



THE CITY OF
**NEW PORT
RICHEY**
FLORIDA

**ANNUAL
COMPREHENSIVE
FINANCIAL
REPORT**

**FISCAL YEAR END
SEPTEMBER 30, 2024**

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City of New Port Richey, Florida

Council-Manager Form of Government

Annual Comprehensive Financial Report

Fiscal Year Ended September 30, 2024

City Council

Chopper Davis, Mayor

Kelly Mothershead, Deputy Mayor

Peter Altman

Matt Murphy

Bertell Butler, IV

City Manager

Debbie L. Manns

Prepared By:

Finance Department

Crystal M. Dunn, Finance Director

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CITY OF NEW PORT RICHEY, FLORIDA

SEPTEMBER 30, 2024
(Unaudited)

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CITY OF NEW PORT RICHEY, FLORIDA

SEPTEMBER 30, 2024
(Unaudited)

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INTRODUCTORY SECTION

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March 3, 2026

To the Honorable Mayor, Members of the City Council, City Manager and Citizens of the City of New Port Richey, Florida:

INTRODUCTION

The Finance Department is pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of New Port Richey, Florida, for the fiscal year ending September 30, 2024. This report is presented in conformity with generally accepted accounting principles (GAAP) and was audited by an independent firm of certified public accountants, Mauldin & Jenkins, LLC, as mandated by both local ordinances and State Statute. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presented data, including all disclosures, rests with management of the City. We believe the data presented is accurate in all material respects and is reported in a manner designed to fairly set forth the financial position and results of operations of the City of New Port Richey as measured by the financial activity of its various funds.

Management of the City is responsible for establishing and maintaining a system of internal controls designed to ensure the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal controls are designed to provide reasonable, but not absolute assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

CITY OF NEW PORT RICHEY PROFILE

The City of New Port Richey, incorporated in 1924, is located in Pasco County on Florida's central Gulf Coast, approximately thirty miles northwest of Tampa. The Gulf of America coastline borders the west side and the Pithlachascotee River runs through the City. The City has a total area of 4.6 square miles and approximately 17,000 residents, which makes the City of New Port Richey the second largest city in Pasco County. The City is empowered to levy a property tax on real property located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City operates under the Council-Manager form of government. The City Council is comprised of the Mayor and four City Council Members and is responsible for enacting ordinances, resolutions, and regulations governing the City, as well as appointing members to various statutory and advisory boards. As chief administrative officer, the City Manager is responsible for implementing the City's policies and manages daily operations through an executive management staff.



The City provides a full range of municipal services, including police and fire protection, potable water, wastewater collection and treatment, reclaimed water, community planning, street repair and maintenance, stormwater repair and maintenance, recreation, parks, arts and library services.

LOCAL ECONOMY

The City of New Port Richey is the second largest city in Pasco County, but is considered a small city by population standards. It is both a beautiful waterfront community with access to the Gulf of America with an unmatched system of parks and recreation facilities and affordable housing and diverse neighborhoods.

The New Port Richey has experienced significant economic and community revitalization in recent years. The transformation of the Historic Downtown District into a vibrant destination for residents and visitors alike has served as a catalyst for broader redevelopment efforts throughout the City.

Investment and reinvigoration are extending beyond downtown. Properties along the U.S. Highway 19 corridor are experiencing renewed private capital investment and redevelopment activity. Within the Rivergate Palm District, Community Redevelopment Agency (CRA)–owned properties are being transitioned to private entities to convert underutilized sites into productive, tax-generating developments. As a Gulf-front community located along the Pithlachascotee (“Cotee”) River, the City is well-positioned for continued growth and opportunity.

Through the collective efforts of residents, business owners, community organizations, local institutions, and City leadership, the community has successfully navigated significant challenges, including the Great Recession, the opioid crisis, and a global pandemic. These experiences have strengthened the City’s resilience and laid the groundwork for its current renaissance—reflected in enhanced infrastructure, improved public spaces, building reinvestment, and organizational capacity.

This momentum is expanding beyond the historic downtown into surrounding neighborhoods, the U.S. Highway 19 corridor, and along the Cotee River, contributing to long-term economic vitality and an enhanced quality of life. The City remains committed to implementing its Community Redevelopment Plan and advancing a shared vision that supports sustainable growth, fiscal strength, and long-term community prosperity.

LONG-TERM FINANCIAL PLANNING

The City Council is required to adopt an operating budget for the fiscal year. The annual budget serves as the foundation for the City’s financial planning and control. All departments of the City are required to submit requests to the City Manager. The City Manager uses these requests as the starting point for developing the proposed budget. The City Manager, with the assistance of the Finance Director, then presents the proposed budget to the City Council for review during several budget work sessions throughout the summer months. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than September 30th, the close of the City’s fiscal year. The appropriated budget is prepared by fund and department. The City Manager may transfer resources within a department as needed. Transfers between departments, however, need special approval from the governing council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.



By charter, the City prepares and maintains a five-year Capital Improvement Program (CIP), which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating in peak condition. This process gives the City the ability to plan for its capital needs and allocate short and long-term resources appropriately. As part of this process, the City identifies and quantifies the operational costs associated with its capital projects and budgets resources accordingly.

The fiscal year 2023-2024 Capital Improvement Program anticipates approximately \$27.7 million in capital projects, which included approximately \$960,000 for stormwater utility projects, \$8.1 million in water & sewer improvement projects, \$5 million in street improvement projects, \$5 million in public safety and public facility projects, \$3.1 million in recreational and environmental projects, \$2 million in transportation projects, and \$3.4 million for various economic development and community redevelopment projects.

The City Council must adopt a Capital Improvement Program in accordance with the requirements of the City Charter and the State of Florida. The CIP is an integral component of the City's financial management system but does not appropriate funds. Projections are updated and the first year's projects are incorporated into the adopted operating budget.

The City of New Port Richey is projected to remain in relatively stable but fair financial condition over the next several years. The City's responsible fiscal policies have placed the City in a better financial condition than it was several years ago.

Ending fund balances are deemed adequate, apart from the Community Redevelopment Fund. Overall, Governmental fund balances have inched up slightly in the past five years, primarily due to conservative spending by city management and the City Council.

RELEVANT FINANCIAL POLICIES

The City Council has adopted sound accounting policies to guide the City's financial activities. Policy descriptions are included in the Financial Statements section of the CAFR. Policies cover the following areas:

- ❖ Operating Budget
- ❖ Purchasing
- ❖ Revenues
- ❖ Reserves
- ❖ Debt
- ❖ Investment Management
- ❖ Accounting, Auditing & Financial Reporting
- ❖ Long-term Financial Planning
- ❖ Capital Improvements

Additional financial management policies are included in the Adopted Budget document each year.

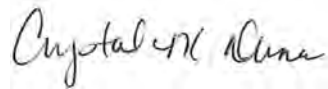
INDEPENDENT AUDIT

The City Charter requires an annual audit of the City's financial statements by independent accountants, selected by the City Council. This requirement has been complied with and the independent auditors' report is included in the financial section of this report.



This report represents countless hours of preparation and coordination invested in its completion. This report could not have been accomplished without the dedicated efforts of the employees in the Finance Department, whose professionalism attention to detail ensure the accuracy and integrity of our financial reporting. We also extend our sincere appreciation to tall City departments for their cooperation and for providing the data necessary to prepare this report. Special recognition is also due to the Mayor and the City Council for their unfailing support and continued commitment to maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Crystal M. Dunn
Finance Director



City of New Port Richey, Florida

Listing of City Officials

As of September 30, 2024

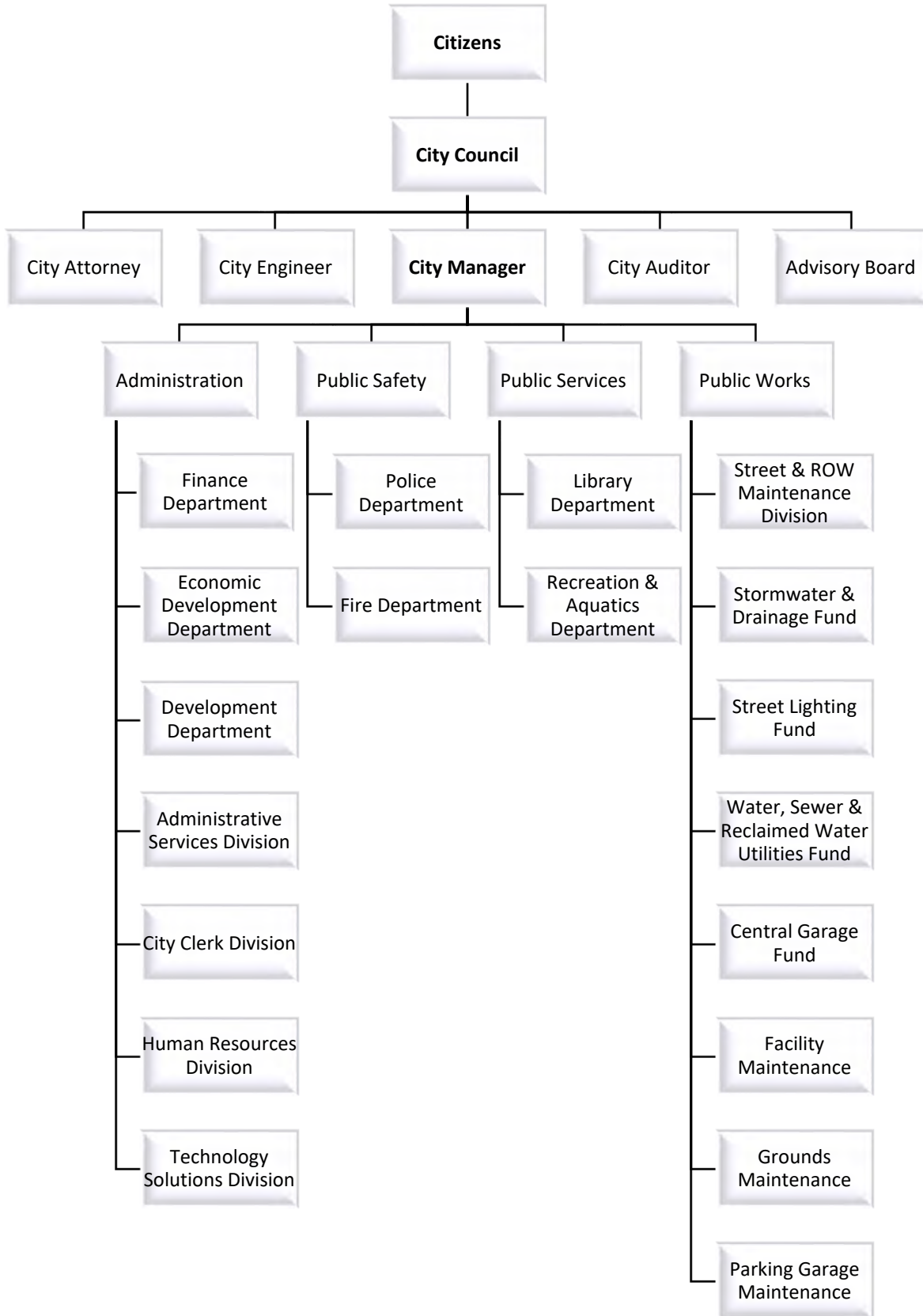
Mayor-Council Member
Deputy Mayor-Council Member
Council Member
Council Member
Council Member

Chopper Davis
Kelly Mothershead
Pete Altman
Matt Murphy
Bertell Butler, IV

City Manager
City Attorney
Finance Director
Public Works Director
Police Chief
Fire Chief
Development Director
Economic Director
Parks & Recreation Director
Library Director
City Clerk

Debbie L. Manns
Timothy P. Driscoll
Crystal M. Dunn
Robert Rivera
Robert Kochen
Christopher Fitch
Position Vacant
Gregory Oravec
Andre Julien
Andrea Figart
Judy Meyers

City-wide Organization Chart



Financial Section

This section contains the following subsections:

**Report of Independent Certified
Public Accountants**

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Combining Financial Statements

Other Supplementary Schedules

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Independent Auditor's Report

**To the Honorable Mayor,
Members of the City Commission and City Clerk
City of New Port Richey, 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 New Port Richey, 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, based on our audit and the report of the other auditors, 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.

We did not audit the financial statements of the Police Officers' Retirement System and the Firefighters' Pension Plan, which represent 100% of the total assets, total revenues, and total net position of the pension trust funds and represent 94% of the total assets, 78% of the total revenues, and 96% of the total net position of the aggregate remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for those components, is based solely on the reports of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and other post-employment benefit schedules on pages 5 through 14 and 73 through 86, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 3, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads 'Mauldin & Jenkins, LLC'.

Bradenton, Florida
March 3, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

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CITY OF NEW PORT RICHEY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024

INTRODUCTION

The City of New Port Richey's (the "City") Annual Comprehensive Financial Report (ACFR) was prepared in accordance with generally accepted accounting principles (GAAP) applicable to government entities. This Management's Discussion and Analysis report (MD&A) is required supplementary information (RSI), which must be presented to remain in compliance with GAAP. Additional RSI is also included throughout the ACFR. The ACFR and MD&A are published and hereby distributed to inform all interested parties of the activities undertaken and the financial resources committed over the fiscal year, which began on October 1, 2023 and ended on September 30, 2024. While some interested parties may require more details of the City's operations, this MD&A has been prepared to provide most readers with enough analysis to inform them of the City's general financial condition at the conclusion of the stated fiscal year.

The MD&A presents an overview of financial information included in the ACFR. Readers are encouraged to consider MD&A information in conjunction with information provided in the basic financial statements, the Letter of Transmittal, and the notes to the financial statements.

FINANCIAL HIGHLIGHTS

- ◇ The City's total assets and deferred outflows of resources (\$177.5 million) exceeded total liabilities and deferred inflows of resources (\$51.8 million) by \$125.7 million at year-end (net position). Of this amount, \$19.9 million (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- ◇ The City's total net position increased over prior period by \$9.7 million or 8.4%.
- ◇ As of the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$21,248,234, an increase of \$1,824,971 in comparison to prior year's fund balance.
- ◇ The City's total debt outstanding decreased by \$2.47 million or 9% during the fiscal year. This decrease is due to scheduled amortization payments made during the year.

ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR) OVERVIEW

As shown in Graph 1, the ACFR is organized into four main sections. The Financial Section is the ACFR's main section and is organized into three subsections, as shown in Graph 2.



CITY OF NEW PORT RICHEY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2024

The discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support 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 financial information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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, public works, and culture and recreation. The business-type activities of the City include water and sewer utilities and stormwater utilities.

The government-wide financial statements include not only the City itself, but also a legally separate community redevelopment agency for which the City is financially accountable. Financial information for this component unit is blended into the financial statements of the primary government as a special revenue fund.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, or fiduciary funds.

CITY OF NEW PORT RICHEY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2024

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

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

The City maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Community Redevelopment Fund, Debt Service Fund, and Capital Projects Fund, which are considered to be major funds. Data from the other two governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report. The basic governmental fund financial statements can be found on pages 17 through 20 of this report.

Proprietary Funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer utility operations, stormwater utility operations, and solid waste collection fees. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for the repair and maintenance of its vehicle fleet. Because this service predominantly benefits governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer operations, stormwater operations, and solid waste collection fees, all of which are considered to be major funds of the City. The internal service fund is also presented separately in the proprietary fund financial statements. The basic proprietary fund financial statements can be found on pages 21 through 24 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds *are not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund financial statements include the pension plans of the City. The fiduciary fund financial statements can be found on pages 25 and 26 of this report.

Notes to Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 through 72 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's progress in funding its obligation to provide pension and OPEB benefits to its employees and budgetary comparison schedules for the major governmental funds. Required supplementary information can be found on pages 73 through 86 of this report.

CITY OF NEW PORT RICHEY, FLORIDA

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024**

GOVERNMENT WIDE-FINANCIAL ANALYSIS

Summary Statement of Net Position. Net position over time may serve as a useful indicator of a government's financial position. For the current year, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$125.7 million. The following table reflects the condensed statement of net position compared to the prior year. Throughout this report, increases and decreases are reflected based on current year impacts.

**Statement of Net Position
As of September 30, 2024**

	Governmental Activities			Business-Type Activities			Totals		
	2024	2023	2022	2024	2023	2022	2024	2023	2022
Current assets	\$ 26,388,720	\$ 28,975,490	\$ 24,876,841	\$ 22,396,599	\$ 20,890,986	\$ 20,784,234	\$ 48,785,319	\$ 49,866,476	\$ 45,661,075
Capital assets	63,950,003	58,228,747	55,276,052	49,446,720	49,620,564	50,933,949	113,396,723	107,849,311	106,210,001
Other noncurrent assets	5,294,406	3,698,065	9,844,987	3,552,861	4,007,860	4,639,593	8,847,267	7,705,925	14,484,580
Total assets	95,633,129	90,902,302	89,997,880	75,396,180	74,519,410	76,357,776	171,029,309	165,421,712	166,355,656
Deferred outflows	5,863,826	8,065,944	3,455,536	638,110	593,645	560,019	6,501,936	8,659,589	4,015,555
Other liabilities	4,840,495	9,324,300	10,067,165	3,456,637	2,117,273	2,277,048	8,297,132	11,441,573	12,344,213
Long-term liabilities	28,337,223	30,703,050	28,645,729	10,053,348	11,016,575	12,586,470	38,390,571	41,719,625	41,232,199
Total liabilities	33,177,718	40,027,350	38,712,894	13,509,985	13,133,848	14,863,518	46,687,703	53,161,198	53,576,412
Deferred inflows	4,177,255	4,090,269	6,362,124	917,793	781,521	321,096	5,095,048	4,871,790	6,683,220
Net position:									
Net investment in capital assets	49,608,489	41,474,662	38,374,253	42,470,513	41,508,660	41,222,953	92,079,002	82,983,322	79,597,206
Restricted	9,397,647	10,277,457	9,870,382	4,356,034	4,356,034	4,273,412	13,753,681	14,633,491	14,143,794
Unrestricted	5,135,846	3,098,508	133,763	14,779,965	15,332,992	16,236,816	19,915,811	18,431,500	16,370,579
Total net position	\$ 64,141,982	\$ 54,850,627	\$ 48,378,398	\$ 61,606,512	\$ 61,197,686	\$ 61,733,181	\$ 125,748,494	\$ 116,048,313	\$ 110,111,579

By far, the largest portion of the City's net position, \$92,079,002 (73.2%), reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, \$13,753,681 (10.9%), represents resources that are subject to external restrictions on how they may be used (e.g. for debt and capital improvements). Restricted net position decreased by \$879,810 during the year, mainly due to the completion of capital projects.

The remaining balance represents the City's unrestricted net position. As of September 30, 2024, the City's unrestricted net position was \$19,915,811, an increase of \$1,484,311 from the previous fiscal year-end. This portion of net position may be used to meet the City's ongoing obligations to its citizens and creditors.

CITY OF NEW PORT RICHEY, FLORIDA

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024**

Summary Statement of Activities. The manner in which the City's net position changed during the most recent fiscal year is reflected in the statement of activities, a summary of which is shown in the table below. This schedule compares the revenues, expenses and other sources/uses of funds for the current and previous fiscal year and divides the activities between governmental activities and business-type activities.

	Statement of Activities As of September 30, 2024								
	Governmental Activities			Business-Type Activities			Totals		
	2024	2023	2022	2024	2023	2022	2024	2023	2022
Revenues:									
Program revenues:									
Charges for services	\$ 4,763,064	\$ 4,563,219	\$ 3,934,708	\$ 17,919,294	\$ 15,949,083	\$ 16,338,275	\$ 22,682,358	\$ 20,512,302	\$ 20,272,983
Operating grants and contributions	4,717,092	867,933	200,316	-	-	-	4,717,092	867,933	200,316
Capital grants and contributions	222,364	782,947	504,408	-	160,617	-	222,364	943,564	504,408
General revenues:									
Taxes	22,395,012	20,683,452	18,082,323	-	-	-	22,395,012	20,683,452	18,082,323
State revenue sharing	2,459,021	2,563,060	2,547,964	-	-	-	2,459,021	2,563,060	2,547,964
Investment income	1,645,658	1,111,018	454,893	929,041	688,595	297,344	2,574,699	1,799,613	752,237
Miscellaneous	1,378,918	1,013,680	913,166	-	38,996	590,045	1,378,918	1,052,676	1,503,211
Total revenues	<u>37,581,129</u>	<u>31,585,309</u>	<u>26,637,778</u>	<u>18,848,335</u>	<u>16,837,291</u>	<u>17,225,664</u>	<u>56,429,464</u>	<u>48,422,600</u>	<u>43,863,442</u>
Operating expenses:									
General government	9,789,891	8,201,610	8,408,256	-	-	-	9,789,891	8,201,610	8,408,256
Public safety	13,822,684	13,007,325	10,499,272	-	-	-	13,822,684	13,007,325	10,499,272
Public works	4,044,892	4,079,086	3,507,123	-	-	-	4,044,892	4,079,086	3,507,123
Culture and recreation	4,757,158	4,003,415	3,578,289	-	-	-	4,757,158	4,003,415	3,578,289
Interest	692,789	934,324	772,643	-	-	-	692,789	934,324	772,643
Water, reclaimed water, and sewer	-	-	-	12,002,382	11,363,033	9,844,979	12,002,382	11,363,033	9,844,979
Stormwater utility	-	-	-	953,160	897,073	802,925	953,160	897,073	802,925
Solid Waste	-	-	-	666,327	-	-	666,327	-	-
Total operating expenses	<u>33,107,414</u>	<u>30,225,760</u>	<u>26,765,583</u>	<u>13,621,869</u>	<u>12,260,106</u>	<u>10,647,904</u>	<u>46,729,283</u>	<u>42,485,866</u>	<u>37,413,487</u>
Increase in net position before transfers	4,473,715	1,359,549	(127,805)	5,226,466	4,577,185	6,577,760	9,700,181	5,936,734	6,449,955
Transfers	4,817,640	5,112,680	4,391,660	(4,817,640)	(5,112,680)	(4,391,660)	-	-	-
Change in net position	9,291,355	6,472,229	4,263,855	408,826	(535,495)	2,186,100	9,700,181	5,936,734	6,449,955
Net position, beginning	54,850,627	48,378,398	44,114,543	61,197,686	61,733,181	59,547,081	116,048,313	110,111,579	103,661,624
Net position, ending	<u>\$ 64,141,982</u>	<u>\$ 54,850,627</u>	<u>\$ 48,378,398</u>	<u>\$ 61,606,512</u>	<u>\$ 61,197,686</u>	<u>\$ 61,733,181</u>	<u>\$ 125,748,494</u>	<u>\$ 116,048,313</u>	<u>\$ 110,111,579</u>

The City's overall net position increased by \$9,700,181 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$9,291,355 from the prior fiscal year for an ending balance of \$64,141,982.

Total revenues for the City's governmental activities increased by \$5,995,820 over the prior year. Key elements are as follows:

- ◇ Program Revenues increased by \$3,488,421 or 56.1%.
 - Charges for Services increased by \$199,845, primarily to support rising labor and overhead costs within the Internal Service Fund in fiscal year 2024 over fiscal year 2023.
 - Operating and capital grants and contributions increased by \$3,288,576, mainly due to the use and allocation of ARPA grant funds.

