services	-	59,503	59,503	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Governmental grants	-	-	-	-	-	-
Total revenues	-	59,503	59,503	-	-	-
<b>Expenditures</b>						
Current:						
Economic and physical environment	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Social services program	-	-	-	25,000	18,795	6,205
Capital Outlay	-	38,418	(38,418)	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	38,418	(38,418)	25,000	18,795	6,205
Excess of revenues over (under) expenditures	-	21,085	21,085	(25,000)	(18,795)	6,205
Other financing sources (uses)						
Transfers in	-	-	-	25,000	20,173	(4,827)
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	25,000	20,173	(4,827)
Net change in fund balance	\$ -	\$ 21,085	\$ 21,085	\$ -	\$ 1,378	\$ 1,378

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Budget Comparison Schedule**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended September 30, 2024**

	<u>Law Enforcement Trust Fund</u>			<u>Code Enforcement Trust Fund</u>		
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>						
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales, use, and motor fuel taxes	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	27,761	27,761	-	-	-
Governmental grants	-	-	-	-	-	-
Total revenues	-	27,761	27,761	-	-	-
<b>Expenditures</b>						
Current:						
Economic and physical environment	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Social services program	70,000	4,067	65,933	-	10,925	(10,925)
Capital Outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	70,000	4,067	65,933	-	10,925	(10,925)
Excess of revenues over (under) expenditures	(70,000)	23,694	93,694	-	(10,925)	(10,925)
Other financing sources (uses)						
Transfers in	70,000	-	(70,000)	-	11,871	11,871
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	70,000	-	(70,000)	-	11,871	11,871
Net change in fund balance	\$ -	\$ 23,694	\$ 23,694	\$ -	\$ 946	\$ 946

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Budget Comparison Schedule**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended September 30, 2024**

	Transportation/Gas Fund			Alzheimer Care Center Fund		
	Original and Final Budget	Actual	Variance	Original and Final Budget	Actual	Variance
<b>Revenues:</b>						
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales, use, and motor fuel taxes	643,010	611,176	(31,834)	-	-	-
Charges for services	-	-	-	-	26,626	26,626
Fines and forfeitures	-	-	-	-	-	-
Governmental grants	36,000	-	(36,000)	543,653	492,995	(50,658)
Total revenues	679,010	611,176	(67,834)	543,653	519,621	(24,032)
<b>Expenditures</b>						
Current:						
Economic and physical environment	-	-	-	-	-	-
Highways and streets	671,018	743,220	(72,202)	-	-	-
Social services program	-	-	-	543,653	446,942	96,711
Capital Outlay	-	-	-	-	-	-
Debt service:						
Principal	7,992	-	7,992	-	-	-
Interest and fiscal charges	-	11,132	(11,132)	-	-	-
Total expenditures	679,010	754,352	(75,342)	543,653	446,942	96,711
Excess of revenues over (under) expenditures	-	(143,176)	(143,176)	-	72,679	72,679
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balance	\$ -	\$ (143,176)	\$ (143,176)	\$ -	\$ 72,679	\$ 72,679

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Budget Comparison Schedule**  
**Capital Projects Funds**  
**For the Fiscal Year Ended September 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Revenues:</b>				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Sales, use, and motor fuel taxes	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Governmental grants	-	-	135,000	135,000
Total revenues	<u>-</u>	<u>-</u>	<u>135,000</u>	<u>135,000</u>
<b>Expenditures</b>				
Current:				
Economic and physical environment	-	-	-	-
Highways and streets	250,000	250,000	-	250,000
Social services program	5,623,000	5,623,000	-	5,623,000
Capital Outlay	-	-	650,906	(650,906)
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>5,873,000</u>	<u>5,873,000</u>	<u>650,906</u>	<u>5,222,094</u>
Excess of revenues over (under) expenditures	(5,873,000)	(5,873,000)	(515,906)	5,357,094
Other financing sources (uses)				
Transfers in	5,873,000	5,873,000	2,702,272	(3,170,728)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>5,873,000</u>	<u>5,873,000</u>	<u>2,702,272</u>	<u>(3,170,728)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,186,366</u>	<u>\$ 2,186,366</u>