- ◇ General Revenues increased by \$2,507,399 or 10%.
 - Taxes increased by \$1,711,560, resulting from increased property values and better economic conditions.
 - Investment Income increased by \$534,640, due to economic growth, fiscal, and monetary policies. Interest earnings on investments increased and remained steady compared to the previous fiscal year.

Expenditures for the City's governmental activities increased by \$2,881,654 or 9.5%.

CITY OF NEW PORT RICHEY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2024

Business-Type Activities. Business-type activities resulted in a increase in the City's net position of \$408,826.

Revenues for the City's business-type activities increased by \$2,011,044 compared to the previous fiscal year. The key elements are as follows:

- ◇ **Program Revenues** increased by \$1,809,594 or 11.2%.
 - Charges for services accounted for \$1,970,211 of this increase, which is attributable to the addition of the Solid Waste Fund and the collection of solid waste fees associated with implementation of the City's single-hauler program. As significant portion of the increase is also attributable to higher water and sewer sales during the fiscal year.
 - Impact Fees increased by \$4,064.
 - Investment Income increased by \$240,446, as market conditions continue to impact the economy and interest rates continue to rise ultimately increasing interest rate earnings on investments.

Expenses for the City's business-type activates increased by \$1,361,763, or 11.1%, compared to the prior year. The primary driver of this increase relates to higher costs associated with providing water and sewer services, as well as the collection and remittance of solid waste fees in connection with the City's single-hauler solid waste program.

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

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

Governmental Funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's Council.

At September 30, 2024, the City's governmental funds reported combined fund balances of \$21,248,234, an increase of \$1,824,971 in comparison to prior year's fund balance. This balance represents *nonspendable, restricted, committed, assigned, or unassigned*, which indicate that the funds are: (1) not in spendable form, (2) restricted for particular purposes, (3) committed for particular purposes, (4) assigned for particular purposes, or (5) available for spending at the City's discretion.

The City is reporting four major governmental funds: General, Redevelopment, Debt Service and Capital Projects, which comprise the majority of the City's governmental activities. To be classified as a major fund, a fund must report at least 10% of the City's total governmental funds' assets plus deferred outflows, liabilities plus deferred inflows, revenues or expenses, and must report at least 5% of the City's total governmental funds' plus enterprise funds' total assets plus deferred outflows, liabilities plus deferred inflows, revenues or expenses. The 10% and 5% tests must be passed for the same element (e.g., for assets) and the tests need only be passed for one of the four elements.

General Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unrestricted fund balance of the General Fund was \$6,764,791, inclusive of committed fund balance for emergency reserve and assigned fund balance for future expenditures. As a measure of the General Fund's liquidity, it may be useful to compare both non-spendable and restricted fund balance as well as unrestricted fund balance to total General Fund expenditures. Fund balance that is either non-spendable (advances, inventories, and prepaids) or restricted for a specific purpose is 21% of total General Fund expenditures, while unrestricted fund balance is 13.6% of total General Fund expenditures. General Fund balance increased by \$2,856,960 during the current year. Key elements of the increase are as follows:

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◇ Expenditures, totaling \$28,192,730, increased by \$2,883,460, or 11.4% compared to the prior year. This increase is directly related to increased employee costs. Availability of products and supplies increased in comparison to the previous year, although costs of those products also increased due to inflation.

The following table presents the General Fund's largest revenues components for the past five years, excluding transfers and extraordinary revenues. These revenues comprise 80% - 100% of General Fund revenues, which means any changes can significantly impact the General Fund.

As indicated in the table below, most major sources of funds increased, representing some economic growth in the City:

	2020	2021	2022	2023	2024
Property taxes	\$ 5,308,673	\$ 5,676,389	\$ 5,977,244	\$ 6,826,412	\$ 7,700,579
Utility taxes/franchise fees	3,119,842	3,268,493	3,365,617	3,766,962	3,609,695
Communications taxes	716,503	836,490	861,394	1,038,495	1,194,120
State shared revenue	2,240,945	2,495,207	2,888,551	2,948,145	2,904,440
Grants and contributions	565,917	268,373	631,497	721,205	4,716,267
Other revenues	3,656,701	3,921,835	4,421,843	5,427,187	6,084,297
Total	\$ 15,608,581	\$ 16,466,787	\$ 18,146,146	\$ 20,728,406	\$ 26,209,398

Of the sources presented in the graph, only property taxes and charges for services can be increased by the City. All other revenues presented are uncontrollable by the City, because: rates are set at the maximum amount allowed by law; the tax base cannot be expanded by the City; revenue is based on a predetermined fixed formula; or revenue is determined by contract.

Capital Improvement Fund. The One-Cent *Penny for Pasco* local discretionary infrastructure surtax was originally approved for a ten-year period, beginning in January 2005 and ending December 31, 2014. A voter referendum in November 2012 approved a second ten-year term for this surtax which will be effective until December 31, 2024. A second referendum in November 2022 approve to extend the 1-cent local government surtax for an additional 15 years, from January 2025 through December 2039.

The *Penny for Pasco* revenue may be expended to finance, plan and construct infrastructure; acquire land; and purchase public safety vehicles and equipment with a life expectancy of at least five years. Revenue cannot be used for operating costs, such as salaries, utilities, or repairs, including the operating costs related to the projects constructed or purchased with *Penny for Pasco* revenue.

The following table presents *Penny for Pasco* revenue for the past five years:

	2020	2021	2022	2023	2024
Penny for Pasco					
Revenues	\$ 2,722,954	\$ 3,218,730	\$ 3,758,534	\$ 3,957,594	\$ 4,070,418

Projections from Pasco County indicate that the City's share of *Penny for Pasco* will continue to grow in 2024 and beyond.

The Capital Improvement Program (CIP) Fund's total fund balance decreased by \$2,022,855 in comparison to prior year's fund balance. Fund balance in the CIP Fund can vary widely, due to the variability of capital projects between years. Any increase in available fund balance increases the City's flexibility to consider future major capital projects.

CITY OF NEW PORT RICHEY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024

CAPITAL ASSETS, INFRASTRUCTURE, AND DEBT

Capital Assets. The City's investment in capital assets is summarized below for the past three fiscal years, including additions and deletions during the year. Additional information on all capital assets can be found in Note 6 of the Annual Comprehensive Financial Report.

	Capital Assets								
	As of September 30, 2024								
	Governmental Activities			Business-Type Activities			Totals		
	2024	2023	2022	2024	2023	2022	2024	2023	2022
Land, land rights, and improvements	\$ 5,490,752	\$ 5,490,752	\$ 5,540,752	\$ 976,958	\$ 976,958	\$ 976,958	\$ 6,467,710	\$ 6,467,710	\$ 6,517,710
Buildings and improvements	35,288,370	35,288,370	35,153,544	37,179,431	36,946,944	36,788,338	72,467,801	72,235,314	71,941,882
Improvements other than buildings	20,923,826	17,581,843	16,839,045	-	-	-	20,923,826	17,581,843	16,839,045
Machinery and equipment	15,967,813	15,285,625	14,539,902	9,444,270	8,721,785	8,540,577	25,412,083	24,007,410	23,080,479
Infrastructure	35,489,688	33,029,153	31,642,307	53,538,031	53,286,186	51,621,058	89,027,719	86,315,339	83,263,365
Less: Accumulated depreciation	(57,965,050)	(54,477,409)	(51,179,816)	(54,181,553)	(51,573,265)	(48,891,042)	(112,146,603)	(106,050,674)	(100,070,858)
Sub-total	55,195,399	52,198,334	52,535,734	46,957,137	48,358,608	49,035,889	102,152,536	100,556,942	101,571,623
Construction in progress	8,754,604	6,030,413	2,740,318	2,489,583	1,261,956	1,898,060	11,244,187	7,292,369	4,638,378
Total	<u>\$ 63,950,003</u>	<u>\$ 58,228,747</u>	<u>\$ 55,276,052</u>	<u>\$ 49,446,720</u>	<u>\$ 49,620,564</u>	<u>\$ 50,933,949</u>	<u>\$ 113,396,723</u>	<u>\$ 107,849,311</u>	<u>\$ 106,210,001</u>

Beginning in 2021, the City entered into a lease agreement with Enterprise FM Trust for the lease of the City's fleet. As of September 30, 2024, the City leased a total of 93 vehicles through this lease program. Significant additions to capital assets have been highlighted below:

Governmental:

- ◇ The City completed improvements to Meadows Dog Park, totaling \$1,687,534.
- ◇ The City completed the Sims Park Improvements, totaling \$359,197.
- ◇ The City completed the US Hwy 19 and Main Street Gateway Project, totaling \$892,784.
- ◇ The City completed the 202/2021 West main Street Sidewalk Improvement project, totaling \$571,289.
- ◇ The City completed 2021/2022 Neighborhood Improvement project on North River Road, totaling \$1,794,214.
- ◇ The City completed additional general fund projects totaling \$379,580. These projects consisted of the City's website redesign and a cloud migration project for the City's ERP, as well as a pool resurfacing project and pumphouse repairs at the City's Recreation Center.

Business-type:

- ◇ The City completed stormwater improvement projects totaling \$59,500.

Long-Term Liabilities. The cornerstone of a city's good financial condition is a conservative debt policy. At year-end, the City reported total loans outstanding of approximately \$24.7 million compared to \$27.2 million at the end of the prior year.

During the year, the City authorized the issuance of lease payable towards the purchase of a Jet Vacuum Truck, in the amount of \$499,825.

The City also has other long-term liabilities such as Compensated Absences payable (unused vacation leave), Other Post-Employment Benefits payable (implicit "subsidized" retiree healthcare premiums), lease liabilities, and other items as listed in Note 7 in the Annual Comprehensive Financial Report.

CITY OF NEW PORT RICHEY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
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The following table presents the City's loans outstanding for Governmental Activities and Business-Type Activities (Water-Sewer Fund). Total loans outstanding decreased approximately \$2.5 million. Details on all long-term loans are included in Note 7 in the Annual Comprehensive Financial Report.

	2024	2023	2022
Governmental:			
Redevelopment note, Series 2016	\$ 5,625,000	\$ 6,351,000	\$ 7,059,000
Nonadvalorem revenue bond, 2020A	-	-	631,199
Nonadvalorem revenue bond, 2020B	6,839,698	7,919,907	8,355,207
Nonadvalorem revenue bond, 2022	1,719,001	1,719,001	-
Notes payable - Fire Truck	682,879	736,527	788,910
Lease liability	2,352,467	2,033,920	1,489,050
Sub-total	<u>17,219,045</u>	<u>18,760,355</u>	<u>18,323,366</u>
Business-Type:			
W&S Revenue bond, Series 2012	2,086,576	2,747,152	3,390,988
W&S Revenue bond, Series 2017A	412,000	465,000	517,000
W&S Revenue bond, Series 2019	3,964,000	4,893,000	5,798,000
Lease payable - VacCon truck	499,825	-	-
Lease liability	563,287	348,081	346,676
Sub-total	<u>7,525,688</u>	<u>8,453,233</u>	<u>10,052,664</u>
Total	<u>\$ 24,744,733</u>	<u>\$ 27,213,588</u>	<u>\$ 28,376,030</u>

The City now maintains a “pay-as-you-go” policy for most capital purchases. Borrowing is only used for large, infrequent capital projects after considering many factors, including the City's ability to repay the debt, prioritization of needs versus wants and the related asset's useful life. A measure of a City's debt levels is the amount of debt outstanding compared to the cost of the City's capital assets.

ECONOMIC CONDITIONS, NEXT YEAR'S BUDGET, AND NEXT YEAR'S RATES

Economic Conditions. During the prior fiscal year, the City indicated it was cautiously optimistic regarding future economic conditions. Throughout fiscal year 2024, the City continued to implement proactive measures designed to mitigate potential revenue shortfalls and manage expenditure pressures that persisted following the COVID-19 pandemic. Inflationary impacts which peaked in 2023, substantially increased the cost of living and drove higher labor and operational costs.

In response, management closely evaluated the City's financial estimates and implemented strategic adjustments to maintain structural balance. These efforts focused on aligning revenues with expenditures, controlling operating costs where feasible, and preserving long-term financial stability. As a result, the City maintained its overall financial health despite ongoing economic pressures.

The City's capital assets are in good condition and replacement provisions have been made in the City's long-term financial plan. The housing market remains strong, and unemployment is relatively low.

As a mature city, New Port Richey has a well-established base of quality services. The City's future challenge will be to maintain its service quality with stabilized revenues and increasing costs.

Next Year's Budget and Rates. The 2025 property tax rate (millage rate) was reduced to 8.3000 mills, a reduction of 0.100 mills from the previous year.

Most major revenues are projected to exhibit low growth, while many costs are projected to continue to increase, including fuel, health insurance, and pension expenses. Additionally, pension expenses are heavily dependent on investment returns, which can be volatile.

CITY OF NEW PORT RICHEY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2024

The fiscal year 2025 budget includes merit-based raises for non-represented employees and represented employees.

Fund balance is projected to remain steady in the General Fund and in most government funds. The Redevelopment Fund will see declines due to the levels of assigned debt. The utility funds will continue to see increase in net position.

The City is faced with balancing growth in some revenue categories against others that can be highly volatile with significant fluctuations through economic cycles. As such, a thoughtful and disciplined approach to budgeting and spending is necessary.

Long-Term Projections. Most tax rates are at their maximum levies, except property taxes, so growth in most tax revenue is dependent on tax base growth. The Legislature and Governor continue to push for lower taxes and revenue restrictions, even though Florida's tax burden is among the lowest of all states.

Service levels and delivery methods are continually reviewed to determine if services can be provided more efficiently or should be eliminated. The City will be challenged to control salary increases in a tight labor market for the foreseeable future. Most fund balances are projected to remain adequate, and the City has maintained or replaced its facilities and infrastructure.

The most critical element on the horizon continues to be the City's commitment to exploring all viable alternatives to enhance the commercial infrastructure within City limits and to encourage future economic growth and opportunities.

Economic Condition Summary. The City of New Port Richey has addressed the continuation of the prolonged period of economic weakness with numerous budget reductions and currently remains in a strong financial condition and maintains adequate fund balances. The City has also maintained City facilities and infrastructure and the City's workforce is highly trained and productive.

The City maintains a diversified revenue base, which helps mitigate revenue reductions in a single source and has significant operating flexibility to reduce most costs, because most general government costs are variable. However, additional cost reductions cannot be made as easily as over the past few years, due to several years of significant economic inflation.

REQUESTS FOR INFORMATION

This ACFR provides an overview of the City of New Port Richey's financial position, financial condition, and results of operations as of and for the year ended September 30, 2024. More financial information, including a copy of the City's Annual Operating Budget and the City's Long-Term Financial Plan and Capital Improvements Program, can be obtained from the City's website at: www.cityofnewportrichey.org. Telephone inquiries may be directed to the Finance Director at (727) 853-1054. Written questions and requests for information may be addressed to the Finance Director, 5919 Main Street, New Port Richey, FL 34652 or may be emailed to the Finance Director at: dunnc@cityofnewportrichey.org.

CITY OF NEW PORT RICHEY, FLORIDA

**STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 5,736,470	\$ 10,882,654	\$ 16,619,124
Investments	13,567,778	1,901,681	15,469,459
Restricted cash and cash equivalents:			
Impact fees	-	4,356,034	4,356,034
Customer deposits	-	1,427,049	1,427,049
Receivables, net			
Accounts, billed	486,716	2,491,937	2,978,653
Taxes	378,272	-	378,272
Special assessments	22,832	3,216	26,048
Note receivable	725,000	3,003,380	3,728,380
Due from other governments	1,718,798	944,817	2,663,615
Redevelopment properties held for resale	3,295,350	-	3,295,350
Internal balances	93,334	(93,334)	-
Prepaid items	235,720	23,167	258,887
Inventory	128,450	459,378	587,828
Net pension asset	2,995,267	-	2,995,267
Capital assets			
Right to use leased assets, net of amortization	2,299,139	549,481	2,848,620
Non-depreciable	14,245,356	3,466,541	17,711,897
Depreciable, net	49,704,647	45,980,179	95,684,826
Total assets	95,633,129	75,396,180	171,029,309
Deferred outflows of resources			
Deferred outflows - pensions	5,322,394	508,476	5,830,870
Deferred outflows - OPEB	541,432	129,634	671,066
Total deferred outflows of resources	5,863,826	638,110	6,501,936
Liabilities			
Accounts payable	1,939,495	1,847,758	3,787,253
Accrued liabilities	643,817	181,830	825,647
Due to other governments	14,143	-	14,143
Customer deposits payable	-	1,427,049	1,427,049
Unearned revenue	2,243,040	-	2,243,040
Noncurrent liabilities			
Due within one year	4,484,210	1,972,078	6,456,288
Due in more than one year	23,853,013	8,081,270	31,934,283
Total liabilities	33,177,718	13,509,985	46,687,703
Deferred inflows of resources			
Deferred inflows - pensions	1,183,066	223,896	1,406,962
Deferred inflows - OPEB	2,994,189	693,897	3,688,086
Total deferred inflows of resources	4,177,255	917,793	5,095,048
Net position			
Net investment in capital assets	49,608,489	42,470,513	92,079,002
Restricted for			
Law enforcement programs	182,056	-	182,056
Debt service	2,137,923	-	2,137,923
Impact fees	-	4,356,034	4,356,034
Infrastructure	5,205,601	-	5,205,601
Transportation	1,872,067	-	1,872,067
Unrestricted	5,135,846	14,779,965	19,915,811
Total net position	\$ 64,141,982	\$ 61,606,512	\$ 125,748,494

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

CITY OF NEW PORT RICHEY, FLORIDA

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/programs							
Governmental activities							
General government	\$ 9,789,891	\$ 1,170,580	\$ 53,043	\$ -	\$ (8,566,268)	\$ -	\$ (8,566,268)
Public safety	13,822,684	2,745,350	4,640,947	-	(6,436,387)	-	(6,436,387)
Public works	4,044,892	37,568	-	222,364	(3,784,960)	-	(3,784,960)
Culture/recreation	4,757,158	809,566	23,102	-	(3,924,490)	-	(3,924,490)
Interest on long-term debt	692,789	-	-	-	(692,789)	-	(692,789)
Total governmental activities	33,107,414	4,763,064	4,717,092	222,364	(23,404,894)	-	(23,404,894)
Business-type activities							
Water and sewer	12,002,382	16,005,019	-	-	-	4,002,637	4,002,637
Stormwater	953,160	1,072,101	-	-	-	118,941	118,941
Solid Waste	666,327	842,174	-	-	-	175,847	175,847
Total business-type activities	13,621,869	17,919,294	-	-	-	4,297,425	4,297,425
Total primary government	\$ 46,729,283	\$ 22,682,358	\$ 4,717,092	\$ 222,364	(23,404,894)	4,297,425	(19,107,469)
General revenues							
Taxes:							
Ad valorem					11,254,428	-	11,254,428
Franchise taxes					1,613,527	-	1,613,527
Utility taxes					1,996,168	-	1,996,168
Communication services tax					1,194,119	-	1,194,119
Infrastructure tax					4,543,051	-	4,543,051
Local option gas tax					1,334,921	-	1,334,921
Insurance premium tax					458,798	-	458,798
Unrestricted state revenue sharing					2,459,021	-	2,459,021
Investment earnings					1,645,658	929,041	2,574,699
Miscellaneous					1,378,918	-	1,378,918
Transfers					4,817,640	(4,817,640)	-
Total general revenues and transfers					32,696,249	(3,888,599)	28,807,650
Change in net position					9,291,355	408,826	9,700,181
Net position, beginning of year					54,850,627	61,197,686	116,048,313
Net position, end of year					\$ 64,141,982	\$ 61,606,512	\$ 125,748,494

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

CITY OF NEW PORT RICHEY, FLORIDA

**BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024**

	General Fund	Redevelopment Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ -	\$ 825,739	\$ 1,833,490	\$ 1,277,180	\$ 1,524,646	\$ 5,461,055
Investments	8,699,742	-	304,005	3,423,023	1,141,008	13,567,778
Receivables, net						
Accounts, billed	463,642	22,646	428	-	-	486,716
Taxes	378,272	-	-	-	-	378,272
Special assessments	-	-	-	-	22,832	22,832
Due from other funds	93,334	-	-	-	-	93,334
Advances to other funds	5,818,564	-	-	-	-	5,818,564
Due from other governments	675,514	8,785	-	807,898	226,601	1,718,798
Note receivable	-	725,000	-	-	-	725,000
Redevelopment properties held for resale	-	3,295,350	-	-	-	3,295,350
Inventory	37,958	-	-	-	-	37,958
Prepaid items	82,786	149,999	-	-	-	232,785
Total assets	<u>\$ 16,249,812</u>	<u>\$ 5,027,519</u>	<u>\$ 2,137,923</u>	<u>\$ 5,508,101</u>	<u>\$ 2,915,087</u>	<u>\$ 31,838,442</u>
Liabilities and fund balances (deficit)						
Liabilities						
Accounts payable	\$ 544,145	\$ 56,691	\$ -	\$ 302,500	\$ 1,012,398	\$ 1,915,734
Accrued liabilities	592,951	5,776	-	-	-	598,727
Due to other governments	14,143	-	-	-	-	14,143
Unearned revenue	2,212,418	-	-	-	30,622	2,243,040
Advances from other funds	-	5,818,564	-	-	-	5,818,564
Total liabilities	<u>3,363,657</u>	<u>5,881,031</u>	<u>-</u>	<u>302,500</u>	<u>1,043,020</u>	<u>10,590,208</u>
Fund balances (deficit)						
Nonspendable						
Advances from other funds	5,818,564	-	-	-	-	5,818,564
Inventory	37,958	-	-	-	-	37,958
Prepaid items	82,786	149,999	-	-	-	232,785
Assets held for resale	-	3,295,350	-	-	-	3,295,350
Restricted						
Law enforcement programs	182,056	-	-	-	-	182,056
Debt service	-	-	2,137,923	-	-	2,137,923
Infrastructure	-	-	-	5,205,601	-	5,205,601
Transportation	-	-	-	-	1,872,067	1,872,067
Committed to:						
Emergency reserve	2,706,113	-	-	-	-	2,706,113
Public art fund	153,101	-	-	-	-	153,101
Assigned to:						
Tree removal	70,218	-	-	-	-	70,218
Senior programming (library)	1,400	-	-	-	-	1,400
Youth education	2,450	-	-	-	-	2,450
Unassigned	3,831,509	(4,298,861)	-	-	-	(467,352)
Total fund balances (deficit)	<u>12,886,155</u>	<u>(853,512)</u>	<u>2,137,923</u>	<u>5,205,601</u>	<u>1,872,067</u>	<u>21,248,234</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 16,249,812</u>	<u>\$ 5,027,519</u>	<u>\$ 2,137,923</u>	<u>\$ 5,508,101</u>	<u>\$ 2,915,087</u>	<u>\$ 31,838,442</u>

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

CITY OF NEW PORT RICHEY, FLORIDA

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024**

Total fund balances for governmental funds		\$ 21,248,234
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	\$ 121,436,749	
Accumulated depreciation	<u>(57,724,744)</u>	63,712,005
Right to use leased assets in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Right to use leased assets	3,736,818	
Accumulated amortization	<u>(1,494,647)</u>	2,242,171
Deferred outflows, deferred inflows, and the net pension asset are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Net pension asset	2,995,267	
Deferred outflows - OPEB	532,333	
Deferred inflows - OPEB	(2,945,872)	
Deferred outflows - pensions	5,284,528	
Deferred inflows - pensions	<u>(1,166,393)</u>	4,699,863
Certain liabilities are not due and payable in the current period and are therefore not reported in the funds.		
Accrued interest payable	(39,217)	
Compensated absences	(661,489)	
Net pension liability	(8,444,996)	
Total OPEB liability	(1,826,849)	
Bonds and capital lease payable	<u>(17,144,483)</u>	(28,117,034)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of internal service funds are reported with governmental activities.		
		<u>356,743</u>
Net position of governmental activities		<u><u>\$ 64,141,982</u></u>

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

CITY OF NEW PORT RICHEY, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Redevelopment Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 12,504,393	\$ 3,553,849	\$ -	\$ 4,070,418	\$ 1,807,554	\$ 21,936,214
Licenses and permits	1,023,473	-	-	-	-	1,023,473
Intergovernmental revenues	7,620,708	36,567	-	200,000	-	7,857,275
Charges for services	1,183,428	-	-	-	-	1,183,428
Fines and forfeitures	2,556,163	-	-	-	-	2,556,163
Investment earnings	857,757	144,642	8,612	415,768	212,215	1,638,994
Miscellaneous revenues	398,743	195,200	-	-	784,975	1,378,918
Total revenues	<u>26,144,665</u>	<u>3,930,258</u>	<u>8,612</u>	<u>4,686,186</u>	<u>2,804,744</u>	<u>37,574,465</u>
Expenditures						
Current						
General government	6,205,752	2,409,441	-	-	407,885	9,023,078
Public safety	12,576,471	-	-	-	-	12,576,471
Public works	2,969,644	-	-	-	14,439	2,984,083
Culture/recreation	3,292,251	-	-	-	-	3,292,251
Debt service						
Principal retirement	632,124	-	1,859,857	-	-	2,491,981
Interest	32,815	357,899	300,639	-	-	691,353
Capital outlay	2,483,673	700,302	-	4,620,731	2,639,368	10,444,074
Total expenditures	<u>28,192,730</u>	<u>3,467,642</u>	<u>2,160,496</u>	<u>4,620,731</u>	<u>3,061,692</u>	<u>41,503,291</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,048,065)</u>	<u>462,616</u>	<u>(2,151,884)</u>	<u>65,455</u>	<u>(256,948)</u>	<u>(3,928,826)</u>
Other financing sources (uses)						
Leases	936,157	-	-	-	-	936,157
Transfers in	8,004,108	4,015,240	3,864,320	-	200,000	16,083,668
Transfers out	(4,015,240)	(4,674,368)	-	(2,088,310)	(488,110)	(11,266,028)
Total other financing sources (uses)	<u>4,925,025</u>	<u>(659,128)</u>	<u>3,864,320</u>	<u>(2,088,310)</u>	<u>(288,110)</u>	<u>5,753,797</u>
Change in fund balances	2,876,960	(196,512)	1,712,436	(2,022,855)	(545,058)	1,824,971
Fund balances (deficit), beginning of year	10,009,195	(657,000)	425,487	7,228,456	2,417,125	19,423,263
Fund balances (deficit), end of year	<u>\$ 12,886,155</u>	<u>\$ (853,512)</u>	<u>\$ 2,137,923</u>	<u>\$ 5,205,601</u>	<u>\$ 1,872,067</u>	<u>\$ 21,248,234</u>

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

CITY OF NEW PORT RICHEY, FLORIDA

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

Net change in fund balances – total governmental funds		\$ 1,824,971
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is depreciated over their estimated useful lives.</p>		
Capital outlay	\$ 10,308,384	
Less current year depreciation and amortization	<u>(4,269,386)</u>	6,038,998
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of those differences in the treatment of long-term debt and related items.</p>		
Repayment of principal of long-term debt		2,491,981
Leases and bond issuance		<u>(936,157)</u>
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.</p>		
Pension expense	(395,504)	
Change in total OPEB liability and deferred items	234,256	
Change in compensated absences	<u>(30,244)</u>	(191,492)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds are reported with governmental activities.</p>		
		<u>63,054</u>
Change in net position of governmental activities		\$ <u>9,291,355</u>

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

CITY OF NEW PORT RICHEY, FLORIDA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024**

	Business-Type Activities - Enterprise Funds				Governmental
	Water and Sewer Fund	Stormwater Utility Fund	Nonmajor Solid Waste Fund	Total	Activities - Internal Service Fund
Assets					
Current assets					
Cash and cash equivalents	\$ 10,089,840	\$ 792,814	\$ -	\$ 10,882,654	\$ 275,415
Restricted cash and cash equivalents:					
Impact fees	4,356,034	-	-	4,356,034	-
Customer deposits	1,427,049	-	-	1,427,049	-
Receivables, net					
Accounts, billed	2,378,841	-	113,096	2,491,937	-
Special assessments	3,216	-	-	3,216	-
Note receivable - current portion	696,509	-	-	696,509	-
Due from other governments	942,472	2,345	-	944,817	-
Investments	760,673	1,141,008	-	1,901,681	-
Prepays	23,167	-	-	23,167	2,935
Inventory	459,378	-	-	459,378	90,492
Total current assets	<u>21,137,179</u>	<u>1,936,167</u>	<u>113,096</u>	<u>23,186,442</u>	<u>368,842</u>
Noncurrent assets					
Note receivable - long-term portion	2,306,871	-	-	2,306,871	-
Capital assets, right to use leased assets, net	434,845	114,636	-	549,481	56,968
Capital assets, non-depreciable	3,019,078	447,463	-	3,466,541	-
Capital assets, net	40,405,820	5,574,359	-	45,980,179	237,998
Total noncurrent assets	<u>46,166,614</u>	<u>6,136,458</u>	<u>-</u>	<u>52,303,072</u>	<u>294,966</u>
Total assets	<u>67,303,793</u>	<u>8,072,625</u>	<u>113,096</u>	<u>75,489,514</u>	<u>663,808</u>
Deferred outflows of resources					
Deferred outflows - pensions	476,020	32,456	-	508,476	37,866
Deferred outflows - OPEB	118,611	11,023	-	129,634	9,099
Total deferred outflows of resources	<u>594,631</u>	<u>43,479</u>	<u>-</u>	<u>638,110</u>	<u>46,965</u>
Liabilities					
Current liabilities					
Accounts payable	1,808,255	34,333	5,170	1,847,758	23,761
Accrued liabilities	172,766	9,064	-	181,830	5,873
Customer deposits payable	1,427,049	-	-	1,427,049	-
Revenue bonds payable - current portion	1,685,751	-	-	1,685,751	-
Lease liability - current portion	236,512	39,025	-	275,537	26,008
Due to other funds	-	-	93,334	93,334	-
Compensated absences - current portion	10,663	127	-	10,790	-
Total current liabilities	<u>5,340,996</u>	<u>82,549</u>	<u>98,504</u>	<u>5,522,049</u>	<u>55,642</u>
Noncurrent liabilities					
Revenue bonds payable	4,776,825	-	-	4,776,825	-
Lease liability	708,731	78,844	-	787,575	48,554
Compensated absences	86,573	9,297	-	95,870	6,143
Net pension liability	1,919,660	130,886	-	2,050,546	152,700
Total OPEB liability	338,953	31,501	-	370,454	26,001
Total noncurrent liabilities	<u>7,830,742</u>	<u>250,528</u>	<u>-</u>	<u>8,081,270</u>	<u>233,398</u>
Total liabilities	<u>13,171,738</u>	<u>333,077</u>	<u>98,504</u>	<u>13,603,319</u>	<u>289,040</u>
Deferred inflows of resources					
Deferred inflows - pension	209,605	14,291	-	223,896	16,673
Deferred inflows - OPEB	629,873	64,024	-	693,897	48,317
Total deferred inflows of resources	<u>839,478</u>	<u>78,315</u>	<u>-</u>	<u>917,793</u>	<u>64,990</u>
Net position					
Net investment in capital assets	36,451,924	6,018,589	-	42,470,513	220,404
Restricted for					
Impact fees	4,356,034	-	-	4,356,034	-
Unrestricted	13,079,250	1,686,123	14,592	14,779,965	136,339
Total net position	<u>\$ 53,887,208</u>	<u>\$ 7,704,712</u>	<u>\$ 14,592</u>	<u>\$ 61,606,512</u>	<u>\$ 356,743</u>

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

CITY OF NEW PORT RICHEY, 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			Total	Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Stormwater Utility Fund	Nonmajor Solid Waste Fund		
Operating revenues					
Charges for services	\$ 15,910,747	\$ 1,072,101	\$ 842,174	\$ 17,825,022	\$ 635,871
Impact fees	86,686	-	-	86,686	-
Miscellaneous	7,586	-	-	7,586	-
Total operating revenues	<u>16,005,019</u>	<u>1,072,101</u>	<u>842,174</u>	<u>17,919,294</u>	<u>635,871</u>
Operating expenses					
Personnel services and benefits	3,195,229	300,459	-	3,495,688	210,690
Contractual services	931,228	203,583	658,896	1,793,707	69,732
Operating supplies	1,564,717	95,832	7,431	1,667,980	220,471
Repairs and maintenance	413,070	30,728	-	443,798	2,248
Utilities	1,696,094	27,848	-	1,723,942	499
Other operating expenses	3,091,860	-	-	3,091,860	218
Subsidy from county	(1,945,055)	-	-	(1,945,055)	-
Depreciation and amortization	2,833,726	291,255	-	3,124,981	76,707
Total operating expenses	<u>11,780,869</u>	<u>949,705</u>	<u>666,327</u>	<u>13,396,901</u>	<u>580,565</u>
Operating income	<u>4,224,150</u>	<u>122,396</u>	<u>175,847</u>	<u>4,522,393</u>	<u>55,306</u>
Nonoperating revenues (expenses)					
Investment earnings	803,647	121,089	4,305	929,041	6,664
Gain on disposal of capital assets	-	-	-	-	2,520
Interest expense	(221,513)	(3,455)	-	(224,968)	(1,436)
Total nonoperating revenues (expenses), net	<u>582,134</u>	<u>117,634</u>	<u>4,305</u>	<u>704,073</u>	<u>7,748</u>
Income before transfers	4,806,284	240,030	180,152	5,226,466	63,054
Transfers out	<u>(4,522,080)</u>	<u>(130,000)</u>	<u>(165,560)</u>	<u>(4,817,640)</u>	<u>-</u>
Change in net position	284,204	110,030	14,592	408,826	63,054
Total net position, beginning of year	53,603,004	7,594,682	-	61,197,686	293,689
Total net position, end of year	<u>\$ 53,887,208</u>	<u>\$ 7,704,712</u>	<u>\$ 14,592</u>	<u>\$ 61,606,512</u>	<u>\$ 356,743</u>

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

CITY OF NEW PORT RICHEY, FLORIDA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Business-Type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Stormwater Utility Fund	Nonmajor Solid Waste Fund		
Cash flows from operating activities					
Cash received from customers	\$ 15,455,016	\$ 1,072,101	\$ 729,078	\$ 17,256,195	\$ -
Cash received from interfund services provided	-	-	-	-	635,871
Cash paid to suppliers for goods and services	(4,371,667)	(470,588)	(661,157)	(5,503,412)	(308,880)
Cash paid to employees for services and benefits	(3,032,978)	(295,078)	-	(3,328,056)	(238,426)
Net cash provided by operating activities	8,050,371	306,435	67,921	8,424,727	88,565
Cash flows from noncapital financing activities					
Transfer to other funds	(4,522,080)	(130,000)	(72,226)	(4,724,306)	-
Net cash used in noncapital financing activities	(4,522,080)	(130,000)	(72,226)	(4,724,306)	-
Cash flows from capital and related financing activities					
Acquisition and construction of capital assets	(2,936,476)	(222,813)	-	(3,159,289)	(51,834)
Cash received from sale of capital assets	-	-	-	-	2,520
Principal paid on revenue bonds and lease liability	(1,754,056)	(36,060)	-	(1,790,116)	(26,435)
Issuance of note payable and lease	810,864	51,707	-	862,571	40,949
Interest paid	(221,513)	(3,455)	-	(224,968)	(1,436)
Collections on notes receivable	663,151	-	-	663,151	-
Net cash used in capital and related financing activities	(3,438,030)	(210,621)	-	(3,648,651)	(36,236)
Cash flows from investing activities					
Purchase of investments	(760,673)	(1,141,008)	-	(1,901,681)	-
Interest received	803,647	121,089	4,305	929,041	6,664
Net cash provided by (used in) investing activities	42,974	(1,019,919)	4,305	(972,640)	6,664
Net change in cash and cash equivalents	133,235	(1,054,105)	-	(920,870)	58,993
Cash and cash equivalents, beginning of year	15,739,688	1,846,919	-	17,586,607	216,422
Cash and cash equivalents, end of year	<u>\$ 15,872,923</u>	<u>\$ 792,814</u>	<u>\$ -</u>	<u>\$ 16,665,737</u>	<u>\$ 275,415</u>
Cash and cash equivalents classified as					
Cash and cash equivalents	\$ 10,089,840	\$ 792,814	\$ -	\$ 10,882,654	\$ 275,415
Restricted cash and cash equivalents	5,783,083	-	-	5,783,083	-
Total cash and cash equivalents	<u>\$ 15,872,923</u>	<u>\$ 792,814</u>	<u>\$ -</u>	<u>\$ 16,665,737</u>	<u>\$ 275,415</u>

(Continued)

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

CITY OF NEW PORT RICHEY, FLORIDA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Business-Type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Stormwater Utility Fund	Nonmajor Solid Waste Fund		
Reconciliation of operating income to net cash provided by operating activities					
Operating income	\$ 4,224,150	\$ 122,396	\$ 175,847	\$ 4,522,393	\$ 55,306
Adjustment to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	2,833,726	291,255	-	3,124,981	76,707
Change in operating assets and liabilities:					
(Increase) decrease in assets:					
Accounts receivable	(287,028)	-	(113,096)	(400,124)	-
Due from other governments	(207,022)	-	-	(207,022)	-
Prepays	(809)	-	-	(809)	(2,935)
Inventory	(10,181)	-	-	(10,181)	(6,887)
Deferred outflows - pension	(42,106)	(2,753)	-	(44,859)	6,936
Deferred outflows - OPEB	(730)	1,124	-	394	(796)
Increase (decrease) in liabilities:					
Accounts payable	1,391,237	(112,597)	5,170	1,283,810	(5,890)
Accrued liabilities	107,305	4,202	-	111,507	2,641
Compensated absences payable	3,594	74	-	3,668	(733)
Customer deposits	(55,953)	-	-	(55,953)	-
Deferred inflows - pension	119,599	8,130	-	127,729	7,380
Deferred inflows - OPEB	8,543	-	-	8,543	4,552
Net pension liability	(59,224)	(4,574)	-	(63,798)	(51,622)
Total OPEB liability	25,270	(822)	-	24,448	3,906
Net cash provided by operating activities	<u>\$ 8,050,371</u>	<u>\$ 306,435</u>	<u>\$ 67,921</u>	<u>\$ 8,424,727</u>	<u>\$ 88,565</u>

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

CITY OF NEW PORT RICHEY, FLORIDA

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
SEPTEMBER 30, 2024**

	<u>Consolidated Pension Trust Fund</u>
ASSETS	
Cash	\$ 153,211
Receivables and prepaid items:	
Accrued dividends and interest	84,093
Prepaid items	2,896
Total receivables	<u>90,784</u>
Investments, at fair value	
U.S. Government obligations	3,980,102
U.S. Government Agency obligations	6,655,321
Domestic corporate bonds and stocks	28,069,505
Real estate investment trust	3,499,929
Temporary investment trust	620,433
Pooled equity and fixed income funds	13,537,073
Total investments	<u>56,362,363</u>
Total assets	<u><u>\$ 56,606,358</u></u>
LIABILITIES	
Accounts payable	\$ 98,910
Total liabilities	<u>98,910</u>
NET POSITION	
Restricted for pension benefits	56,507,448
Total liabilities and net position	<u><u>\$ 56,606,358</u></u>

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

CITY OF NEW PORT RICHEY, FLORIDA

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Consolidated Pension Trust Fund</u>
ADDITIONS	
Contributions:	
Employer	\$ 706,345
Employees	337,822
State	424,619
Total contributions	<u>1,468,786</u>
Investment income	
Net appreciation in fair value of investments	10,235,001
Interest and dividends	1,028,743
Other	1,362
	<u>11,265,106</u>
Less investment expense	<u>(192,573)</u>
Net investment income	<u>11,072,533</u>
Total additions	12,541,319
DEDUCTIONS	
Benefits	2,666,854
Refunds of contributions	91,727
Administrative expenses	158,370
Total deductions	<u>2,916,951</u>
Net change in plan net position	9,624,368
Plan net position, restricted for pension benefits:	
Beginning of year	46,883,080
End of year	<u><u>\$ 56,507,448</u></u>

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

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of New Port Richey, Florida (the “City”) is a political subdivision of the state of Florida. The City was originally incorporated on October 27, 1924, and officially established on May 15, 1925 by Chapter 10929, Laws of Florida, Acts of 1925 (regular session), an act of the Florida legislature, approved by the Governor and filed with the Secretary of State. This act was amended by Chapter 11647, No. 312, Laws of Florida, extraordinary session, November 1925, and approved by the Governor and filed with the Secretary of State on December 18, 1925. House Bill 1132, enacted by act of legislature, Special Laws of Florida, Acts of 1941, abolished the old municipality and created a new municipality, becoming a law (Chapter 21419) without Governor’s approval after its filing with the Secretary of State on May 28, 1941, later being sealed by the Secretary of State on June 14, 1941. Various amendments were made to the charter during the 1950’s, 1960’s, and 1970’s. The City of New Port Richey amended its charter with Ordinance #947-100 on November 2, 1982, and on December 7, 1982 the citizens of the City ratified this charter. More recently, the City amended its charter with Ordinance #1354, adopted on February 7, 1995, and on April 11, 1995, the citizens of the City ratified this charter. The charter, as amended, provides for a Council-Manager form of government. The government of the City is operated by the authority of the powers granted by its charter, as limited by the State Legislature. The City provides a full complement of municipal services, except for certain education, health, and welfare services that are administered by other governmental entities.

The City’s financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applicable to governmental units, in accordance with Governmental Accounting Standards Board (GASB).

1. Defining the Financial Reporting Entity: In evaluating the City as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the City may or may not be financially accountable, and, as such be included in the City’s financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization’s governing board and: (1) it is able to impose its will on the organization, or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The City has determined that the following entities meet these requirements. The Community Redevelopment Agency (CRA) is a blended the component unit in the financial statements as a Special Revenue Fund. Although legally separate, the City Council serves as the CRA Board. The CRA was created pursuant to Chapter 163.356, Florida Statutes, City Ordinance 1202 and City Resolutions 885, 8826, and 897. The CRA was modified and the redevelopment plan revised with the adoption of City Resolution 0105. Separate financial statements can be obtained from city hall.

The City of New Port Richey’s Police Officers’ Retirement System and the City of New Port Richey’s Firefighters’ Retirement System are reported as Fiduciary Component Units in accordance with GASB Statement No. 84. Both plans have Boards that are separate from City Council, but are fiscally dependent on the City. Separate financial statements are prepared for each plan.

The City includes advisory boards and commissions within the City in its financial statements in circumstances where the City selects the governing authority, designates management, has the ability to influence operations, and has accountability for fiscal matters of the advisory boards and commissions.

Jointly Governed Organization - Tampa Bay Water (TBW): The TBW was organized in 1998, by an inter-local agreement pursuant to Chapter 98-402 of the Florida Statutes between the counties of Hillsborough, Pasco, and Pinellas and the cities of New Port Richey, St. Petersburg, and Tampa, Florida (the members). The purpose of the TBW is to develop regional water supplies and to supply water to its members at a wholesale price. The TBW is the reorganized West Coast Regional Water Supply Authority with a governing board of nine voting members, two from each of the county governments and one from each of the city governments.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Government-Wide and Fund Financial Statements: The basic financial statements are made up of the government-wide financial statements and fund financial statements. Both of these set of financial statements distinguish between the governmental and business-type activities of the City of New Port Richey. These statements consist of a statement of net position and a statement of activities. These statements report on the financial condition of the City of New Port Richey, at the reporting entity level. Internal balances represent net amounts due between the governmental and business-type activities. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Internal service fund activity is reported as a single column in the proprietary fund financial statements. Fiduciary funds are not included in these presentations as their assets due not represent amounts that are available for City of New Port Richey government operations. The statement of net position reports all financial and capital resources of the City's governmental and business-type activities. Net position equals assets plus deferred outflows of resources minus liabilities plus deferred inflows of resources and is shown in three categories: net investment of capital assets, restricted net position, and unrestricted net position. The statement of activities reports results of operations on a functional activity (program) basis and demonstrates to what degree the particular program has been self-supporting.

Direct expenses are those that are specifically associated with a service, program, or department and, thus are clearly identifiable to a particular function. The effect of indirect expense allocations has been eliminated at the government-wide financial statements. Depreciation expense for capital assets that can be specifically identified with a function is recorded as a direct expense of that function. Depreciation expense for capital assets that serve all functions is recorded as a direct expense of the general government function on the government-wide statement of activities. All interest on general long-term debt is considered indirect and reported separately in the government-wide statement of activities.

Program revenues are reported in the following three categories: charges for services, operating grants and contributions, and capital grants and contributions. Charges for services include revenues arising from charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided.

Operating grants and capital grants consist of revenues received from other governments, organizations, or individuals that are specifically attributable to a program and are restricted for either capital or operational use in a particular program.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues 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 City's enterprise funds and internal service fund are charges to customers for services. Operating expenses for the City's enterprise funds and internal service fund include cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The fund financial statements follow the government-wide statements and report more detailed information about operations of major funds on an individual basis and nonmajor funds on an aggregate basis for the governmental and proprietary funds. Following the governmental fund balance sheet and statement of revenues, expenditures and changes in fund balances are reconciliations explaining the differences between governmental fund presentation and the government-wide presentation.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Basis of Accounting and Measurement Focus: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus applied.

The government-wide financial statements, as well as the fund financial statements for the proprietary funds, are reported using the economic resources measurement focus and the accrual basis of accounting. The governmental funds in the fund financial statements are presented on a modified accrual basis of accounting. All proprietary funds are maintained on the accrual basis of accounting with revenues being recognized when earned and expenses recognized when incurred. Operating revenues and expenses of the proprietary funds are defined revenues or expenses related to the provision of applicable service. Nonoperating revenues and expenses include items unrelated to the provision of services.

Under the modified accrual basis, revenues are recognized in the accounting period when they become measurable and available. Revenues are generally considered available when they are received in cash (unless legally restricted to some future period) or when earned and expected to be collected soon enough after year-end to pay liabilities of the current period (i.e., within 60 days of the end of the current fiscal period). In addition, grant revenues are considered available if they are expected to be collected within one year of the end of the fiscal period.

Expenditures are recognized at the time the fund liability is incurred, if measurable. Interest and principal payments on general long-term debt and compensated absences are recognized when paid. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as needed.

4. Fund Financial Statements: Separate financial statements are provided by governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from government-wide financial statements. An emphasis is on the major funds in either the governmental or business-type categories. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds (by category) are summarized into a single column.

The City reports the following major governmental funds:

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

Redevelopment Fund: This fund is used to account for the proceeds of tax incremental funding and the associated costs for redevelopment initiatives. In addition, other development service proceeds (i.e., building permits and zoning fees) are accounted for in this fund along with the associated operating costs of this function.