**CITY OF LAUDERDALE LAKES, FLORIDA**  
**Budget Comparison Schedule**  
**Debt Service Fund**  
**For the Fiscal Year Ended September 30, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Ad valorem taxes	\$ 1,300,648	\$ 1,300,648	\$ 1,309,500	\$ 8,852
Sales, use, and motor fuel taxes	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Governmental grants	-	-	-	-
Total revenues	<u>1,300,648</u>	<u>1,300,648</u>	<u>1,309,500</u>	<u>8,852</u>
<b>Expenditures</b>				
Current:				
Economic and physical environment	-	-	-	-
Highways and streets	-	-	-	-
Social services program	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	1,560,497	1,560,497	1,293,615	266,882
Interest and fiscal charges	-	-	126,632	(126,632)
Total expenditures	<u>1,560,497</u>	<u>1,560,497</u>	<u>1,420,247</u>	<u>140,250</u>
Excess of revenues over (under) expenditures	(259,849)	(259,849)	(110,747)	149,102
Other financing sources (uses)				
Transfers in	259,849	259,849	-	(259,849)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>259,849</u>	<u>259,849</u>	<u>-</u>	<u>(259,849)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (110,747)</u>	<u>\$ (110,747)</u>



This page left blank intentionally

# COMPLIANCE SECTION



*A Vibrant, Connected, Diverse and Safe Community*





This page left blank intentionally

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

To the Honorable Mayor and Members of the City Commission  
City of Lauderdale Lakes  
Lauderdale Lakes, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, and each major fund and the aggregate remaining information of the City of Lauderdale Lakes, Florida (the “City”), as of and for the 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 September 18, 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 entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Report on Compliance and Other Matters**

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

### **Purpose of This Report**

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

*HCT Certified Public Accountants & Consultants, LLC*

Hollywood, Florida

September 18, 2025

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR THE MAJOR  
FEDERAL PROGRAMS AND STATE PROJECTS; REPORT ON INTERNAL  
CONTROL ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE AS REQUIRED BY THE UNIFORM GUIDANCE  
AND FLORIDA AUDITOR GENERAL**

To the Honorable Mayor and Members of the City Commission  
City of Lauderdale Lakes  
Lauderdale Lakes, Florida

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

***Opinion on Each Major Federal Program and State Project***

We have audited the City of Lauderdale Lakes, Florida’s (the “City”) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City’s major federal programs for the year ended September 30, 2024. The City’s major federal programs and state projects are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2024.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibility 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.

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### **Report on Internal Control over Compliance**

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

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

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

**Report on Schedule of Expenditures of Federal Awards and State Projects Required by the Uniform Guidance.**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements. We issued our report thereon dated September 18,, 2025, which contained unmodified opinions on those financial statements. Our audit was performed 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 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.

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

*HCT Certified Public Accountants & Consultants, LLC*

Hollywood, Florida

September 18, 2025

**City of Lauderdale Lakes, Florida**  
 Schedule of Expenditures of Federal and State Financial Assistance  
 For Fiscal Year Ended September 30, 2024