Debt Service Fund: This fund accounts for the accumulation of resources for and payment of principal, interest, and related costs of the City's general long-term debt.

Capital Projects Fund: This fund accounts for financial resources earmarked or segregated for the acquisition and construction of major capital facilities and other project-oriented activities, except for those financed by and accounted for the Redevelopment Fund or proprietary funds.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Fund Financial Statements (Continued):

The City reports the following major enterprise funds:

The Water and Sewer Fund: This fund is used to account for the financing, construction, operation, and maintenance of the water and sewer services of the City from charges made to users of the service.

The Stormwater Utility Fund: This fund is used to account for the financing, construction, operation, and maintenance of the stormwater management system of the City from charges assessed against each developed property.

Additionally, the City reports the following fund types:

Internal Service Fund: This fund accounts for the operations of one department that provides services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis. The City's central garage provides automotive fleet services to other departments.

Fiduciary Fund Types: Pension trust funds account for the financial operations of the Police Officer and Firefighters' and Employee Retirement funds.

5. Budgets and Budgetary Accounting: The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. The City Manager submits to the City Council a proposed operating budget for the ensuing fiscal year. It contains proposed expenditures and the means to finance them, including a proposed property tax millage.
- b. Public hearings are conducted by the City Council as required by state and federal law to obtain taxpayer comments on the proposed budget.
- c. The budget and property tax millage is approved by the City Council in September.
- d. Annual budgets are adopted for the following funds: General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, Enterprise Funds, and Internal Service Fund.
- e. The City Council must approve budget amendments that affect revenue accounts or appropriations in more than one department. The City Manager is authorized to transfer any unencumbered appropriation balance or portion thereof between specific classifications of expenditures within a department or office. Expenditures may not exceed legal appropriations at the department level. Appropriations lapse at yearend. All budget amounts presented in the accompanying financial statements and supplemental information have been adjusted for revisions as approved by the City Council during the year.
- f. Formal budgetary integration is employed as a management control device during the year for the Governmental Funds.
- g. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Assets, Liabilities, Deferred Inflows/Outflows, and Net Position of Fund Balance:

Cash, Cash Equivalents, and Investments: The City utilizes a consolidated cash pool to account for cash, cash equivalents, and investments of all City funds other than those that are required by ordinance to be physically segregated. The consolidated cash pool concept allows each participating fund to benefit from the economies of scale and improved yield that are inherent to a larger investment pool. Formal accounting records detail the individual equities of the participating funds.

Investments in U.S. Treasury and government agency securities are recorded at fair value, as determined by the quoted market prices. If quoted market prices are not available, fair values are estimated on the basis of dealer quotes, pricing models, or quoted market prices for instruments with similar characteristics. The Local Government Surplus Funds Trust Fund operated by the Florida State Board of Administration is treated as a “2a-7 like” and therefore it is presented at its actual pooled share price of \$1.

Cash Equivalents: For purposes of the statement of cash flows, the proprietary funds consider equity in pooled cash and investments with an original maturity date of three months or less when purchased, both restricted and unrestricted, to be cash equivalents.

Investments: Investments are reported at fair value. Investments in common stock and bonds traded on a national securities exchange are valued at the last reported sales price on the last business day of the year. Securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the mean between the last reported bid and asked prices. Investments in mutual fund type securities are valued at the net asset value of the fund based on the underlying assets held in the funds. The fair value of an investment is the amount that could reasonably be expected to be received for it in a current sale between a willing buyer and a willing seller, other than in a forced or liquidation sale.

Receivables: Utility (water and sewer) operating revenues are generally recognized on the basis of cycle billings rendered monthly.

Inventories and Prepaid Costs: Inventory is valued at cost using the first-in, first-out method. Inventory in governmental funds consists of supplies held for consumption. The cost is recorded as an expenditure at the time inventory items are consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Inventories and prepaid costs reported within governmental funds are classified as nonspendable, which indicates that they do not constitute available resources. Inventories and prepaid costs in the governmental-wide and proprietary fund financial statements are reported as an expense when consumed.

Redevelopment Properties Held for Resale: Real estate properties acquired in economically depressed areas and held for resale to the private sector are stated at lower of cost or market value. These properties are not intended to be used in the City’s operations but rather are intended to be converted to cash upon resale.

Restricted Assets: Certain resources of the Water and Sewer Fund are classified as restricted assets and represent assets set aside for customer deposits.

Property Taxes: Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the Pasco County Property Appraiser and Pasco County Tax Collector. The laws of the state regulating tax assessments are also designed to assure a consistent property valuation method statewide. Florida Statutes permit cities to levy property taxes at a rate of up to 10 mills. The millage rate in effect for the fiscal year ended September 30, 2024 was 8.300 mills.

The tax levy of the City is established by the City Council prior to October 1 of each year, the Pasco County Property Appraiser incorporates the millages into the total tax levy, which includes the tax requirements of the county, municipalities, independent districts, and the Pasco County School Board.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Assets, Liabilities, Deferred Inflows/Outflows, and Net Position of Fund Balance (Continued):

All property is reassessed according to its fair market value on January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of Florida Statutes.

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Pasco County Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. The taxes paid in March are without discount. Delinquent taxes on real property bear interest at 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by Pasco County.

Capital Assets: Land and land rights, buildings, improvements, and machinery and equipment are stated at cost. Capital contributions are recorded at their acquisition value on the date donated.

The City capitalizes expenditures with a cost in excess of \$5,000 or more for equipment and with a useful life in excess of five years and capital improvements and/or additions constructed or acquired in excess of \$10,000. Expenditures for maintenance and repairs are charged to operating expense. The cost of capital assets retired or sold, together with the related accumulated depreciation, is removed from the accounts and any gain or loss on disposition is credited or charged to government-wide financial statements and proprietary fund financial statements.

Depreciation is provided using the straight-line method. The estimated useful lives of the various classes of depreciable capital assets are as follows:

<u>Capital Asset Class</u>	<u>Estimated Useful Life</u>
Infrastructure	20 to 50 Years
Buildings and Improvements	10 to 50 Years
Improvements Other than Buildings	40 to 50 Years
Machinery and Equipment	5 to 10 Years
Right to Use Leased Assets – Equipment	5 Years

Leases

Lessee: The City is a lessee for noncancellable leases of equipment and recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life (five years).

Key estimates and judgments related to leases include how the City determines: (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments:

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Assets, Liabilities, Deferred Inflows/Outflows, and Net Position of Fund Balance (Continued):

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Deferred Outflows/Inflows of Resources: The statement of net position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and as such will not be recognized as an expense or expenditure in the current year.

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Unearned Revenue: In instances where assets have been received by the City for services rendered in future periods, asset balances are offset by an unearned revenue liability account in the financial statements.

Compensated Absences: The City follows the provisions of GASB No. 16, *Accounting for Compensated Absences*, as amended. This statement provides for the measurement of accrued vacation leave and other compensated absences using the pay or salary rates in effect at the balance sheet date. It also requires additional amounts to be accrued for certain salary related payments associated with the payment of compensated absences. Annual vacation accruals vary based on years of service. The maximum number of annual leave hours that an employee may accrue is equal to the employee's rate of annual accrual. Payments for compensated absences are made by the respective fund. Accrued compensated absences are recorded as liabilities in the government-wide financial statements and the proprietary fund financial statements. A liability is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements, and are considered due and payable as of year-end.

Net Position: Net position represents the difference between total assets plus deferred outflows of resources and liabilities plus deferred inflows of resources and is categorized as follows:

- Net investment in capital assets – Total capital assets, net of debt issued in the acquisition of these assets and net of depreciation is reported separately in the net position section.
- Restricted – This component consists of net position that has constraints placed on it either externally by third parties (creditors, grantors, and contributors) or by law through constitutional provisions of enabling legislation. The City would typically use restricted assets first, as appropriate opportunities arose, but reserves the right to selectively defer the use of these funds. The government-wide statement of net position reports \$13,753,681 of restricted net position.
- Unrestricted – Balance are not restricted for specific purposes.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Assets, Liabilities, Deferred Inflows/Outflows, and Net Position of Fund Balance (Continued):

Fund Balance Classification: The 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. The City has classified Redevelopment Properties Held for Resale, Inventories, Prepaid Items, and Repayable Advances from Other Funds as being nonspendable as these items are not expected to be converted to cash or are not expected to be converted to cash within the next current year.
- **Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources through 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. The City has classified forfeitures as being restricted as their use is restricted by Florida Statutes for police investigative expenditures. Debt service resources are to be used for future servicing of the revenue note and bonds and are restricted through debt covenants. Infrastructure projects are restricted by Florida Statute and the laws of Pasco County and are legally segregated for funding of infrastructure improvements. Transportation projects, which are funded by paving assessments and local option gas taxes, are restricted by Florida Statute, and are legally segregated for funding of street improvement projects.
- **Committed** – This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action by the City Council that constitutes the most binding constraint, which is an ordinance. These amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (ordinance) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **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. This intent can be expressed by the City Council or through the City Council delegating this responsibility to the City Manager through the budgetary process. The City has assigned funds for Capital Projects that are to be used for the repair and replacement of equipment, street improvements, debt services and future expenditures, funds designated for future expenditures and an amount designated for minimum funding as established by Ordinance 1119.
- **Unassigned** – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balances of any other governmental fund that cannot be eliminated by the offsetting of assigned fund balance amounts.

The spending order of fund balances as established by the City is to first spend restricted amounts when both restricted and unrestricted fund balances are available, unless there are legal restrictions that prohibit such action, such as grant agreements that require a dollar match. Additionally, when expenditures are incurred for purposes for which unrestricted fund balances could be used, the City shall first spend committed fund balance, followed by assigned fund balance, and then unassigned fund balance.

Use of Estimates: The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Assets, Liabilities, Deferred Inflows/Outflows, and Net Position of Fund Balance (Continued):

Interfund Transactions: Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government wide presentation. Amounts reported in the funds as receivable from or payable to fiduciary funds are included in the statement of net position as receivable from and payable to external parties.

NOTE 2 – CASH, CASH EQUIVALENTS AND INVESTMENTS

At September 30, 2024, the carrying amount of the City's deposits with financial institutions was \$22,373,865 and the bank account balance was \$23,364,451. The City also carries \$20,849 in petty cash at year end. The City's cash deposits were fully insured by federal depository insurance or by collateral held by the City's agent pursuant to the Public Depository Security Act of the state of Florida. This act establishes a multiple financial institution collateral pool in which all financial institutions holding public deposits pledge a pool of collateral against all public deposits they collectively hold. In the event of a default or insolvency by a qualified public depository, any loss not covered by deposit insurance or the proceeds from the sale of securities pledged by the defaulting depository is covered by an assessment against the other qualified public depository in default. The assessment is based upon the average share of the public fund deposits held by each of these depositories during the previous 12 months in relation to total public deposits held by all depositories of the same type during the same period.

Custodial Risk: Custodial credit risk is the risk that a government will not be able to recover deposits or the value of investments in the event of the failure of a depository financial institution or a third-party holding the investments securities. All investments are held in the name of the City and all time deposits are maintained with qualified public depositories, as previously discussed.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2024

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

Credit Risk: Credit quality risk results from potential default of investments that are not financially sound. Florida Statutes (166.261 and 218.415) authorize municipalities to invest excess funds in time deposits or savings accounts of financial institutions approved by the State Treasurer, obligations of the U.S. Government, U.S. Government Instrumentalities, Local Government Surplus Funds Trust Fund, and mutual funds investing in U.S. Government securities. The City adopted its own investment policy that also authorizes the City to invest in the following: (a) obligations of government-sponsored corporations (Instrumentalities – which are usually “AAA” rated but have no explicit government guarantee) that are eligible as collateral for advances to member banks as determined by the Board of Governors of the Federal Reserve; (b) collateralized mortgage obligations (CMO) with very accurately defined maturities issued by Federal Agencies and Instrumentalities with an average life less than three years; (c) bankers’ acceptance guaranteed by banking institutions with a bank rating of “AA” on its long-term debt; (d) prime commercial paper having received an “A1/P1” or higher rating by a nationally recognized rating agency; (e) nonnegotiable certificates of deposit and bank investment contracts (BIC), which can be insured, collateralized at the Federal Reserve or quality as state qualified public deposits as defined by Florida Statutes; (f) taxable or tax-exempt government bonds, notes or other obligations of state or local governments, including municipal corporations and special districts, of investment grade quality; (g) repurchase agreements with a “primary securities dealer” or with the City’s primary state certified public depository that are collateralized pursuant to state law and pursuant to a Master Repurchase Agreement entered into with the selling institution; (h) auction rate securities (Dutch Auctions) rated “AA” or “AAA” with 28 to 35 day resets rated by a nationally recognized rating agency; (i) corporate debt of corporations whose long-term debt is rated at least “AA-” or equivalent by a nationally recognized rating agency; (j) mortgaged back securities rated “AAA” or better by a nationally recognized rating agency; and (k) any other investments authorized by law and by resolution of the City Council.

The Local Government Surplus Funds Trust Fund (Florida PRIME) is operated by the Florida State Board of Administration and is a local government investment pool (LGIP). The Florida State Board of Administration is a three-member Board made up of the state elected officials of Governor, Chief Financial Officer, and Attorney General. This Board is empowered by Florida law to invest funds at the request of local governments. The Florida PRIME is treated as a qualified external investment pool in accordance with GASB Statement No. 79 and is valued using the pooled share price (amortized cost), which approximates fair value.

Qualifying local government investment pools in the state of Florida must comply with applicable Florida statutory requirements. Chapter 218.409(8)(a), Florida Statutes, states that the principal balance within a LGIP trust fund is subject to withdrawal at any time. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest in the monies entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council.

With regard to liquidity fees, Chapter 218.409(4) provides authority for an LGIP 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 by the SBA.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

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

At September 30, 2024, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100% of their account value within Florida PRIME.

The Florida Municipal Investment Trust (the “Trust”) is an investment pool created under the laws of Florida to provide eligible units of local government with an investment vehicle to pool their surplus funds. The Trust is administered by a Board of Trustees consisting of the President and Second Vice President of the Florida League of Cities, two representatives from the Florida Municipal Investment Trust, and three additional members who are elected officials of governmental entities who actively participate in the Trust. The City has invested in the Trust’s 0-2 Year High Quality Bond Fund, which invests in government and high quality fixed income securities. The Trust is an authorized investment under the City’s investment policy.

The City’s investments as of September 30, 2024 consist of the following:

<u>Investment</u>	<u>Weighted Average Maturity</u>	<u>Fair Value</u>	<u>Overall Credit Rating</u>
State Board of Administration - Florida PRIME	21 days	\$ 13,926,857	AAAm (S&P)
Florida Municipal Investment Trust - 0-2 Year High Quality Bond Fund	0.63 years	4,772,485	AAAf (Fitch)
United States Treasury Bills	3 months	15,469,459	Not Rated
		<u>\$ 34,168,801</u>	

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Pursuant to the City’s investment policy, as of September 30, 2024, the City minimized the interest rate risk, related to the decline in market value of securities due to rising interest rates, by limiting the maturity of individual securities to not exceed five years from the date of purchase with the exception of securities related to a specific cash flow such as a reserve fund and investing operating funds in primarily shorter-term securities or similar government investment pools so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the secondary market prior to maturity.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributable to the quantity of the government’s investment in a single user. Appropriate diversification is maintained between security types and issuers to reduce concentration of credit risk.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

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

A reconciliation of the amount of cash, cash equivalents, and investments to the statement of net position is as follows:

Bank deposits	\$	3,674,522
Petty cash		20,850
Investments		34,168,801
		\$ 37,864,173
Unrestricted:		
Cash, cash equivalents, and investments	\$	16,611,631
Investments		15,469,459
Restricted:		
Cash, cash equivalents, and investments		
customer deposits and impact fees		5,783,083
		\$ 37,864,173

Pension Trust Funds: The City has two defined benefit single-employer pension plans: Police Officers' and Firefighters' (Pension Funds).

Firefighters' Retirement System

Cash and Cash Equivalents: Fiduciary Trust Company of the South, Inc. periodically holds uninvested cash in its capacity as custodian of the Firefighters' Retirement System (the Plan). These funds exist temporarily as cash in the process of collection from the sale of securities. At September 30, 2024, the carrying amount of the Plan's cash and cash equivalents was \$67,278.

Investments: The Board of Trustees of the Firefighters' Retirement System are authorized to invest and reinvest in such securities or property, real or personal, as shall be approved by the Board of Trustees; including but not limited to stocks, common or preferred, bonds, so long as such stocks or bonds retain one of the three highest quality ratings on a major recognized rating service, and other evidence of indebtedness or ownership, including shares or units of common trust funds approved as investments for pension and profit sharing plans.

The Firefighters' Retirement System held the following fixed investments as of September 30, 2024:

Investment Type	Fair Value	Overall Credit Rating (S&P & Moody's)	Average Effective Duration (Years)
U.S. government agency obligations	\$ 1,049,936	Aaa	0.1 - 18.9
Domestic corporate bonds	1,536,425	Aaa - Baa3	0.1 - 35.2
Mortgage backed securities	352,698	Aaa	1.9 - 29
Domestic fixed income investment fund	980,103	N/A	N/A
Domestic equity investment fund	10,226,782	N/A	N/A
International equity investment fund	2,330,188	N/A	N/A
Temporary investment funds	229,045	N/A	N/A
Total	\$ 16,705,177		

Credit Risk – The Plan's investment policy limits its fixed income securities to a qualifying rating of "A" or equivalent as rated by one or more recognized bond rating services at the time of purchase. Fixed income investments that are downgraded to a "BAA" or equivalent rating must be liquidated within a reasonable period of time not to exceed 12 months. Fixed income investments that are downgraded below a "BAA" rating are to be liquidated immediately.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

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

Firefighters' Retirement System (Continued)

Interest Rate Risk – Through its investment policy, the Plan manages its exposure to fair value losses arising from increasing interest rates. In this regard, the Plan adopted the Barclays Capital Aggregate Bond Index benchmark performance evaluator. The Plan further limited the effective duration of its fixed investment portfolio to 120% of the duration of the Lehman Brothers Aggregate Bond Index duration.

Custodial Credit Risk – Custodial credit risk is defined as the risk that the Plan may not recover cash and investments held by another in the event of a financial failure. The Plan requires all securities to be held by a third-party custodian in the name of the Plan. Securities transactions between a broker-dealer and the custodian involving the purchase or sale of securities must be made on a “delivery vs. payment” basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

The Plan has no instrument that, in whole or in part, is accounted for as a derivative instrument under GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, during the current plan year.

Police Officers' Retirement System

Cash and Cash Equivalents: Fiduciary Trust Company of the South, Inc. periodically holds un-invested cash in the capacity as custodians of the Police Officers' Retirement System (the “Plan”). These funds exist temporarily as cash in the process of collection from the sale of securities. At September 30, 2024, the carrying amount of the Plan's cash and cash equivalents was \$85,933.

Investments: The Board of Trustees of the Police Officers' Retirement System are authorized to invest in time, savings and money market accounts of an institution insured by the Federal Deposit Insurance Corporation; obligations of the U.S. government or an agency or instrumentality of the U.S. government, high capitalization common or preferred stocks, pooled equity funds, high quality bonds or notes and fixed income funds. The Board requires that Plan assets be invested with no more than 70% in stocks and convertible securities measured at cost. Additionally, not more than 5% of the Plan's assets shall be invested in the common stock of any one issuing company. The Plan's investment in the common stock of any single corporation shall not exceed 5% of such corporation's outstanding common or capital stock.

The Police Officers' Retirement System held the following investments as of September 30, 2024:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Overall Credit Rating (Standard & Poor's)</u>	<u>Average Effective Duration (Years)</u>
U.S. government obligations	\$ 3,980,102	AA+	4.39
U.S. government agency obligations	5,605,385	AA+	9.32
Domestic corporate bonds	943,250	A	5.17
Domestic stocks	25,237,132	N/A	N/A
Real estate investment fund	3,499,929	N/A	N/A
Temporary investment funds	391,388	N/A	N/A
Total	<u>\$ 39,657,186</u>		

Credit Risk – Consistent with state law, the Plan's investment guidelines limit its fixed income securities to a quality rating of “A” or equivalent as rated by one or more recognized bond rating services at the time of purchase. Fixed income investments that are downgraded to a “BAA” or equivalent rating must be liquidated within a reasonable period of time not to exceed 12 months. Fixed income investments that are downgraded below a “BAA” rating are to be liquidated immediately.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2024

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

Police Officers' Retirement System (Continued)

Interest Rate Risk – Through its investment policies, the Plan manages its exposure to fair value losses arising from increasing interest rates. In this regard, the Plan adopted the Barclays Capital Aggregate Bond Index benchmark performance evaluator. Additionally, the Plan further limited the effective duration of its fixed income investment portfolio to 120% of the duration of the Lehman Brothers Aggregate Bond Index.

Custodial Credit Risk – Custodial credit risk is defined as the risk that the Plan may not recover cash and investments held by another in the event of a financial failure. The Plan requires all securities to be held by a third-party custodian in the name of the Plan. Securities transactions between a broker-dealer and the custodian involving the purchase or sale of securities must be made on a “delivery vs. payment” basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

The Plan has no instrument that, in whole or in part, is accounted for as a derivative instrument under GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, during the current plan year.

Fair Value Measurement

The City and the Firefighters' Retirement System and the Police Officers' Retirement System categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Investments are reported at fair value other than those using Net Asset Value (NAV) or amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value determination, other than those measured using the NAV as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 Inputs are unadjusted quoted prices for identical assets or liabilities in active markets.
- Level 2 Inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- Level 3 Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability, and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

The investments of the City consist of the following:

- Florida PRIME, which is a qualified external investment pool and is valued at amortized cost of \$13,926,857 as of September 30, 2024.
- United States Treasury Bills, with a fair value of \$15,469,459 as of September 30, 2024. This is considered a Level 2 investment, whose pricing was obtained from an independent third-party custodian that utilizes matrix pricing.
- 0-2 Year High Quality Bond Fund, which is invested through the Florida Municipal Investment Trust (FMIVT), is an external investment pool. The 0-2 Year High Quality Bond Fund is valued at the net asset value (NAV) of \$4,772,485 as of September 30, 2024. The NAV, provided by FMIVT, is based upon the values of the underlying securities within the fund. The 0-2 Year High Quality Bond Fund invests mainly in U.S. government and agency securities and asset-backed securities. The investment objective of this fund is to meet or exceed the return of its benchmark, the Bank of America ML 1 Year Treasury Note. The fund's underlying portfolio is valued on the 15th and last business day of the month. The fund is available to accept contributions or redemptions twice monthly, on the first business day following the portfolio valuation date. The minimum redemption amount is \$5,000, and the Administrator must have advance written notification of intended withdrawals.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

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

The Firefighters’ Retirement System had the following recurring fair value measurements comprised of investments as of September 30, 2024:

Investment	Fair Value	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
U.S. government agency obligations	\$ 1,049,936	\$ -	\$ 1,049,936	\$ -
Domestic corporate bonds	1,536,425	-	1,536,425	-
Mortgage backed securities	352,698	-	352,698	-
Domestic fixed income investment fund	980,103	980,103	-	-
Domestic equity investment fund	10,226,782	10,226,782	-	-
International equity investment fund	2,330,188	2,330,188	-	-
Temporary investment funds	229,045	229,045	-	-
Total investments at fair value level	<u>\$ 16,705,177</u>	<u>\$ 13,766,118</u>	<u>\$ 2,939,059</u>	<u>\$ -</u>

Debt securities classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used by International Data Pricing and Reference Data, LLC to value securities based on the securities’ relationship to benchmark quoted prices.

The Police Officers’ Retirement System had the following recurring fair value measurements comprised of investments as of September 30, 2024:

Investment	Fair Value	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
U.S. government obligations	\$ 3,980,102	\$ -	\$ 3,980,102	\$ -
U.S. government agency obligations	5,605,385	-	5,605,385	-
Domestic corporate bonds	943,250	-	943,250	-
Domestic stocks	25,237,132	25,237,132	-	-
Temporary investment funds	391,388	391,388	-	-
Total investments at fair value level	<u>\$ 36,157,257</u>	<u>\$ 25,628,520</u>	<u>\$ 10,528,737</u>	<u>\$ -</u>

Investments measured at Net Asset Value (NAV)

Real estate investment fund	<u>\$ 3,499,929</u>
Total investments measured at NAV	<u>3,499,929</u>
Total Investments	<u>\$ 39,657,186</u>

Debt securities classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used by International Data Pricing and Reference Data, LLC to value securities based on the securities’ relationship to benchmark quoted prices.

The real estate investment fund (U.S. Real Estate Investment Fund, LLC) is an open end, commingled private real estate portfolio. This REIT-based fund is structured as a limited partnership. Its primary focus is to invest in well-leased, income producing properties within major U.S. markets. The fair values of the investments in this fund have been determined using the NAV per unit of the Trust’s ownership interest in partners’ capital. The investments of the fund are valued quarterly. Withdrawal requests must be made 90 days in advance and may be paid in one or more installments.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 3 – RECEIVABLES

The receivables and related allowance for uncollectible at September 30, 2024 were as follows:

	Receivable Balance	Allowance for Uncollectible Balance	Net
General Fund:			
Taxes and franchise fees	\$ 378,272	\$ -	\$ 378,272
Lot mowing	15,984	-	15,984
Code enforcement	539,034	404,275	134,759
Red light camera fines	64,586	-	64,586
Other	352,728	104,415	248,313
Total General Fund	<u>\$ 1,350,604</u>	<u>\$ 508,690</u>	<u>\$ 841,914</u>
Redevelopment Fund:			
Lot mowing	\$ 638	\$ -	\$ 638
Code enforcement	54,880	54,880	-
Miscellaneous	22,008	-	22,008
Total Redevelopment Fund	<u>\$ 77,526</u>	<u>\$ 54,880</u>	<u>\$ 22,646</u>
Debt Service Fund			
Miscellaneous	<u>\$ 428</u>	<u>\$ -</u>	<u>\$ 428</u>
Street Improvement Fund			
Special assessments	<u>\$ 53,690</u>	<u>\$ 30,858</u>	<u>\$ 22,832</u>
Water and Sewer Fund			
Retail utility customers	\$ 2,884,857	\$ 541,654	\$ 2,343,203
Impact fees	18,086	-	18,086
Miscellaneous	17,552	-	17,552
Special assessments	16,087	12,871	3,216
Total Water and Sewer Fund	<u>\$ 2,936,582</u>	<u>\$ 554,525</u>	<u>\$ 2,382,057</u>
Solid Waste Fund			
Retail utility customers	\$ 113,096	\$ -	\$ 113,096
Total Solid Waste Fund	<u>\$ 113,096</u>	<u>\$ -</u>	<u>\$ 113,096</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 4 – INTERFUND TRANSFERS

The composition of interfund transfers for the year ended September 30, 2024 is as follows:

Fund Transfers Out:	Transfers In				Total Transfers
	General Fund	Redevelopment Fund	Debt Service Fund	Non Major Governmental	
General Fund	\$ -	\$ 4,015,240	\$ -	\$ -	\$ 4,015,240
Redevelopment Fund	1,174,318	-	3,500,050	-	4,674,368
Capital Projects Fund	1,524,040	-	364,270	200,000	2,088,310
Non Major Governmental	488,110	-	-	-	488,110
Water and Sewer Fund	4,522,080	-	-	-	4,522,080
Stormwater Fund	130,000	-	-	-	130,000
Solid Waste Fund	165,560	-	-	-	165,560
Total Transfers	\$ 8,004,108	\$ 4,015,240	\$ 3,864,320	\$ 200,000	\$ 16,083,668

Advances To:	Advances From:	
	Redevelopment Fund	Total
General Fund	\$ 5,818,564	\$ 5,818,564
Total	\$ 5,818,564	\$ 5,818,564

The General Fund also has amounts due from the Solid Waste Fund in the amount of \$93,334 at year end.

The majority of transfers to the General Fund represent each fund's share of operating overhead and administrative costs paid by the General Fund.

In addition to transfers, the General Fund has a long-term advance to the Redevelopment Fund with an outstanding balance of \$5,818,564 as of September 30, 2024. This amount is made up of \$7,000,042, which is the initial advance, per Resolution 2015-09, and accumulates interest at 4.5% per year. The principal and interest amounts are due starting in fiscal year 2022 based on a repayment plan that matures in fiscal year 2040. The purpose of this advance was to provide the necessary funding to the Redevelopment Fund in order to meet its debt service obligations. The interfund activity is eliminated in the basic government-wide financial statement.

NOTE 5 – NOTE RECEIVABLE

In May 1998, the City, along with the cities of Tampa, St. Petersburg and the counties of Pasco, Pinellas, and Hillsborough, entered into an interlocal agreement to reorganize the West Coast Regional Water Supply Authority. As part of this agreement, the City conveyed its interest in the North Pasco Wellfield, including water rights to the Authority, for the net amount of \$13,226,250 that is to be received in the form of credits applied against the cost of water purchased over the next 30 years. For the year ending September 30, 2024, these applied credits totaled \$847,579, represented by a principal portion of \$663,152 and an interest portion of \$184,427 at a rate of 4.865% compounded semi-annually. At September 30, 2024, the \$3,003,380 outstanding balance (\$696,509 – current portion and \$2,306,871 – long-term portion) on the note was reported as a note receivable. The Authority commenced operations under its reorganized form on October 1, 1998 under the name of Tampa Bay Water.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 6 – CAPITAL ASSETS

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

	Balance October 1	Increases	Decreases	Transfers	Balance September 30
Governmental Activities					
Capital assets, not being depreciated					
Land, land rights, and improvements	\$ 5,490,752	\$ -	\$ -	\$ -	\$ 5,490,752
Construction in progress	6,030,413	8,409,119	-	(5,684,928)	8,754,604
Total capital assets, not being depreciated	<u>11,521,165</u>	<u>8,409,119</u>	<u>-</u>	<u>(5,684,928)</u>	<u>14,245,356</u>
Capital assets, being depreciated					
Buildings and improvements	35,288,370	-	-	-	35,288,370
Improvements other than buildings	17,581,843	152,658	-	3,189,325	20,923,826
Machinery and equipment	15,285,625	726,303	(174,215)	130,100	15,967,813
Infrastructure	33,029,153	95,032	-	2,365,503	35,489,688
Total capital assets, being depreciated	<u>101,184,991</u>	<u>973,993</u>	<u>(174,215)</u>	<u>5,684,928</u>	<u>107,669,697</u>
Less accumulated depreciation for					
Buildings and improvements	(18,392,282)	(990,544)	-	-	(19,382,826)
Improvements other than buildings	(8,984,249)	(826,466)	-	-	(9,810,715)
Machinery and equipment	(11,979,068)	(1,011,067)	174,215	-	(12,815,920)
Infrastructure	(15,121,810)	(833,779)	-	-	(15,955,589)
Total accumulated depreciation	<u>(54,477,409)</u>	<u>(3,661,856)</u>	<u>174,215</u>	<u>-</u>	<u>(57,965,050)</u>
Total capital assets, being depreciated, net	<u>46,707,582</u>	<u>(2,687,863)</u>	<u>-</u>	<u>5,684,928</u>	<u>49,704,647</u>
Governmental activities capital assets, net	<u>\$ 58,228,747</u>	<u>\$ 5,721,256</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,950,003</u>
Right to use leased assets					
Equipment	\$ 2,912,310	\$ 977,106	\$ -	\$ -	\$ 3,889,416
Accumulated amortization	(906,040)	(684,237)	-	-	(1,590,277)
Right to use leased assets, net	<u>\$ 2,006,270</u>	<u>\$ 292,869</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,299,139</u>

Included in the above totals are capital assets and right to use leased assets held by the City's Internal Service Funds in the amount of \$294,966.

Depreciation and amortization expense charged to functions of governmental activities is as follows:

Governmental Activities	
General government	\$ 683,967
Public safety	1,030,183
Transportation	1,083,277
Culture and recreation	1,471,959
Central garage	76,707
Total depreciation and amortization expense, governmental activities	<u>\$ 4,346,093</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 6 – CAPITAL ASSETS (CONTINUED)

	Balance October 1	Increases	Decreases	Transfers	Balance September 30
Business-Type Activities					
Capital assets, not being depreciated					
Land, land rights, and improvements	\$ 976,958	\$ -	\$ -	\$ -	\$ 976,958
Construction in progress	1,261,956	1,287,127	-	(59,500)	2,489,583
Total capital assets, not being depreciated	<u>2,238,914</u>	<u>1,287,127</u>	<u>-</u>	<u>(59,500)</u>	<u>3,466,541</u>
Capital assets, being depreciated					
Buildings and improvements	36,946,944	232,487	-	-	37,179,431
Machinery and equipment	8,721,785	1,084,583	(362,098)	-	9,444,270
Infrastructure and other improvements	53,286,186	192,345	-	59,500	53,538,031
Total capital assets, being depreciated	<u>98,954,915</u>	<u>1,509,415</u>	<u>(362,098)</u>	<u>59,500</u>	<u>100,161,732</u>
Less accumulated depreciation for					
Buildings and improvements	(22,338,920)	(1,021,955)	-	-	(23,360,875)
Machinery and equipment	(6,084,455)	(704,094)	362,098	-	(6,426,451)
Infrastructure and other improvements	(23,149,890)	(1,244,337)	-	-	(24,394,227)
Total accumulated depreciation	<u>(51,573,265)</u>	<u>(2,970,386)</u>	<u>362,098</u>	<u>-</u>	<u>(54,181,553)</u>
Total capital assets, being depreciated, net	<u>47,381,650</u>	<u>(1,460,971)</u>	<u>-</u>	<u>59,500</u>	<u>45,980,179</u>
Business-type activities capital assets, net	<u>\$ 49,620,564</u>	<u>\$ (173,844)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,446,720</u>
Right to use leased assets					
Equipment	\$ 526,871	\$ 362,747	\$ -	\$ -	\$ 889,618
Accumulated amortization	(185,542)	(154,595)	-	-	(340,137)
Right to use leased assets, net	<u>\$ 341,329</u>	<u>\$ 208,152</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 549,481</u>

Depreciation expense charged to business-type activities is as follows:

Business-Type Activities	
Water and sewer	\$ 2,833,726
Stormwater utility	291,255
Total depreciation and amortization expense, business-type activities	<u>\$ 3,124,981</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 7 – LONG-TERM DEBT

Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the governmental activities of the City for the year ended September 30, 2024:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Direct borrowings:					
Redevelopment note, Series 2016	\$ 6,351,000	\$ -	\$ (726,000)	\$ 5,625,000	\$ 744,000
Nonadvalorem revenue bond, Series 2020B	7,919,907	-	(1,080,209)	6,839,698	1,096,844
Nonadvalorem revenue bond, Series 2022	1,719,001	-	-	1,719,001	1,719,001
Note payable - fire truck	736,527	-	(53,648)	682,879	54,943
Lease liability	2,033,920	977,107	(658,560)	2,352,467	816,730
Total OPEB liability	1,739,832	240,651	(127,633)	1,852,850	-
Compensated absences	638,121	688,376	(658,865)	667,632	52,692
Net pension liability	9,564,742	4,755,310	(5,722,356)	8,597,696	-
Total governmental activities	<u>\$ 30,703,050</u>	<u>\$ 6,661,444</u>	<u>\$ (9,027,271)</u>	<u>\$ 28,337,223</u>	<u>\$ 4,484,210</u>

Predominantly, the General Fund will be used to liquidate compensated absences, pension and other post-employment benefits for governmental activities.

Governmental activities debt consists of the following at year-end:

Non-Ad Valorem Refunding Revenue Note, Series 2016, in the amount of \$11,265,000 was issued on January 25, 2016, to refund the Redevelopment Refunding Revenue Note, Series 2005A, and the Redevelopment Revenue Note, Series 2005B. The Redevelopment Refunding Revenue Note, Series 2005A, was used to refinance the redevelopment bond anticipation note, which had been used to finance the cost of acquiring, constructing and equipping certain capital improvements within the Redevelopment Area. The Redevelopment Revenue Note, Series 2005B, was also issued to finance the acquisition, construction and equipping of capital improvements within the Redevelopment Area. Interest accrues on the Series 2016 note at an annual interest rate of 2.54%. Interest is payable semi-annually on February 1 and August 1. Annual principal payments are due each August 1st in amounts ranging from \$311,000 to \$865,000 through August 1, 2031. This transaction had an aggregate difference in debt service of (\$141,847) and a net present value of savings to the City of \$787,985.

\$ 5,625,000

Non Ad Valorem Revenue Note, Series 2020B (taxable), in the amount of \$8,355,207 was issued in November 2020 for the purpose of financing the cost of issuance and financing the cost of construction, renovation, design and or equipping of various capital projects including without limitation a fire station and public library and a City owned parking garage. Interest accrues at an annual fixed rate of 1.110%. Principal and Interest is payable semiannually on April 1 and October 1 through October 1, 2023.

\$ 6,839,698

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 7 – LONG-TERM DEBT (CONTINUED)

Non Ad Valorem Revenue Note, Series 2022 (taxable), in the amount of \$3,000,000 was issued in December 2022 for the purpose of financing the cost of issuance and financing the cost of acquisition, construction, and or equipping of various capital projects within the redevelopment area of the City. Interest accrues at an annual fixed rate of 5.16%. Principal and Interest is payable annually on October 1 through October 1, 2024.

\$ 1,719,001

Note Payable - Fire Truck, in the amount of \$890,000 was issued on August 14, 2020 for the purpose of financing the cost of the purchase of the Fire Truck. Interest accrues at an annual fixed rate of 2.40%. Principal and Interest is payable semiannually on February 14 and August 14. Principal payments range from \$24,000 to \$36,000 through August 14, 2035. This note is collateralized by the purchase of the Fire Truck in the event of default.

682,879

Total interest expense and fiscal charges for the governmental activities for the fiscal year ended September 30, 2024 was \$300,639.

Restrictions: The official statement and council resolution authorizing the issuance of the Refunding Revenue Note, Series 2016 (the "Note") described above contain certain restrictive covenants. The Note is secured by a covenant to budget, appropriate, and deposit non-ad valorem revenues in the manner and to the extent provided in the council resolution, and is payable solely from pledged revenues, which consist of non-ad valorem revenues budgeted, appropriated, and deposited as provided in the resolution.

The resolution provides that the City will deposit pledged revenues in the Debt Service Fund in amounts sufficient to pay principal of and interest on the Note. The resolution also establishes a reserve fund to be used to pay the principal and interest on the Note when the available assets within the Debt Service Fund are insufficient. The resolution requires that the reserve fund be funded in an amount equal to the contingent reserve requirement in the event the City fails to meet certain financial covenants. It is not reasonably expected that the City will fail to meet the financial covenants that would require the reserve fund to be funded.

Interest on the Note is excludable from gross income for federal income tax purposes. The City has also covenanted that all actions necessary will be taken to maintain the exclusion from gross income of interest on the Note.

The following is a summary of changes in long-term debt for the business-type activities of the City for the year ended September 30, 2024:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities					
Direct borrowings:					
Revenue bond, Series 2012	\$ 2,747,152	\$ -	\$ (660,576)	\$ 2,086,576	\$ 677,751
Revenue bond, Series 2017A	465,000	-	(53,000)	412,000	55,000
Revenue bond, Series 2019	4,893,000	-	(929,000)	3,964,000	953,000
Lease payable - VacCon truck	-	499,825	-	499,825	89,040
Lease liability	348,081	362,746	(147,540)	563,287	186,497
Total OPEB liability	346,006	52,219	(27,771)	370,454	-
Compensated absences	102,992	136,736	(133,068)	106,660	10,790
Net pension liability	2,114,344	934,627	(998,425)	2,050,546	-
Total business-type activities	<u>\$11,016,575</u>	<u>\$ 1,986,153</u>	<u>\$ (2,949,380)</u>	<u>\$ 10,053,348</u>	<u>\$ 1,972,078</u>

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 7 – LONG-TERM DEBT (CONTINUED)

Business-type activities debt consists of the following notes payable from direct borrowings at year-end:

Refunding Utility Revenue Bond, Series 2012, in the amount of \$7,462,443 was issued on July 18, 2012 for the purpose of the advance refunding of the Series 2007B Bonds and paying certain costs of issuance of the Series 2012 Bonds. Interest accrues on the Series 2012 Bond at an annual fixed rate of 2.60%. Interest is payable semi-annually on April 1 and October 1. Annual principal payments are due each October 1st in amounts ranging from \$537,953 to \$713,452 through October 1, 2027. The principal and interest payments are secured by and payable solely from a lien on and pledge of the net revenues of the City's utility system.

\$ 2,086,576

Water and Sewer Revenue Bond, Series 2017A, in the amount of \$787,000 was issued on February 10, 2017 for the purpose of financing the cost of acquisition of Purchased Assets based on the Utility Asset Acquisition Agreements by and between the City and Advisor Enterprises, Inc., dated November 15, 2016 and by and between the City and LWV Utilities, Inc., dated November 15, 2016, together with certain improvements to the water and sewer system of the City; and to pay the costs of issuing the Series 2017A Bond. Interest accrues on the Series 2017A Bond at an annual fixed rate of 2.53%. Interest is payable semi-annually on April 1 and October 1. Annual principal payments are due each October 1st in amounts ranging from \$29,000 to \$63,000 through October 1, 2031. The principal and interest payments are secured by and payable solely from a lien on and pledge of the net revenues of the City's utility system.

412,000

Water and Sewer Revenue Bond, Series 2019, in the amount of \$8,723,00 was issued on April 23, 2019 for the purpose of financing and/or reimbursing the costs of acquisition of certain water and sewer system assets and construction and equipping of certain improvements to the water and sewer system of the City; and to pay the costs of issuing the Series 2019 Bond. Interest accrues on the Series 2019 Bond at an annual fixed rate of 2.61%. Interest is payable on October 1. Annual principal payments are due each October 1st in amounts ranging from \$800,000 to \$1,000,000 through October 1, 2028. The principal and interest payments are secured by and payable solely from a lien on and pledge of the net revenues of the City's utility system.

3,964,000

Interest costs incurred for fiscal year ended September 30, 2024 were \$228,395.

Funding of Business-Type Activities Long-Term Debt: Debt service payments are secured by a pledge and lien upon, and payable solely from, the net revenues of the City's utility system. The total amount of Water and Sewer Fund charges for services and other income earned by the City and the change in net position before depreciation and amortization, interest expense, and net transfers out for the year ended September 30, 2024 was \$16,118,115 and \$7,170,972, respectively.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 7 – LONG-TERM DEBT (CONTINUED)

The annual debt service requirements to maturity for debt outstanding as of September 30, 2024 are as follows:

Fiscal Year	Redevelopment Note, Series 2016			Nonadvalorem Revenue Bond, Series 2020B		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 744,000	\$ 142,875	\$ 886,875	\$ 1,096,844	\$ 105,331	\$ 1,202,175
2026	763,000	123,977	886,977	1,113,735	88,440	1,202,175
2027	783,000	104,597	887,597	1,130,887	71,288	1,202,175
2028	803,000	84,709	887,709	1,148,303	53,873	1,202,176
2029	823,000	64,313	887,313	1,165,986	36,189	1,202,175
2030-2034	1,709,000	65,380	1,774,380	1,183,943	18,233	1,202,176
2035	-	-	-	-	-	-
	<u>\$ 5,625,000</u>	<u>\$ 585,851</u>	<u>\$ 6,210,851</u>	<u>\$ 6,839,698</u>	<u>\$ 373,354</u>	<u>\$ 7,213,052</u>

Fiscal Year	Nonadvalorem Revenue Bond, Series 2022			Note Payable - Fire Truck		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 1,719,001	\$ 88,700	\$ 1,807,701	\$ 54,943	\$ 16,061	\$ 71,004
2026	-	-	-	56,269	14,735	71,004
2027	-	-	-	57,628	13,376	71,004
2028	-	-	-	59,019	11,985	71,004
2029	-	-	-	60,444	10,560	71,004
2030-2034	-	-	-	324,829	30,192	355,021
2035	-	-	-	69,747	1,258	71,005
	<u>\$ 1,719,001</u>	<u>\$ 88,700</u>	<u>\$ 1,807,701</u>	<u>\$ 682,879</u>	<u>\$ 98,167</u>	<u>\$ 781,046</u>

Fiscal Year	Lease Liability - Equipment (Governmental)		
	Principal	Interest	Total
2025	\$ 816,730	\$ 55,600	\$ 872,330
2026	633,272	34,247	667,519
2027	442,995	19,106	462,101
2028	304,337	7,108	311,445
2029	155,133	1,499	156,632
2030-2034	-	-	-
2035	-	-	-
	<u>\$ 2,352,467</u>	<u>\$ 117,560</u>	<u>\$ 2,470,027</u>

Fiscal Year	Revenue Bond, Series 2012			Revenue Bond, Series 2017A		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 677,751	\$ 54,251	\$ 732,002	\$ 55,000	\$ 10,424	\$ 65,424
2026	695,373	36,629	732,002	56,000	9,032	65,032
2027	713,452	18,550	732,002	57,000	7,615	64,615
2028	-	-	-	59,000	6,173	65,173
2029	-	-	-	60,000	4,681	64,681
2030-2031	-	-	-	125,000	4,756	129,756
	<u>\$ 2,086,576</u>	<u>\$ 109,430</u>	<u>\$ 2,196,006</u>	<u>\$ 412,000</u>	<u>\$ 42,681</u>	<u>\$ 454,681</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 7 – LONG-TERM DEBT (CONTINUED)

Fiscal Year	Revenue Bond, Series 2019			Note Payable - VacCon Truck		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 953,000	\$ 103,460	\$ 1,056,460	\$ 89,040	\$ 28,940	\$ 117,980
2026	978,000	78,587	1,056,587	94,195	23,784	117,979
2027	1,003,000	53,061	1,056,061	99,649	18,331	117,980
2028	1,030,000	26,883	1,056,883	105,419	12,561	117,980
2029	-	-	-	111,522	6,457	117,979
2030-2031	-	-	-	-	-	-
	<u>\$ 3,964,000</u>	<u>\$ 261,991</u>	<u>\$ 4,225,991</u>	<u>\$ 499,825</u>	<u>\$ 90,073</u>	<u>\$ 589,898</u>

Fiscal Year	Lease Liability - Equipment (Proprietary)		
	Principal	Interest	Total
2025	\$ 186,497	\$ 13,085	\$ 199,582
2026	145,504	8,146	153,650
2027	113,849	4,407	118,256
2028	79,400	1,796	81,196
2029	38,037	264	38,301
2030-2031	-	-	-
	<u>\$ 563,287</u>	<u>\$ 27,698</u>	<u>\$ 590,985</u>

NOTE 8 – RETIREMENT PLANS

Florida Retirement System

The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes, to provide defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is a FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

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

The City's pension expense totaled \$1,022,825 for both the FRS pension Plan and HIS Plan for the year ended September 30, 2024.