FEDERAL AGENCY, PASS THROUGH ENTITY, FEDERAL PROGRAM	CFDA/CSFA Number	Contract/Grant/ FAIN Number	Grant Amount	Expenditures	Award Balance
<b>FEDERAL AGENCY NAME:</b>					
Indirect Programs:					
<b>United States Department of Housing and Urban Development</b>					
<i>Passed through Broward County</i>					
Community Development Block Grants:					
47th Year Minor Home Repair Program	14.218	B-21-UC-12-0001	\$ 240,355	\$ 200,080	\$ 40,275
48th Year Minor Home Repair Program	14.218	B-21-UC-12-0001	\$ 231,262	\$ 127,180	\$ 104,082
49th Year Senior Transportation Program	14.218	B-22-UC-12-0001	\$ 45,000	\$ 36,139	\$ 8,861
49th Year Quality of Life Program	14.218	B-22-UC-12-0001	\$ 15,000	\$ 14,760	\$ 240
<b>Total United States Department of Housing and Urban Development</b>				<b>\$ 378,159</b>	
<b>United States Department of the Treasury</b>					
<i>Passed through State of Florida Division of Emergency Management</i>					
American Rescue Plan Act (ARPA)	None	Y5179	\$ 18,127,897	\$ 4,771,391	\$ 13,356,506
<i>Passed through State of Florida Department of Environmental Protection</i>					
Resilient Florida Program - Canal Rehabilitation Project	21.027	22FRP18	\$ 1,500,000	\$ 990,482	\$ 509,518
Resilient Florida Program - Citywide Drainage Improvements	21.027	22FRP22	\$ 3,500,000	\$ 894,405	\$ 2,605,595
<b>Total United States Department of Treasury</b>				<b>\$ 6,656,278</b>	
<b>FEDERAL AGENCY NAME (Cont'd):</b>					
<b>United States Department of Health and Human Services</b>					
<i>Passed through State of Florida Department of Elder Affairs and Areawide Council on Aging of Broward County, Inc.</i>					
Grants for Supportive Services and Senior Centers (OAA)	93.044	JA122-25-2023	\$ 49,299	\$ 17,103	\$ 32,196
Grants for Supportive Services and Senior Centers (OAA)	93.044	JA123-25-2024	\$ 49,299	\$ 43,556	\$ 5,743
<b>Total United States Department of Health and Human Services</b>				<b>\$ 60,659</b>	
<b>United States Department of Agriculture</b>					
<i>Passed through State of Florida Department of Agriculture</i>					
Summer Food Service Program (SFSP)	10.559	1113	\$ 19,967	\$ 18,207	\$ 1,760
<b>Total United States Department of Agriculture</b>				<b>\$ 18,207</b>	
<b>United States Department of Agriculture</b>					
<i>Passed through State of Florida Department of Elder Affairs</i>					
Adult Care Food Program (ACFP)	10.555 & 10.558	Y8093	N/A	\$ 1,596	-
<b>Total United States Department of Elder Affairs</b>				<b>\$ 1,596</b>	
<b>TOTAL EXPENDITURE OF FEDERAL AWARDS</b>				<b>\$ 7,114,898</b>	

**City of Lauderdale Lakes, Florida**  
 Schedule of Expenditures of Federal and State Financial Assistance  
 For Fiscal Year Ended September 30, 2024

<u>STATE OF FLORIDA AGENCY NAME:</u>	<u>CFDA/CSFA Number</u>	<u>Contract/Grant/ FAIN Number</u>	<u>Grant Amount</u>	<u>Expenditures</u>
<b>Direct Projects:</b>				
<b>State of Florida Department of Transportation</b>				
Community Bus Program	14.218		\$ 576,016	\$ 291,395 \$ 284,621
<b>Total State of Florida Department of Transportation</b>				<b><u>\$ 291,395</u></b>
<b>Indirect Project:</b>				
<b>Florida Department of Elder Affairs</b>				
<i>Passed through State of Florida Department of Elder Affairs and Areawide Council on Aging of Broward County, Inc.</i>				
Alzheimer's Disease Initiative Grant (ADI)	65.004	JZ023-25-2024	\$ 579,362	\$ 183,212 \$ 396,149
Alzheimer's Disease Initiative Grant (ADI)	65.002 & 65.004	JZ024-25-2025	\$ 422,689	\$ 90,135 \$ 332,554
<b>Total United States Department of Health and Human Services</b>				<b><u>\$ 273,348</u></b>
<b>State of Florida Department of Health and Human Services</b>				
<i>Passed through Children's Services Council of Broward County</i>				
CSC Maximizing Out-of-School Time (MOST GP)	N/A	22-2429	\$ 144,610	\$ 100,075 \$ 44,535
<b>Total State of Florida Department of Health and Human Services</b>				<b><u>\$ 100,075</u></b>
<b>STATE OF FLORIDA AGENCY NAME (Cont'd):</b>				
<b>State of Florida Department of Emergency Management Services</b>				
CDBG Hurricane Loss Mitigation Program	31.066	B0153	\$ 104,000	\$ 139,274 \$ 54,726
<b>Total State of Florida Department of Emergency Management Services</b>				<b><u>\$ 139,274</u></b>
<b>TOTAL EXPENDITURE OF STATE AWARDS</b>				<b><u>\$ 804,092</u></b>

CITY OF LAUDERDALE LAKES, FLORIDA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
YEAR ENDED SEPTEMBER 30, 2024

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures Federal Awards and State Financial Assistance (the “Schedule”) includes the federal award activity of the City of Lauderdale Lakes, 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”). 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.