Plan Description

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

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

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Florida Retirement System (Continued)

Plan Description (Continued)

Employees enrolled in the FRS Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the FRS Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the FRS Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the FRS Plan may include up to four years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

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

Benefits Provided

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

Class, Initial Enrollment, and Retirement Age/Years of Service:	% Value
Regular Class Members Initially Enrolled before July 1, 2011:	
Retirement up to Age 62 or up to 30 Years of Service	1.60
Retirement up to Age 63 or up to 31 Years of Service	1.63
Retirement up to Age 64 or up to 32 Years of Service	1.65
Retirement up to Age 65 or up to 33 Years of Service	1.68
Regular Class Members Initially Enrolled on or after July 1, 2011:	
Retirement up to Age 65 or up to 33 Years of Service	1.60
Retirement up to Age 66 or up to 34 Years of Service	1.63
Retirement up to Age 67 or up to 35 Years of Service	1.65
Retirement up to Age 68 or up to 36 Years of Service	1.68
Elected County Officers	3.00
Senior Management Service Class	2.00
Special Risk Regular:	
Service from December 1, 1970, through September 30, 1974	2.00
Service on and after October 1, 1974	3.00

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Florida Retirement System (Continued)

Benefits Provided (Continued)

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

Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute 3% 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, 2023 through June 30, 2024, and from July 1, 2024 through September 30, 2024, respectively, were as follows: Regular—13.57% and 13.63%; Senior Management—34.52% and 34.52%; Elected Officers’—58.68% and 58.68%; and DROP participants—18.60% and 21.13%. These employer contribution rates include 2.00% HIS Plan subsidy for the period October 1, 2023 through September 30, 2024. The City’s contributions to the FRS Plan were \$842,692 for the year ended September 30, 2024.

Pension Costs

At September 30, 2024, the City reported a liability of \$5,818,597 for its proportionate share of the FRS 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 proportion of the net pension liability was based on the City’s contributions received by FRS during the measurement period for employer payroll paid dates from July 1, 2023, through June 30, 2024, relative to the total employer contributions received from all of FRS’s participating employers. At June 30, 2024, the City’s proportion was 0.01504% vs 0.01555% as of June 30, 2023.

For the year ended September 30, 2024, the City recognized pension expense of \$885,849 for its proportionate share of FRS’s pension expense. In addition, the City reported its proportionate share of FRS’s deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 587,834	\$ -
Change of assumptions	797,492	-
Net difference between projected and actual earnings on Pension Plan investments	-	386,734
Changes in proportion and differences between City contributions and proportionate share of contributions	221,084	179,665
City contributions subsequent to the measurement date	<u>222,765</u>	-
Total	<u>\$ 1,829,175</u>	<u>\$ 566,399</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Florida Retirement System (Continued)

Pension Costs (Continued)

A total of \$222,765 was reported as deferred outflows of resources related to pensions resulting from City contributions to the FRS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

Fiscal Year Ending September 30:	Amount
2025	\$ (92,124)
2026	1,000,790
2027	72,956
2028	3,451
2029	54,938
Thereafter	-

Actuarial Assumptions

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% Per Year
Salary Increases	3.25%, Average, Including Inflation
Investment Rate of Return	6.70%

Mortality rates for the July 1, 2024 valuation were based on PUB-2010 base table varies by member and sex, projected generationally with scale MP 2018. The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience study completed in 2020 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, as outlined in the FRS Plan's investment policy 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	100.0%			
Assumed Inflation - Mean			2.4%	1.5%

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

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Florida Retirement System (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.70% for the FRS Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Pension Liability Sensitivity

The following presents the City’s proportionate share of the net pension liability for the FRS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
	<u>(5.70%)</u>	<u>(6.70%)</u>	<u>(7.70%)</u>
City's proportionate share of the net pension liability	\$ 10,234,708	\$ 5,818,597	\$ 2,119,167

Pension Plan Fiduciary Net Position

Detailed information about the FRS Plan’s fiduciary’s net position is available in a separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report. That report may be obtained through the Florida Department of Management Services website at <http://www.dms.myflorida.com>.

Retiree Health Insurance Subsidy Program

Plan Description

The Retiree Health Insurance Subsidy Program (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

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, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

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 contribution rate was 1.66% of payroll pursuant to section 112.363, Florida Statutes. 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. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled. The City's contributions to the HIS Plan were \$166,873 for the year ended September 30, 2024.

Pension Costs

At September 30, 2024, the City reported a liability of \$2,907,132 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 proportion of the net pension liability was based on the City's contributions received during the measurement period for employer payroll paid dates from July 1, 2023 through June 30, 2024, relative to the total employer contributions received from all participating employers. At June 30, 2024, the City's proportion was 0.01938% vs. 0.01815% measured as of June 30, 2023.

For the year ended September 30, 2024, the City recognized pension expense of \$136,976 for its proportionate share of HIS's pension expense. In addition, the City reported its proportionate share of HIS's deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 28,070	\$ 5,582
Change of assumptions	51,449	344,167
Net difference between projected and actual earnings on Pension Plan investments	-	1,051
Changes in proportion and differences between City contributions and proportionate share of contributions	210,577	35,549
City contributions subsequent to the measurement date	44,453	-
Total	<u>\$ 334,549</u>	<u>\$ 386,349</u>

A total of \$44,453 was reported as deferred outflows of resources related to pensions resulting from City contributions to the FRS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

<u>Fiscal Year Ending September 30:</u>	<u>Amount</u>
2025	\$ (15,616)
2026	(19,267)
2027	(28,067)
2028	(19,624)
2029	(10,693)
Thereafter	(2,986)

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

Actuarial Assumptions

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% Per Year
Salary Increases	3.25%, Average, Including Inflation
Municipal Bond Rate	3.93%

Mortality rates were based on the PUB-2010 base table varies by member and sex, projected generationally with scale MP 2018. The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study completed in 2020 of the FRS Plan for the period July 1, 2013 through June 30, 2018.

Discount Rate

The discount rate used to measure the total pension liability was 3.93% for the HIS Plan. 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.

Pension Liability Sensitivity

The following presents the City’s proportionate share of the net pension liability for the HIS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease <u>(2.93%)</u>	Current Discount Rate <u>(3.93%)</u>	1% Increase <u>(4.93%)</u>
City's proportionate share of the net pension liability	\$ 3,309,396	\$ 2,907,132	\$ 2,573,188

Pension Plan Fiduciary Net Position

Detailed information about the HIS Plan’s fiduciary’s net position is available in a separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report. That report may be obtained through the Florida Department of Management Services website at <http://www.dms.myflorida.com>.

FRS Investment Plan

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

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

FRS Investment Plan (Continued)

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll and by forfeited benefits of plan members. Allocations to the investment member's accounts during the 2019-20 fiscal years, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows: Regular class 6.30%, Special Risk Administrative Support class 7.95%, Special Risk class 14.00%, and Senior Management Service. These allocations include a required employee contribution of 3% of gross compensation for each member class.

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2024, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the City.

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

Police Officers' and Firefighters' Retirement Systems

Plan Description

The City contributes to two single-employer defined benefit pension plans, the Police Officers' Retirement System and Firefighters' Retirement System. The plans cover all sworn police officers and uniformed firefighters, respectively. Each plan provides retirement, disability, and death benefits to plan members and beneficiaries. The City Ordinances assign the authority to establish and amend benefit provisions to the Board of Trustees of each retirement plan. The City's pension expense totaled \$1,316,887 for both the Police Officers' and Firefighters' Retirement Systems for the year ended September 30, 2024.

Each plan issues a publicly available financial report that includes financial statements and required supplementary information for that plan. Those reports may be obtained by writing or calling the plan:

Police Officers' Retirement System
6739 Adams Street
New Port Richey, Florida 34652
(727) 841-4554

Firefighters' Retirement System
4901 Madison Street
New Port Richey, Florida 34652
(727) 841-4533

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Police Officers’ Retirement System

At September 30, 2024, the Plan’s membership consisted of the following:

Retirees and beneficiaries:	
Currently receiving benefits	46
DROP retirees	1
Active plan members	41
Terminated employees entitled to benefits but not yet receiving them	6
Total	<u>94</u>

Plan Description – Police Officers’ Pension Plan

The Plan is a defined benefit plan covering all sworn police officers of the City. Participation in the Plan is required as a condition of employment. Originally established in 1969 and amended in 2001, 2004, 2005, and 2018 the Plan provides for pension, death, and disability benefits. The Plan is subject to provisions of Chapter 185, Florida Statutes.

The Plan, in accordance with the above statute, is governed by a five-member Pension Board. Two police officers, two City residents, and a fifth member elected by the other four members constitute the Pension Board. The City and the Plan participants are obligated to fund all Plan costs based upon actuarial valuations. The City is authorized to establish benefit levels and the Board of Trustees approves the actuarial assumptions used in the determination of contribution levels.

Benefits Provided – Police Officers’ Pension Plan

The Plan provides retirement, termination, disability, and death benefits.

Pension Benefits – Under the Plan, participants with ten or more years of continuous service are entitled to annual pension benefits beginning at normal retirement age (50) or before age 50 if they have completed 20 continuous years of service. Benefits are equal to 3.5% of the participants’ average final compensation for each year of credited service provided however, in no extent shall the monthly benefit exceed 75% of average final compensation. A participant’s monthly retirement benefit ceases upon the later of death or 120 months from the date of commencement. A participant who terminates prior to ten continuous years of service forfeits the right to receive all benefits he/she has accumulated. However, he/she retains the right of refund of all personal contributions made to the Plan. All retirees including disability retirees and vested terminated persons who retire on or after October 1, 2004 and their beneficiaries shall receive a \$500 (\$400 as of January 1, 2010) supplemental benefit. This benefit shall also include participants who enter the DROP on or after October 1, 2004. An additional benefit of \$400 per month, payable for life, shall be paid to all retirees who became members of the Plan prior to October 20, 1994. This benefit was temporarily reduced to \$300 per month for the period from January 31, 1993 through September 14, 1994. Effective September 15, 1994 the supplemental benefit returned to \$400 per month. For those who became members on or after October 10, 1994 the additional benefit is \$200 per month.

Death Benefits – For any deceased employee who had been an actively employed participant eligible for early, normal, or delayed retirement, the benefit payable shall be at least equal to the annuity of ten years calculated as of the date of death. Benefits payable under service-connected death for participants ineligible for early retirement shall be payable to the spouse at the rate of 60% of the participant’s regular base salary plus \$500 (before January 1, 2010), \$400 or \$200 per month until death. If there is no spouse, or upon the death of the spouse, each unmarried child shall receive 15% of the participant’s regular base salary (aggregate not greater than 60%) plus \$500 (before January 1, 2010), \$400 or \$200 per month until age of 18, or the age of 22 if a full-time student at an accredited institution. After five years of continuous service, nonservice-connected death benefits shall be payable to the spouse at the rate of 30% of the participant’s regular base salary plus \$400 or \$200 per month until the earlier of death or remarriage of the spouse. Benefits are payable to the children in amounts equal to one-half of the benefits as are payable by reason of service-incurred death.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers' and Firefighters' Retirement Systems (Continued)

City of New Port Richey Police Officers' Retirement System (Continued)

Benefits Provided – Police Officers' Pension Plan (Continued)

Disability Benefits – Benefits payable to participants under service-incurred disability shall be monthly installments of 60% of participant's regular monthly base salary in effect at the date of disability plus \$500 (before January 1, 2010), \$400 or \$200 per month. The benefit shall be paid from the date of disability until recovery or death of the participant and continued to the beneficiary for life. After one year of continuous service, should a participant become disabled due to a nonservice-incurred cause, benefits of 30% of the participant's regular monthly base salary plus \$500 (before January 1, 2010), or \$400 shall be paid monthly from date of disability until recovery or death. For those who became members on or after October 20, 1994 the benefit will equal 5% of regular base salary for each year of service not to exceed 30%. Disability payments may be reduced proportionally to the extent that the disabled participant's benefits received hereunder with additional earned income exceed his earnings for the calendar year preceding disability. An optional form of benefit, providing death benefits, may be elected, but 120 payments shall be guaranteed in any event. Notwithstanding the foregoing, the benefits for service connected disabilities cannot be reduced below the greater of 42% of average final compensation, 2% of average compensation times the number of years of credited service or 3.25% of regular base salary for each year of credited service not to exceed 75% of regular base salary.

Deferred Retirement Option Plan – Any Plan participant who is eligible to receive a normal or early retirement pension may elect to participate in a deferred retirement option plan (DROP) while continuing his or her active employment as a police officer. Upon participation in the DROP, the participant becomes a retiree for all Plan purposes so that he or she ceases to accrue any further benefits under the pension plan. Normal retirement payments that would have been payable to the participant as a result of retirement are accumulated and invested in the DROP to be distributed to the participant upon his or her termination of employment. Participation in the DROP ceases for a Plan participant after the earlier of 60 months or the date elected by the participant.

Refund and Compulsory Contributions – Nonvested participants, upon termination, may request return of their compulsory contributions or leave them on deposit with the Plan. The Plan does not pay any interest on compulsory account balances or contributions returned.

Covered officers are required to contribute 4.5% of their salary to the Plan for the period from October 1, 1998 through January 16, 1999, 1.9% for the period from January 17, 1999 through the payroll for the week ended July 15, 2000, and 4.5% for the period from July 16, 2000 through the year ended September 30, 2009. Effective November 7, 2017, members will contribute 6.5% of salary, reduced to equal the City contribution in any year that the City contribution is less than 6.5% of covered payroll. If an officer retires, dies, becomes disabled, or terminates employment with the City, accumulated contributions are refunded to the officer or his/her designated beneficiary.

Net Pension Liability of the City – Police Officers' Pension Plan

The City's net pension liability was measured as of September 30, 2023 and the total pension liability used to calculate the net pension was determined by an actuarial valuation as of October 1, 2022.

Total pension liability	\$ 30,410,100
Plan fiduciary net position	<u>(33,405,367)</u>
City's net pension (asset)	<u>\$ (2,995,267)</u>
Plan fiduciary net position as a percentage of net pension (asset)	109.85%

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Police Officers’ Retirement System (Continued)

Actuarial Assumptions – Police Officers’ Pension Plan

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

Inflation	2.50%
Salary Increases	3.5% to 7.0%
Investment Rate of Return	7.25%
Discount Rate	7.25%

Mortality rates for healthy Police Officer participants during employment were based on PUB-2010 Headcount Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set forward one year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018. For healthy Police Officer participants postemployment, PUB-2010 Headcount Weighted Safety Healthy Retiree Female Mortality Table and Safety below Median Healthy Retiree Male Mortality Table, both set forward 1 year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018. For disabled participants, 80% PUB-2010 Headcount Weighted General Disabled Retiree Mortality Table / 20% PUB-2010 Headcount Weighted Safety Disabled Retiree Mortality Table, separate rates for males and females, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.

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

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of the measurement date of September 30, 2024 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	60%	7.50%
Domestic Fixed Income	30%	2.50%
Real Estate	10%	4.50%

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the sponsor contributions will be made a rate to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Police Officers’ Retirement System (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – Police Officers’ Pension Plan

The following presents the net pension liability of the City, calculated using the discount rate of 7.25%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
City's net pension (asset)	<u>\$ 497,351</u>	<u>\$ (2,995,267)</u>	<u>\$ (5,899,903)</u>

Changes in the Net Pension Liability – Police Officers’ Pension Plan

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a-b)</u>
Beginning balance	\$ 29,986,344	\$ 31,678,139	\$ (1,691,795)
Changes for the year:			
Service cost	607,449	-	607,449
Interest on total pension liability	2,116,375	-	2,116,375
Differences between expected and actual experience	(504,520)	-	(504,520)
Benefit payments, including refunds of employee contributions	(1,795,548)	(1,795,548)	-
Contributions - employer and state	-	644,805	(644,805)
Contributions - members	-	200,560	(200,560)
Net investment income	-	2,765,320	(2,765,320)
Administrative expenses	-	(87,909)	87,909
Net change	<u>423,756</u>	<u>1,727,228</u>	<u>(1,303,472)</u>
Ending balance	<u>\$ 30,410,100</u>	<u>\$ 33,405,367</u>	<u>\$ (2,995,267)</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Police Officers’ Pension Plan

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 452,808
Changes of assumptions	-	1,406
Net difference between projected and actual earnings on investments	1,519,515	-
City and State contributions subsequent to the measurement date	646,488	-
Total	<u>\$ 2,166,003</u>	<u>\$ 454,214</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Police Officers’ Retirement System (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Police Officers’ Pension Plan (Continued)

A total of \$646,488 was reported as deferred outflows of resources related to contributions to the plan subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ending September 30, 2025. The remaining amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended September 30,	
2025	\$ 36,523
2026	81,164
2027	1,048,871
2028	(101,257)
	\$ 1,065,301

City of New Port Richey Firefighters’ Retirement System

At September 30, 2024, the Plan’s membership consisted of the following:

Retirees and beneficiaries:	
Inactive members or beneficiaries currently receiving benefits	26
Inactive members entitled to but not yet receiving benefits	13
Active plan members	23
Total	62

Plan Description – Firefighters’ Pension Plan

General – The Plan is a defined benefit pension plan covering all sworn firefighters of the City. Participation in the Plan is required as a condition of employment. Originally established in 1969 and amended in 2011, 2013 and 2018 the Plan provides for pension, death, and disability benefits. The Plan is subject to provisions of Chapter 175 of the State of Florida Statutes.

The Plan, in accordance with the above statute, is governed by a five-member pension board. Two firefighters, two City residents, and a fifth member elected by the other four members constitute the pension board. The City and the Plan participants are obligated to fund all Plan costs based upon actuarial valuations. The City is authorized to establish benefit levels and the Board of Trustees approves the actuarial assumptions used in the determination of contribution levels.

Benefits Provided – Firefighters’ Pension Plan

Normal Retirement Date – A member’s normal retirement date shall be the first day of the month coincident with, or next following the earlier of the attainment of age 52 and accrual of 25 years of credited service; provided, however, that any member who has completed at least ten years of credited service as of the effective date of Ordinance No. 2013-2016, shall be eligible for normal retirement upon the earlier of the attainment of age 50 and the completion of ten years of credited service or the attainment of age 40 and the completion of 20 years of credited service. A member may retire on his normal retirement date or on the first date of any month thereafter, and each member shall become 100% vested in his accrued benefit on the member’s normal retirement date. Normal retirement under the system is retirement from employment with the City on or after the normal retirement date.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers' and Firefighters' Retirement Systems (Continued)

City of New Port Richey Firefighters' Retirement System (Continued)

Benefits Provided – Firefighters' Pension Plan (Continued)

The Normal Retirement Date for benefits earned after September 30, 2013 are for those Members not grandfathered in 2013 is being changed to the earlier of age 52 with ten years of service or the completion of 23 years of service, regardless of age. Because of this change the assumed Normal Retirement Date for the Members is being changed to be the earlier of age 51 with ten years of service or the completion of 23 years of service, regardless of age.

Normal Retirement Benefit – A member retiring hereunder on or after his normal retirement date shall receive a monthly benefit which shall commence on the first day of the month coincident with or next following his retirement and be continued thereafter during member's lifetime, ceasing upon death, but with 120 monthly payments guaranteed in any event. The monthly retirement benefit shall equal 3½% of average final compensation, for each year of credited service for each year of credited service accrued through September 30, 2013; however, the monthly retirement benefit for any member shall not exceed 75% of average final compensation; provided, however, that in any event the benefit shall equal at least 2% of average final compensation for each year of credited service accrued after September 30, 2013. An additional benefit of \$200 per month shall be paid to all normal retirees, ceasing at death. An optional form of benefit may be elected by members as provided in section 17-45.

The benefit accrual rate for service after the effective date of this ordinance is changed from 3.0% to 3.25% of Average Final Compensation for each year of Credited Service. The maximum total benefit remains at 75% of Average Final Compensation.

Early Retirement Benefits – Early Retirement Benefits are being provided upon the attainment of age 50 with ten years of Credited Service, with a 3.0% reduction for each year that precedes the Normal Retirement Date.

Death Benefits Prior to Vesting or Eligibility for Retirement – If deceased and not receiving monthly benefits, or not yet vested or eligible for normal retirement the beneficiary shall receive a refund of 100% of the participant's accumulated contributions.

Deceased Members Vested or Eligible for Retirement with Spouse as Beneficiary – A beneficiary may, in writing, elect either: (a) If vested or eligible for normal retirement as of date of death, the benefit payable under this option shall be that monthly amount which would have been payable had the member retired under normal retirement, without actuarial reduction, on the date of death, with the resulting benefit then being payable to the spouse beneficiary as if the member had selected the 100% joint and survivor annuity optional form of benefit; or (b) If vested or eligible for normal retirement as of the date of death, the benefit payable under this option shall be as follows: If vested, but not eligible for normal retirement, the spouse beneficiary shall receive a benefit payable for ten years, beginning on the date that the deceased member would have been eligible for normal retirement, at the option of the spouse beneficiary. The benefit shall be calculated as for normal retirement based on the member's credited service and average final compensation as of the date of the member's death.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers' and Firefighters' Retirement Systems (Continued)

City of New Port Richey Firefighters' Retirement System (Continued)

Benefits Provided – Firefighters' Pension Plan (Continued)

Disability Benefits – If a member becomes totally and permanently disabled to the extent the member is unable, by reason of a medically determinable physical or mental impairment, to render useful and efficient service as a firefighter, which disability was directly caused by the performance of his or her duty as a firefighter, the participant shall, upon establishing the same to the satisfaction of the Board, be entitled to a monthly pension equal to 60% of his or her regular base salary in effect as of the date of disability, but such monthly installment shall not be less than 42% of his or her average final compensation at the time of disability. The benefits shall be paid from the date of disability until recovery, as determined by the Board, or for life and continued to the spouse for life upon the member's death. In the event of a member's death who does not have a surviving spouse, or upon the subsequent death of the spouse, the benefits shall be continued to the member's children in equal shares until each such child has attained the eighteenth birthday, or the 22 birthday if enrolled in a fully accredited college or university. An additional benefit of one hundred dollars (\$100) per month, ceasing at the earlier of age 65 or death, shall be paid to all disabled retirees. Terminated persons, either vested or nonvested are not eligible for disability benefits, except that those terminated by the City for medical reasons may apply for a disability within 30 days after termination. Disability retirement benefits paid shall not be less than the accrued retirement benefit at the time of disability.

Effective July 1, 2019, an additional presumption was added to the disability in-line-of-duty presumptions. Diagnosis of cancer or the circumstances that arise out of the treatment of cancer. A firefighter shall be considered totally and permanently disabled in the line of duty if he or she meets the Plan's definition of total and permanently disabled due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer.

To value for this change, the City increased the in-line-of-duty assumption from 75% of disablements to 90% of disablements for firefighters.

In addition, each person who was receiving a benefit from the plan on October 1, 2019, including joint pensioners and beneficiaries, and who were receiving benefits since October 1, 2009 will receive a one-time additional benefit payment equal to the sum of the current regular monthly benefit payment and the supplemental benefit payment.