Some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City’s reporting entity is defined in Note 1 of the City’s basic Financial statements. All federal awards received directly from federal and indirectly through state agencies, as well as amounts passed through other government agencies are included in the accompanying schedule of expenditures of federal awards and state financial assistance.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE 3 – INDIRECT COST RATE**

The City has elected to not use the 10 percent de minimis indirect cost rate allowed under Section 200.414 of the Uniform Guidance.

**NOTE 4 – CONTINGENCIES**

Grant monies received and disbursed by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditure. Based upon prior experience, the City does not believe that such disallowances, if any, would have a material effect on the financial position of the City. As of September 18, 2025 management is not aware of any material questioned or disallowed costs as a result of grant audits in process or completed; however, the possible disallowance by a governmental agency of any item charged to a program or project cannot be determined at this time.



CITY OF LAUDERDALE LAKES, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED SEPTEMBER 30, 2024

Identification of major State Projects:

CFDA No(s).	Names of State Projects
14.218	Community Bus Program
65.002/004	Alzheimer's Disease Initiative Grant

Dollar threshold used to distinguish  
between Type A and Type B State Projects \$ 300,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance  Yes  No

**Section II – Prior's Year Financial Findings**

None.

**Section III – Federal Awards and State Findings and Questioned Costs**

None.

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE WITH SECTION 218.415,  
FLORIDA STATUTES, REQUIRED BY RULE 10.556(10) OF THE AUDITOR  
GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor and Members of the City Commission  
City of Lauderdale Lakes  
Lauderdale Lakes, Florida

We have examined the City of Lauderdale Lakes, Florida’s (the “City”) compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the state of Florida during the year ended September 30, 2024. Management is responsible for City’s compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the *American Institute of Certified Public Accountants*. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our 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 specified requirements.

In our opinion, the City complied with all material respects, with Section 218.415 Florida Statutes requirements 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.

*HCT Certified Public Accountants & Consultants, LLC*

Hollywood, Florida  
September 18, 2025

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

To the Honorable Mayor and Members of the City Commission  
City of Lauderdale Lakes  
Lauderdale Lakes, Florida

**Report on the Financial Statements**

We have audited the financial statements of the City of Lauderdale Lakes, Florida (the “City”), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated September 18, 2025.

**Auditor’s Responsibility**

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

**Other Reporting Requirements**

We have issued our Independent Auditor’s Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor’s Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant’s Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated September 18, 2025, should be considered in conjunction with this management letter.

**Prior Audit Findings**

Section 10.554(1)(i)1., Rules of the Auditor General, require 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 and recommendations made in the preceding annual financial audit report.

**Official Title and Legal Authority**

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

### **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report 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 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 Statute.

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

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, the City 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 geographical boundaries during the fiscal year under audit. There were no PACE Programs operating withing the City during fiscal year 2024.

### **Special District Component Units**

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General, the City reported the following information for *the Community Redevelopment Agency ("CRA")*:

- a) The total number of district employees compensated in the last pay period of the district's fiscal year as 3 Employees.
- b) The total number of independent contractors to whom nonemployee compensation was paid in the last month of the district's fiscal year as 1 contractor.
- c) All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as \$356,426.14
- d) All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency as \$ 222,183.08

- e) Each construction project with a total cost of at least \$65,000 approved by the district that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures as follows: (1) Lauderdale Lakes CRA Somerset Drive Roundabout Project: \$331,757 incurred project to date (total project budget - \$1,086,195 (2) Lauderdale Lakes CRA Trailhead Park Project: \$126,394 incurred (total project budget \$448,264.49).
- f) A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year, being reported if the district amends a final adopted budget under Section 189.016(6), Florida Statutes: **No amendments were made.**

### **Additional Matters**

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

### **Purpose of this Letter**

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

*HCT Certified Public Accountants & Consultants, LLC*

Hollywood, Florida

September 18, 2025