Deferred Retirement Option Plan (DROP) – The DROP is being re-opened to all participants. The fixed interest rate alternative for DROP will be 1.5% per annum instead of 6.5%. The quarterly return for the plan return alternative for DROP participants will be no less than 0.0%. In order to value the impact of this change, the projected Normal Retirement Benefits were increased by 0.5%. The election by DROP participants of the earnings alternative will be a one-time irrevocable decision. The Back DROP alternative is eliminated.

A Share Plan is put in place with no current funding.

Refund and Compulsory Contributions – Nonvested participants, upon termination, may request return of their compulsory contributions or leave them on deposit with the Plan. The Plan does not pay any interest on compulsory account balances or contributions returned.

The Member Contribution Rate for all Members not fully grandfathered in 2013 is being reduced from 8.0% to 6.5%. Additionally, in any year where the City's net actuarially required contribution is less than 6.5%, the Member Contributions will be adjusted so that the Members' and City's contributions reduce by the same dollar amount.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Firefighters’ Retirement System (Continued)

Net Pension Liability of the City – Firefighters’ Pension Plan

The City’s net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension was determined by an actuarial valuation as of October 1, 2022.

Total pension liability	\$ 15,400,226
Plan fiduciary net position	<u>(13,477,713)</u>
City’s net pension liability	<u>\$ 1,922,513</u>
Plan fiduciary net position as a percentage of net pension liability	87.52%

Actuarial Assumptions – Firefighters’ Pension Plan

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

The most recent actuarial experience study used to review the other significant assumptions was dated November 19, 2018.

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

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of the measurement date of September 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	60%	7.50%
International Equity	15%	8.50%
Fixed Income	25%	2.50%

Discount Rate – Firefighter Pension Plan

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

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Firefighters’ Retirement System (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – Firefighters’ Pension Plan

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

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
City's net pension liability	<u>\$ 414,542</u>	<u>\$ 1,922,513</u>	<u>\$ 3,727,730</u>

Changes in Net Pension Liability – Firefighters’ Pension Plan

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a-b)</u>
Beginning balance	\$ 14,894,701	\$ 12,295,006	\$ 2,599,695
Changes for the year:			
Service cost	335,124	-	335,124
Interest on total pension liability	1,140,020	-	1,140,020
Differences between expected and actual experience	134,119	-	134,119
Benefit payments, including refunds of employee contributions	(1,103,738)	(1,103,738)	-
Contributions - employer and state	-	427,189	(427,189)
Contributions - members	-	119,613	(119,613)
Net investment income	-	1,806,852	(1,806,852)
Administrative expenses	-	(67,209)	67,209
Net change	<u>505,525</u>	<u>1,182,707</u>	<u>(677,182)</u>
Ending balance	<u>\$ 15,400,226</u>	<u>\$ 13,477,713</u>	<u>\$ 1,922,513</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

City of New Port Richey Firefighters’ Retirement System (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Firefighters’ Pension Plan

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 182,699	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on investments	799,789	-
City and State contributions subsequent to the measurement date	<u>518,655</u>	<u>-</u>
Total	<u>\$ 1,501,143</u>	<u>\$ -</u>

A total of \$518,655 was reported as deferred outflows of resources related to contributions to the plan subsequent to the measurement date that will be recognized as an addition to the net pension asset in the year ending September 30, 2025. Other amounts will be recognized in pension expense as follows:

<u>Year ended September 30,</u>	
2025	\$ 218,771
2026	315,435
2027	630,443
2028	<u>(182,161)</u>
	<u>\$ 982,488</u>

Summary of Defined Benefit Pension Plans

The aggregate amount of net pension liability, related deferred outflows of resources and deferred inflows of resources and pension expense for the City’s defined benefit pension plans are summarized below:

	<u>FRS Pension</u>	<u>HIS Pension</u>	<u>Police Officers' Pension</u>	<u>Firefighters' Pension</u>	<u>Total</u>
City's net pension liability	\$ 5,818,597	\$ 2,907,132	\$ -	\$ 1,922,513	\$ 10,648,242
City's net pension (asset)	-	-	(2,995,267)	-	(2,995,267)
Deferred outflows of resources	1,829,175	334,549	2,166,003	1,501,143	5,830,870
Deferred inflows of resources	566,399	386,349	454,214	-	1,406,962
Pension expense/expenditure	885,849	136,976	548,282	646,743	2,217,850

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 8 – RETIREMENT PLANS (CONTINUED)

Police Officers’ and Firefighters’ Retirement Systems (Continued)

Summary of Defined Benefit Pension Plans (Continued)

Net pension liabilities associated with the Florida Retirement System and Retiree Health Insurance Subsidy Program are liquidated in the individual fund to which the liability is directly associated. For the Police Officers’ and Firefighters’ Pension Plans, liabilities are liquidated in the General Fund, which captures public safety expenditures.

Defined Contribution Retirement Plan

Plan Description – The City, in accordance with Florida Statute 121, elected to opt out of the Florida Retirement System for newly hired employees effective January 1, 1996, and subsequently established a single-employer, defined contribution retirement plan. The Plan is a “money purchase” plan and is funded through the purchase of annuity contracts from the Variable Annuity Life Insurance Company (VALIC). Effective January 3, 2006, the City Council approved the rejoining of the Florida Retirement System for all eligible new nonuniformed employees and nonuniformed employees previously participating in the single-employer defined contribution pension plan that have elected to participate in the Florida Retirement System.

Employees are fully vested after six years of service and the Plan provides for retirement, disability, and death benefits to plan members and beneficiaries. The City of New Port Richey may amend or terminate the Plan at any time, at its sole discretion. However, no amendment may result in a reduction of any participant’s vested interest or cause any portion of the plan’s assets to revert back to the City. In addition, no amendment may authorize the use of the plan assets for purposes other than the exclusive benefit of participants and their beneficiaries. The Plan is administered by VALIC.

Funding Policy – The Plan does not require contributions from members. The City contributes 10% of the annual compensation of participating employees. For fiscal years ended September 30, 2024, 2023, and 2022, the City contributed approximately \$41,000, \$39,052, and \$41,385, respectively, to the Plan. Contributions made by the City were equal to the required contribution percentage.

NOTE 9 – POST-EMPLOYMENT HEALTH CARE PLAN

Plan Description – The City provides a defined benefit postemployment health care plan, the Retiree Health Care Program (the Plan), whereby retired employees are able to purchase health care benefits through the City’s health care provider. The Plan is administered by the City as a single-employer plan. The Plan is currently unfunded. There is no separate trust through which benefits for retirees are funded. No assets are currently accumulated or earmarked for the Plan. All approved benefits are paid from general assets when due. The City does not issue stand-alone financial statements for the Plan.

To be eligible to participate in the Plan, *General employees* must have a minimum of six years of vesting service with the City under the Florida Retirement System (FRS) or the City’s Defined Contribution Plan, must be eligible to receive benefits from FRS or the Defined Contribution Plan, and must either retire at the age of 62 or above, or retire with 30 years of consecutive service with the City. *Firefighter employees* are eligible to participate in the Plan if they retire at the age of 50 or above with ten years of service or retire at age 40 or above with 20 years of service. *Police Officer employees* are eligible to participate in the Plan if they retire at the age of 50 or above with 10 years of service or retire after 20 years of service.

The retired employees (including their eligible dependents) that are eligible to participate in the Plan can currently select one of three health care plans offered by the City’s health care provider. Retiree Plan participants are required to pay 100% of their respective health care insurance premiums.

CITY OF NEW PORT RICHEY, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 9 – POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

The City's overall cost of providing health care benefits is increased as a result of an implicit insurance rate subsidy resulting from retired employees being permitted to pay lower than age-adjusted premiums through the use of blended premiums for both retirees and active employees. The resulting incremental increase in health care insurance premiums results in an actuarial accrued liability to the City based on projected health care costs.

Plan Membership. At October 1, 2022, pension plan membership consists of the following:

Inactive Employees or Beneficiaries Currently Receiving Benefits	10
Active Plan Members	<u>198</u>
Total	<u>208</u>

Funding Policy and Status – The annual required contribution to fund the incremental cost of the health care plan is based on a pay-as-you-go funding approach. Liabilities and OPEB expense were developed using the Entry Age Percent of Pay Actuarial Cost Method as required by GASB Statement No. 75.

Total OPEB Liability – The City's total OPEB Liability was measured as of October 1, 2023 and was determined by an actuarial valuation as of October 1, 2022.

Actuarial Assumptions – Total pension liability was determined by actuarial valuation as of October 1, 2022, using the following actuarial assumptions:

Measurement Date	10/1/2023
Actuarial Valuation Date	10/1/2022
Inflation	2.40% - not explicitly used in valuation.
Discount Rate	4.63%
Projected Salary Increases	3.40% - 10.00%
Healthcare Cost Trend Rates	Based on the Getzen Model starting at 7.0% gradually decreasing to an ultimate rate of 4.0% in 2043.
Retirees' Share of Benefit-Related Costs	100% of blended health insurance premium rates except by law 0% for certain conditions for Police Officers and Firefighters death and disability benefits.
Mortality Rates	Healthy members based on various RP-2000 mortality tables with varying Collar adjustments and generational mortality improvements with Scale BB. Disabled employees based on RP-2000 disabled mortality tables setback 4 years for males and set forward 2 years for females and no projected improvements.

Discount Rate – The discount rate used to measure total OPEB Liability was 4.63%. This rate is based on a municipal bond rate as required under GASB Statement No. 75 as of the measurement date October 1, 2023.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 9 – POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

Changes on Total OPEB liability –

	Total OPEB Liability
Balances at September 30, 2023	\$ 2,085,838
Changes for the year:	
Service cost	185,974
Interest	98,445
Changes of benefit terms	8,451
Changes of assumptions	(85,738)
Benefit payments	<u>(69,666)</u>
Net changes	<u>137,466</u>
Balances at September 30, 2024	<u>\$ 2,223,304</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the net OPEB liability calculated using the current discount rate of 4.63%, along with what the net OPEB liability would be if the discount rate used was 1-percentage-point lower (3.63%) and 1-percentage-point higher (5.63%).

	<u>1% Decrease (3.63%)</u>	<u>Current Discount Rate (4.63%)</u>	<u>1% Increase (5.63%)</u>
Total OPEB liability	\$ 2,634,965	\$ 2,223,304	\$ 1,896,299

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the net OPEB liability calculated using the current healthcare cost trend rate of 7.00% graded down to 4.00%, along with what the net OPEB liability would be if the healthcare cost trend rate used was 1-percentage-point lower (6.00% graded down to 3.00%) and 1-percentage-point higher (8.00% graded down to 5.00%).

	<u>1% Decrease (6.0 - 3.0%)</u>	<u>Healthcare Cost Trend Rates (7.0 - 4.0%)</u>	<u>1% Increase (8.0 - 5.0%)</u>
Total OPEB liability	\$ 1,827,587	\$ 2,223,304	\$ 2,742,029

OPEB Costs – For the year ended September 30, 2024, the City recognized OPEB benefit of \$122,209. In addition, the City reported OPEB deferred inflows of resources from the following sources:

Description	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 1,703,405
Change of assumptions	600,066	1,984,681
City contributions subsequent to the measurement date	<u>71,000</u>	<u>-</u>
	<u>\$ 671,066</u>	<u>\$ 3,688,086</u>

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 9 – POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

At September 30, 2024, the City reported deferred outflows of resources related to OPEB totaling \$71,000 from employer contributions subsequent to the measurement date. This deferred outflow of resources will be recognized as a reduction of the total OPEB liability in the year ended September 30, 2025. All other amounts reported will be recognized in OPEB expense as follows:

Fiscal Year Ending September 30:	Amount
2025	\$ (418,239)
2026	(418,239)
2027	(418,239)
2028	(390,976)
2029	(313,059)
Thereafter	(1,129,268)

NOTE 10 – EMPLOYER BENEFITS FROM ON-BEHALF PAYMENTS

The City receives insurance excise tax remittances from the state of Florida on behalf of the Police Officers' Retirement Fund and Firefighters' Retirement Plan that are restricted in purpose for the benefit of the retirement plans and must be transferred immediately upon receipt to each respective retirement plan. The amounts received from the state of Florida on behalf of the Police Officers' Retirement Plan and Firefighters' Retirement Plan for the year ended September 30, 2024 were \$424,619. These amounts have been reported as intergovernmental revenues in the General Fund with a corresponding expenditure classified within Public Safety as part of personal services in the Police and Fire departments.

NOTE 11 – DEFERRED COMPENSATION PLAN

The City has a deferred compensation plan, created in accordance with Internal Revenue Code Section 457, in which all full-time employees are eligible to participate. Deferred compensation amounts withheld from participating employees' pay are not taxable as current income until withdrawn from the Plan. As of September 30, 2024, annual contributions by a participant may not exceed the lesser of \$19,000 or 100% of the participant's includable compensation. Employees that are age 50 or older are able to defer an additional \$6,000 as provided by the "catch-up" provisions of the Internal Revenue Code.

NOTE 12 – LANDFILL COSTS

In July 1991, the City closed its landfill. State and federal laws require the City to perform post-closure monitoring for 20 years, which began in 1991. The facility is classified as a closed Class III landfill and shall be monitored and maintained in accordance with state requirements. The closed landfill includes a disposal footprint of approximately 55 acres.

On December 19, 2012, a new permit titled "Solid Waste Closure (long-term care) Permit – Landfill" was issued by the Department of Environmental Protection which replaces the previous permit. This extension of the long-term care period was required at the facility for an indefinite period of time until sufficient data has been collected to demonstrate that the site has "stabilized" as defined by Rule 17-701.020 (64), F.A.C. The new permit (which expires May 29, 2027) states that financial assurance is no longer required for the facility. The City did not incur any significant expenses for the fiscal year ended September 30, 2024, for post-closure monitoring and maintenance at the facility. No liability has been reported for landfill closure and post closure care as of September 30, 2024.

CITY OF NEW PORT RICHEY, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 13 – RISK MANAGEMENT

The City is a member of Public Risk Management of Florida (PRM), a liability risk pool. PRM administers insurance activities relating to workers' compensation, property, liability, and automobiles. PRM absorbs the risk of loss up to a specified amount annually and purchases excess and other specific coverage's from third-party carriers. PRM assesses each member its pro rata share of the estimated amount required to meet current-year losses and operating expenses. During the fiscal year ended September 30, 2024, the City had no significant reductions in insurance coverage from the prior year. In addition, there have been no settlements that have exceeded the City's insurance coverage in any of the past three fiscal years.

NOTE 14 – SIGNIFICANT CONTINGENCIES

Litigation – The City is involved as a defendant or plaintiff in certain litigation and claims arising in ordinary course of operations. In the opinion of legal counsel, the range of potential liabilities will not materially affect the financial position of the City.

State and Federal Grants – Grant monies received and disbursed by the City are for the specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. 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.

Arbitrage Rebate – In accordance with the Tax Reform Act of 1986, any interest earnings on borrowed construction funds in excess of the interest costs incurred are required to be rebated to the federal government. There was no arbitrage liability as of September 30, 2024.

Construction Commitments – As of September 30, 2024, the City's outstanding construction commitments with contractors totaled approximately \$8.75 million for a number of various capital projects.

NOTE 15 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Fund Deficits – The Redevelopment Fund has a negative fund balance of \$853,512 caused primarily by the receipt in previous fiscal years of a repayable advance totaling \$8,885,703 from the General Fund and the subsequent transfer of the same amount to the Debt Service Fund to pay off a Series 2012 Revenue Note. Since the General Fund advance was not recorded as an Other Financing Source, the transfer to the Debt Service Fund contributed to the reported fund balance deficit at September 30, 2024. The City plans to monitor cash flows in this fund to reduce this deficit over time with increases in collected tax increment financing revenues as the assessed values of properties in the City increases.

NOTE 16 – SUBSEQUENT EVENTS

The City has evaluated subsequent events through March 3, 2026 the date the audit reports were issued.

REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF NEW PORT RICHEY, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes:				
Ad valorem	\$ 7,613,250	\$ 7,613,250	\$ 7,700,579	\$ 87,329
Franchise taxes	1,325,000	1,483,000	1,613,527	130,527
Utility taxes	1,830,000	1,830,000	1,996,168	166,168
Communication services tax	995,840	995,840	1,194,119	198,279
Total taxes	<u>11,764,090</u>	<u>11,922,090</u>	<u>12,504,393</u>	<u>582,303</u>
Licenses and permits:				
Local business tax	175,000	175,000	167,925	(7,075)
Permits and fees	1,123,500	872,000	855,548	(16,452)
Total licenses and permits	<u>1,298,500</u>	<u>1,047,000</u>	<u>1,023,473</u>	<u>(23,527)</u>
Intergovernmental revenue:				
Federal grants	4,688,000	2,965,795	4,622,276	1,656,481
State and local grants	48,790	34,860	80,613	45,753
State excise tax rebate - fire pension	115,000	115,000	198,147	83,147
State excise tax rebate - police pension	225,000	260,650	260,651	1
State revenue sharing	-	21,170	935,991	914,821
County occupational licenses	15,000	8,100	13,378	5,278
Mobile home license tax rebate	50,000	50,000	36,973	(13,027)
Municipality fuel tax refund	15,000	15,000	18,254	3,254
Half-cent sales tax	1,390,750	1,390,750	1,399,790	9,040
Alcoholic beverage licenses	50,000	50,000	49,914	(86)
Firefighters supplementary compensation	5,000	5,000	4,721	(279)
Total intergovernmental revenue	<u>6,602,540</u>	<u>4,916,325</u>	<u>7,620,708</u>	<u>2,704,383</u>
Charges for services				
Recreation	815,400	797,720	809,566	11,846
Public safety	295,000	295,000	189,187	(105,813)
Street lights	43,500	43,500	37,568	(5,932)
Other	177,500	147,500	147,107	(393)
Total charges for services	<u>1,331,400</u>	<u>1,283,720</u>	<u>1,183,428</u>	<u>(100,292)</u>
Fines and forfeitures				
Court fines	1,860,000	2,149,530	1,791,594	(357,936)
Other fines	305,000	1,001,000	764,569	(236,431)
Total fines and forfeitures	<u>2,165,000</u>	<u>3,150,530</u>	<u>2,556,163</u>	<u>(594,367)</u>
Investment earnings	<u>25,000</u>	<u>189,000</u>	<u>857,757</u>	<u>668,757</u>
Miscellaneous revenues				
Issuance of debt	-	-	936,157	936,157
Contributions	-	990	5,252	4,262
Rents	5,400	5,400	14,630	9,230
Other	113,000	1,250,500	378,861	(871,639)
Total miscellaneous revenues	<u>118,400</u>	<u>1,256,890</u>	<u>1,334,900</u>	<u>78,010</u>
Transfers from other funds	<u>8,004,110</u>	<u>8,676,975</u>	<u>8,004,108</u>	<u>(672,867)</u>
Total amount available for appropriations	<u>31,309,040</u>	<u>32,442,530</u>	<u>35,084,930</u>	<u>2,642,400</u>

(Continued)

CITY OF NEW PORT RICHEY, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures:				
Current				
General government				
Legislative	402,830	418,655	278,429	(140,226)
Executive	307,290	298,370	353,957	55,587
Human resources	1,342,740	1,308,820	1,334,828	26,008
Finance administration	1,358,770	1,377,640	1,436,205	58,565
Technology solutions	1,541,870	1,493,580	1,478,336	(15,244)
City clerk	81,800	88,990	88,799	(191)
Economic development	232,120	250,130	250,683	553
Development services	1,919,200	1,739,440	828,164	(911,276)
Other general government	242,320	242,790	156,351	(86,439)
Total general government	<u>7,428,940</u>	<u>7,218,415</u>	<u>6,205,752</u>	<u>(1,012,663)</u>
Public safety				
Police	8,366,685	9,275,504	9,337,928	62,424
Fire	3,133,460	3,208,580	3,238,543	29,963
Total public safety	<u>11,500,145</u>	<u>12,484,084</u>	<u>12,576,471</u>	<u>92,387</u>
Public works				
Public works administration	589,880	568,060	561,846	(6,214)
Road and street facilities	774,700	845,810	833,320	(12,490)
Facilities maintenance	680,020	748,800	745,545	(3,255)
Grounds maintenance	994,000	895,310	828,933	(66,377)
Total public works	<u>3,038,600</u>	<u>3,057,980</u>	<u>2,969,644</u>	<u>(88,336)</u>
Culture and recreation				
Library	1,179,920	1,212,445	1,227,501	15,056
Recreation	1,324,760	1,545,810	1,546,330	520
Swimming pool	585,630	529,190	518,420	(10,770)
Total culture and recreation	<u>3,090,310</u>	<u>3,287,445</u>	<u>3,292,251</u>	<u>4,806</u>
Debt service	449,510	670,180	664,939	(5,241)
Capital outlays	1,477,270	1,750,831	2,483,673	732,842
Transfers to other funds	<u>4,741,635</u>	<u>4,741,635</u>	<u>4,015,240</u>	<u>(726,395)</u>
Total charges to appropriations	<u>31,726,410</u>	<u>33,210,570</u>	<u>32,207,970</u>	<u>(1,002,600)</u>
Excess (deficiency) of resources over (under) charges to appropriations	<u>\$ (417,370)</u>	<u>\$ (768,040)</u>	<u>\$ 2,876,960</u>	<u>\$ 3,645,000</u>

CITY OF NEW PORT RICHEY, FLORIDA

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL – REDEVELOPMENT FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 3,636,470	\$ 3,636,470	\$ 3,553,849	\$ (82,621)
Intergovernmental revenues	2,550,000	2,550,000	36,567	(2,513,433)
Investment earnings	350,000	350,000	144,642	(205,358)
Miscellaneous revenues	387,615	387,615	195,200	(192,415)
Total revenues	<u>6,924,085</u>	<u>6,924,085</u>	<u>3,930,258</u>	<u>(2,993,827)</u>
Expenditures				
Current				
General government	2,561,350	2,561,350	2,409,441	151,909
Capital outlay	4,430,000	4,430,000	700,302	3,729,698
Debt service	-	-	357,899	(357,899)
Total expenditures	<u>6,991,350</u>	<u>6,991,350</u>	<u>3,467,642</u>	<u>3,523,708</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(67,265)</u>	<u>(67,265)</u>	<u>462,616</u>	<u>529,881</u>
Other financing sources (uses)				
Transfers in	4,741,635	4,741,635	4,015,240	(726,395)
Transfers out	<u>(4,674,370)</u>	<u>(4,674,370)</u>	<u>(4,674,368)</u>	<u>2</u>
Total other financing sources (uses), net	<u>67,265</u>	<u>67,265</u>	<u>(659,128)</u>	<u>(726,393)</u>
Change in fund balance	-	-	(196,512)	(196,512)
Fund balance (deficit), beginning of year	<u>(657,000)</u>	<u>(657,000)</u>	<u>(657,000)</u>	<u>-</u>
Fund balance (deficit), end of year	<u>\$ (657,000)</u>	<u>\$ (657,000)</u>	<u>\$ (853,512)</u>	<u>\$ (196,512)</u>

CITY OF NEW PORT RICHEY, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET COMPARISONS
SEPTEMBER 30, 2024

On or before September 1 each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. A public hearing is conducted at City Hall to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage of an ordinance.

Annual budgets are adopted for the General Fund, Special Revenue Funds and Debt Service Fund in accordance with generally accepted accounting principles. All annual appropriations lapse at the end of each fiscal year for these funds. Project length budgets are adopted for Capital Project Funds. Appropriations in these funds remain open and carry over to succeeding years until the related expenditures are made, modified or cancelled.

Budgetary control is maintained at the department level. Department heads are permitted to transfer appropriations between line items within their department, with the approval of the City Manager. All other types of budget transfers or amendments must be approved by the City Commission. Expenditures may not legally exceed budgeted appropriations at the department level.

CITY OF NEW PORT RICHEY, FLORIDA

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

Reporting period ending Measurement date	<u>9/30/2024</u> <u>6/30/2024</u>	<u>9/30/2023</u> <u>6/30/2023</u>	<u>9/30/2022</u> <u>6/30/2022</u>	<u>9/30/2021</u> <u>6/30/2021</u>	<u>9/30/2020</u> <u>6/30/2020</u>	<u>9/30/2019</u> <u>6/30/2019</u>	<u>9/30/2018</u> <u>6/30/2018</u>	<u>9/30/2017</u> <u>6/30/2017</u>	<u>9/30/2016</u> <u>6/30/2016</u>	<u>9/30/2015</u> <u>6/30/2015</u>
City's proportion of the FRS net pension liability	0.0150411%	0.0155517%	0.0146119%	0.0148027%	0.0142140%	0.0147066%	0.0150868%	0.0155726%	0.0162589%	0.0163118%
City's proportionate share of the FRS net pension liability	\$ 5,818,597	\$ 6,196,876	\$ 5,436,787	\$ 1,118,173	\$ 6,160,552	\$ 5,064,763	\$ 4,544,208	\$ 4,606,284	\$ 4,105,377	\$ 2,106,885
City's covered payroll	\$ 8,207,262	\$ 7,193,002	\$ 6,568,673	\$ 6,415,539	\$ 6,337,150	\$ 6,221,783	\$ 5,938,263	\$ 6,041,876	\$ 6,114,037	\$ 5,445,154
City's proportionate share of the FRS net pension liability as a percentage of its covered payroll	70.90%	86.15%	82.77%	17.43%	97.21%	81.40%	76.52%	76.24%	67.15%	38.69%
FRS Plan fiduciary net position as a percentage of the FRS total pension liability	83.70%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

CITY OF NEW PORT RICHEY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM PENSION PLAN

Reporting period ending Measurement date	<u>9/30/2024</u> <u>6/30/2024</u>	<u>9/30/2023</u> <u>6/30/2023</u>	<u>9/30/2022</u> <u>6/30/2022</u>	<u>9/30/2021</u> <u>6/30/2021</u>	<u>9/30/2020</u> <u>6/30/2020</u>	<u>9/30/2019</u> <u>6/30/2019</u>	<u>9/30/2018</u> <u>6/30/2018</u>	<u>9/30/2017</u> <u>6/30/2017</u>	<u>9/30/2016</u> <u>6/30/2016</u>	<u>9/30/2015</u> <u>6/30/2015</u>
Contractually required FRS contribution	\$ 842,692	\$ 693,989	\$ 662,704	\$ 589,949	\$ 497,491	\$ 467,100	\$ 444,374	\$ 391,266	\$ 394,410	\$ 383,864
FRS contributions in relation to the contractually required FRS contribution	<u>842,692</u>	<u>693,989</u>	<u>662,704</u>	<u>589,949</u>	<u>497,491</u>	<u>467,100</u>	<u>444,374</u>	<u>391,266</u>	<u>394,410</u>	<u>383,864</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,357,954	\$ 7,393,783	\$ 6,774,040	\$ 6,624,260	\$ 6,377,066	\$ 6,252,292	\$ 5,956,536	\$ 6,271,939	\$ 6,010,597	\$ 5,427,103
FRS contributions as a percentage of covered payroll	10.08%	9.39%	9.78%	8.91%	7.80%	7.47%	7.46%	6.24%	6.56%	7.07%

CITY OF NEW PORT RICHEY, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -
HEALTH INSURANCE SUBSIDY PENSION PLAN**

Reporting period ending Measurement date	<u>9/30/2024</u> <u>6/30/2024</u>	<u>9/30/2023</u> <u>6/30/2023</u>	<u>9/30/2022</u> <u>6/30/2022</u>	<u>9/30/2021</u> <u>6/30/2021</u>	<u>9/30/2020</u> <u>6/30/2020</u>	<u>9/30/2019</u> <u>6/30/2019</u>	<u>9/30/2018</u> <u>6/30/2018</u>	<u>9/30/2017</u> <u>6/30/2017</u>	<u>9/30/2016</u> <u>6/30/2016</u>	<u>9/30/2015</u> <u>6/30/2015</u>
City's proportion of the HIS net pension liability	0.0193796%	0.0181503%	0.0177305%	0.0180984%	0.0183610%	0.0182393%	0.0181190%	0.0189529%	0.0197284%	0.0179118%
City's proportionate share of the HIS net pension liability	\$ 2,907,132	\$ 2,882,515	\$ 1,877,942	\$ 2,220,044	\$ 2,241,853	\$ 2,040,793	\$ 1,917,738	\$ 2,026,532	\$ 2,299,266	\$ 1,826,719
City's covered payroll	\$ 8,207,262	\$ 7,193,002	\$ 6,568,673	\$ 6,415,539	\$ 6,337,150	\$ 6,221,783	\$ 5,938,263	\$ 6,041,876	\$ 6,114,037	\$ 5,445,154
City's proportionate share of the HIS net pension liability as a percentage of its covered payroll	35.42%	40.07%	28.59%	34.60%	35.38%	32.80%	32.29%	33.54%	37.61%	33.55%
HIS Plan fiduciary net position as a percentage of the HIS total pension liability	4.80%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

CITY OF NEW PORT RICHEY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY PENSION PLAN

Reporting period ending Measurement date	<u>9/30/2024</u> <u>6/30/2024</u>	<u>9/30/2023</u> <u>6/30/2023</u>	<u>9/30/2022</u> <u>6/30/2022</u>	<u>9/30/2021</u> <u>6/30/2021</u>	<u>9/30/2020</u> <u>6/30/2020</u>	<u>9/30/2019</u> <u>6/30/2019</u>	<u>9/30/2018</u> <u>6/30/2018</u>	<u>9/30/2017</u> <u>6/30/2017</u>	<u>9/30/2016</u> <u>6/30/2016</u>	<u>9/30/2015</u> <u>6/30/2015</u>
Contractually required HIS contribution	\$ 166,873	\$ 121,139	\$ 110,549	\$ 109,804	\$ 106,322	\$ 103,451	\$ 96,959	\$ 100,560	\$ 99,131	\$ 74,334
HIS contributions in relation to the contractually required HIS contribution	<u>166,873</u>	<u>121,139</u>	<u>110,549</u>	<u>109,804</u>	<u>106,322</u>	<u>103,451</u>	<u>96,959</u>	<u>100,560</u>	<u>99,131</u>	<u>74,334</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,357,954	\$ 7,393,783	\$ 6,774,040	\$ 6,624,260	\$ 6,377,066	\$ 6,252,292	\$ 5,956,536	\$ 6,271,939	\$ 6,010,597	\$ 5,427,103
HIS contributions as a percentage of covered payroll	2.00%	1.64%	1.63%	1.66%	1.67%	1.65%	1.63%	1.60%	1.65%	1.37%

CITY OF NEW PORT RICHEY, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS - FIREFIGHTERS' RETIREMENT SYSTEM

Reporting period ending	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement date	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	\$ 335,124	\$ 298,702	\$ 283,992	\$ 282,362	\$ 300,653	\$ 282,107	\$ 252,990	\$ 208,740	\$ 179,408	\$ 167,944
Interest on total pension liability	1,140,020	1,062,536	1,034,042	1,018,565	1,023,544	992,079	848,665	941,721	936,203	935,634
Change in excess state money	-	-	-	-	-	(728,711)	243,050	33,395	153,093	154,517
Change of benefit terms	-	-	-	-	48,741	-	68,651	-	-	-
Differences between expected and actual experience	134,119	156,422	15,588	(23,876)	(43,118)	(129,673)	(38,501)	(315,508)	(128,221)	-
Change of assumptions	-	-	-	(66,499)	364,388	-	-	351,939	-	-
Benefit payments, including refunds of employee contributions	(1,103,738)	(921,346)	(1,102,613)	(863,145)	(822,828)	(814,132)	(823,984)	(766,095)	(1,615,853)	(600,003)
Net change in total pension liability	505,525	596,314	231,009	347,407	871,380	(398,330)	550,871	454,192	(475,370)	658,092
Total pension liability - beginning	14,894,701	14,298,387	14,067,378	13,719,971	12,848,591	13,246,921	12,696,050	12,241,858	12,717,228	12,059,136
Total pension liability - ending (a)	\$ 15,400,226	\$ 14,894,701	\$ 14,298,387	\$ 14,067,378	\$ 13,719,971	\$ 12,848,591	\$ 13,246,921	\$ 12,696,050	\$ 12,241,858	\$ 12,717,228
Plan fiduciary net position										
Contributions - employer and state	\$ 427,189	\$ 125,946	\$ 114,576	\$ 114,779	\$ 484,903	\$ 462,112	\$ 432,534	\$ 396,911	\$ 482,624	\$ 538,130
Contributions - employee	119,613	109,925	103,501	96,885	92,542	101,435	94,225	94,075	79,624	75,982
Net investment income	1,806,852	(2,736,890)	2,781,369	1,467,305	364,682	1,317,970	1,335,320	881,197	(330,078)	1,006,135
Benefit payments, including refunds of member contributions	(1,103,738)	(921,346)	(1,102,613)	(863,145)	(822,828)	(814,132)	(823,984)	(766,095)	(1,615,854)	(600,003)
Administrative expenses	(67,209)	(64,641)	(67,849)	(61,414)	(81,983)	(54,696)	(63,596)	(64,186)	(108,901)	(42,509)
Net change in plan fiduciary net position	1,182,707	(3,487,006)	1,828,984	754,410	37,316	1,012,689	974,499	541,902	(1,492,585)	977,735
Plan fiduciary net position - beginning	12,295,006	15,782,012	13,953,028	13,198,618	13,161,302	12,148,613	11,174,114	10,632,212	12,124,797	11,147,062
Plan fiduciary net position - ending (b)	\$ 13,477,713	\$ 12,295,006	\$ 15,782,012	\$ 13,953,028	\$ 13,198,618	\$ 13,161,302	\$ 12,148,613	\$ 11,174,114	\$ 10,632,212	\$ 12,124,797
City's net pension liability (asset) - ending (a) - (b)	\$ 1,922,513	\$ 2,599,695	\$ (1,483,625)	\$ 114,350	\$ 521,353	\$ (312,711)	\$ 1,098,308	\$ 1,521,936	\$ 1,609,646	\$ 592,431
Plan fiduciary net position as a percentage of the total pension liability	87.52%	82.55%	110.38%	99.19%	96.20%	102.43%	91.71%	88.01%	86.85%	95.34%
Covered payroll	\$ 1,840,203	\$ 1,691,149	\$ 1,592,318	\$ 1,490,538	\$ 1,423,723	\$ 1,327,104	\$ 1,183,189	\$ 1,204,440	\$ 1,199,825	\$ 952,337
City's net pension liability as a percentage of covered payroll	104.47%	153.72%	-93.17%	7.67%	36.62%	-23.56%	92.83%	126.36%	134.16%	62.21%

CITY OF NEW PORT RICHEY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FIREFIGHTERS' RETIREMENT SYSTEM

	<u>9/30/2024</u>	<u>9/30/2023</u>	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>	<u>9/30/2017</u>	<u>9/30/2016</u>	<u>9/30/2015</u>
Reporting period ending										
Actuarially determined contribution	\$ 446,105	\$ 345,529	\$ 395,376	\$ 428,491	\$ 408,765	\$ 401,018	\$ 364,803	\$ 230,006	\$ 272,482	\$ 337,210
Contributions in relation to the actuarially determined contribution	518,655	389,215	125,946	114,576	114,779	484,903	1,190,823	305,906	344,470	265,222
Contribution deficiency (excess)	<u>\$ (72,550)</u>	<u>\$ (43,686)</u>	<u>\$ 269,430</u>	<u>\$ 313,915</u>	<u>\$ 293,986</u>	<u>\$ (83,885)</u>	<u>\$ (826,020)</u>	<u>\$ (75,900)</u>	<u>\$ (71,988)</u>	<u>\$ 71,988</u>
Covered payroll	\$ 1,853,266	\$ 1,840,203	\$ 1,691,149	\$ 1,592,318	\$ 1,490,538	\$ 1,423,723	\$ 1,327,104	\$ 1,183,189	\$ 1,204,440	\$ 1,199,825
Contributions as a percentage of covered payroll	27.99%	21.15%	7.45%	7.20%	7.70%	34.06%	89.73%	25.85%	28.60%	22.11%

Notes to the Schedule:

Valuation date: October 1, 2022
Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Funding method: Entry age normal.
Amortization method: Level percentage of pay, closed.
Inflation: 2.50%
Salary increases: Service based.
Discount rate: 7.50%
Investment rate of return: 7.50%
Mortality:
Mortality Rate Healthy Active Lives:
Female: PubS.H-2010 (Below Median) for Employees, set forward one year. Male: PubS.H-2010 (Below Median) for Employees, set forward one year.
Mortality Rate Healthy Retiree Lives:
Female: PubS.H-2010 for Healthy Retirees, set forward one year. Male: PubS.H-2010 for Healthy Retirees, set forward one year.
Mortality Rate Beneficiary Lives:
Female: PubG.H-2010 for Healthy Retirees. Male: PubG.H-2010 for Healthy Retirees, set back one year.
Mortality Rate Disabled Lives:
80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

CITY OF NEW PORT RICHEY, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS - POLICE OFFICERS' RETIREMENT SYSTEM**

Reporting period ending	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement date	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	\$ 607,449	\$ 696,224	\$ 675,563	\$ 605,593	\$ 710,034	\$ 676,144	\$ 770,072	\$ 760,315	\$ 685,630	\$ 728,582
Interest on total pension liability	2,116,375	2,096,351	2,054,813	2,000,243	1,997,614	1,916,514	1,970,862	1,939,254	1,895,631	1,799,225
Change of benefit terms	-	-	-	134,434	615,658	(2,507,861)	-	-	-	-
Differences between expected and actual experience	(504,520)	(228,156)	(69,441)	(101,689)	(722,312)	654,544	(610,687)	(704,111)	(18,648)	(780,543)
Changes in assumptions	-	-	(11,954)	874,824	-	-	686,077	-	-	-
Benefit payments, including refunds of employee contributions	(1,795,548)	(2,063,324)	(1,862,505)	(1,845,797)	(1,481,477)	(1,466,384)	(1,727,246)	(1,456,540)	(1,337,591)	(1,205,714)
Net change in total pension liability	423,756	501,095	786,476	1,667,608	1,119,517	(727,043)	1,089,078	538,918	1,225,022	541,550
Total pension liability - beginning	29,986,344	29,485,249	28,698,773	27,031,165	25,911,648	26,638,691	25,549,613	25,010,695	23,785,673	23,244,123
Total pension liability - ending (a)	\$ 30,410,100	\$ 29,986,344	\$ 29,485,249	\$ 28,698,773	\$ 27,031,165	\$ 25,911,648	\$ 26,638,691	\$ 25,549,613	\$ 25,010,695	\$ 23,785,673
Plan fiduciary net position										
Contributions - employer and state	\$ 644,805	\$ 576,514	\$ 595,276	\$ 654,162	\$ 594,598	\$ 1,046,237	\$ 1,262,959	\$ 1,182,194	\$ 1,118,829	\$ 943,208
Contributions - employee	200,560	182,759	188,808	173,300	167,338	111,835	111,261	105,320	97,124	90,712
Net investment income	2,765,320	(3,320,986)	6,269,073	2,484,432	700,585	3,696,996	3,011,138	1,211,993	1,036,070	2,603,632
Benefit payments, including refunds of member contributions	(1,795,548)	(2,063,324)	(1,862,505)	(1,845,797)	(1,481,477)	(1,466,384)	(1,727,246)	(1,456,540)	(1,337,591)	(1,205,714)
Administrative expenses	(87,909)	(71,868)	(65,728)	(78,280)	(73,964)	(90,802)	(65,265)	(53,575)	(58,144)	(51,602)
Net change in plan fiduciary net position	1,727,228	(4,696,905)	5,124,924	1,387,817	(92,920)	3,297,882	2,592,847	989,392	856,288	2,380,236
Plan fiduciary net position - beginning	31,678,139	36,375,044	31,250,120	29,862,303	29,955,223	26,657,341	24,064,494	23,075,102	22,218,814	19,838,578
Plan fiduciary net position - ending (b)	\$ 33,405,367	\$ 31,678,139	\$ 36,375,044	\$ 31,250,120	\$ 29,862,303	\$ 29,955,223	\$ 26,657,341	\$ 24,064,494	\$ 23,075,102	\$ 22,218,814
City's net pension liability (asset) - ending (a) - (b)	\$ (2,995,267)	\$ (1,691,795)	\$ (6,889,795)	\$ (2,551,347)	\$ (2,831,138)	\$ (4,043,575)	\$ (18,650)	\$ 1,485,119	\$ 1,935,593	\$ 1,566,859
Plan fiduciary net position as a percentage of the total pension liability	109.85%	105.64%	123.37%	108.89%	110.47%	115.61%	100.07%	94.19%	92.26%	93.41%
Covered payroll	\$ 3,085,547	\$ 2,811,690	\$ 2,904,741	\$ 2,666,145	\$ 2,574,417	\$ 2,484,983	\$ 2,472,455	\$ 2,335,381	\$ 2,158,300	\$ 1,912,968
City's net pension liability as a percentage of covered payroll	-97.07%	-60.17%	-237.19%	-95.69%	-109.97%	-162.72%	-0.75%	63.59%	89.68%	81.91%

CITY OF NEW PORT RICHEY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' RETIREMENT SYSTEM

	<u>9/30/2024</u>	<u>9/30/2023</u>	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>	<u>9/30/2017</u>	<u>9/30/2016</u>	<u>9/30/2015</u>
Reporting period ending										
Actuarially determined contribution	\$ 602,924	\$ 603,289	\$ 581,282	\$ 598,547	\$ 660,836	\$ 587,634	\$ 992,658	\$ 1,075,632	\$ 1,162,424	\$ 1,118,829
Contributions in relation to the actuarially determined contribution	646,488	644,805	576,514	595,276	654,162	594,598	1,046,237	1,262,959	1,182,194	1,118,829
Contribution deficiency (excess)	<u>\$ (43,564)</u>	<u>\$ (41,516)</u>	<u>\$ 4,768</u>	<u>\$ 3,271</u>	<u>\$ 6,674</u>	<u>\$ (6,964)</u>	<u>\$ (53,579)</u>	<u>\$ (187,327)</u>	<u>\$ (19,770)</u>	<u>\$ -</u>
Covered payroll	\$ 3,343,996	\$ 3,085,547	\$ 2,811,690	\$ 2,904,741	\$ 2,666,145	\$ 2,574,417	\$ 2,484,983	\$ 2,472,455	\$ 2,335,381	\$ 2,158,300
Contributions as a percentage of covered payroll	19.33%	20.90%	20.50%	20.49%	24.54%	23.10%	42.10%	51.08%	50.62%	51.84%

Notes to the Schedule:

Valuation date: October 1, 2022
Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Funding method: Entry age normal.
Amortization method: Level percentage of payroll, closed.
Amortization period: 30 years.
Asset valuation method: 5-year smoothed.
Inflation: 2.50%
Salary increases: 3.5% - 7.0%
Investment rate of return: 7.25%
Retirement age: See table below. 75% of disability retirements are assumed to be service related.
Retirement age: Experience-based table of rates that are specific to the type of eligibility condition.
Mortality: For healthy Police Officer participants during employment, PUB-2010 Headcount Weighted Safety Employee Female Mortality Table and Safety Below Median Employee Male Mortality Table, both set forward one year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.
For healthy Police Officer participants post employment, PUB-2010 Headcount Weighted Safety Healthy Retiree Female Mortality Table and Safety Below Median Healthy Retiree Male Mortality Table, both set forward one year, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.
For disabled participants, 80% PUB-2010 Headcount Weighted General Disabled Retiree Mortality Table/20% PUB-2010 Headcount Weighted Safety Disabled Retiree Mortality Table, separate rates for males and females, with fully generational mortality improvements projected to each future decrement date with Scale MP-2018.
Cost of living increases: None.

CITY OF NEW PORT RICHEY, FLORIDA

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION INVESTMENT RETURNS**

Reporting period ending Measurement date	<u>9/30/2024</u> <u>9/30/2023</u>	<u>9/30/2023</u> <u>9/30/2022</u>	<u>9/30/2022</u> <u>9/30/2021</u>	<u>9/30/2021</u> <u>9/30/2020</u>	<u>9/30/2020</u> <u>9/30/2019</u>	<u>9/30/2019</u> <u>9/30/2018</u>	<u>9/30/2018</u> <u>9/30/2017</u>	<u>9/30/2017</u> <u>9/30/2016</u>	<u>9/30/2016</u> <u>9/30/2015</u>	<u>9/30/2015</u> <u>9/30/2014</u>
Police Officers' Retirement System: Annual money-weighted rate of return, net of investment expenses	8.62%	-9.55%	20.49%	8.31%	1.99%	13.53%	12.46%	6.31%	4.06%	14.00%
Firefighters' Retirement System: Annual money-weighted rate of return, net of investment expenses	15.15%	-17.85%	20.54%	11.49%	2.83%	11.09%	12.26%	8.47%	-2.85%	N/A

CITY OF NEW PORT RICHEY, FLORIDA

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

Reporting period ending Measurement date	9/30/2024 9/30/2023	9/30/2023 9/30/2022	9/30/2022 9/30/2021	9/30/2021 9/30/2020	9/30/2020 9/30/2019	9/30/2019 9/30/2018	9/30/2018 9/30/2017
Service cost	\$ 185,974	\$ 451,999	\$ 407,601	\$ 442,509	\$ 307,655	\$ 330,902	\$ 355,910
Interest	98,445	117,889	112,581	132,568	132,697	141,017	122,954
Changes of benefit terms	8,451	-	-	3,030	-	(1,677)	-
Differences between expected and actual experience	-	(1,306,982)	-	(596,947)	-	(725,358)	-
Changes of assumptions	(85,738)	(2,077,082)	241,947	(88,748)	865,929	(213,150)	(306,004)
Benefit payments	(69,666)	(61,744)	(51,192)	(74,169)	(60,824)	(84,791)	(85,427)
Net change in total OPEB liability	137,466	(2,875,920)	710,937	(181,757)	1,245,457	(553,057)	87,433
Total OPEB liability - beginning	2,085,838	4,961,758	4,250,821	4,432,578	3,187,121	3,740,178	3,652,745
Total OPEB liability - ending	<u>\$ 2,223,304</u>	<u>\$ 2,085,838</u>	<u>\$ 4,961,758</u>	<u>\$ 4,250,821</u>	<u>\$ 4,432,578</u>	<u>\$ 3,187,121</u>	<u>\$ 3,740,178</u>
Covered employee payroll	\$ 10,155,004	\$ 9,824,285	\$ 11,100,448	\$ 10,698,351	\$ 9,732,294	\$ 9,270,750	\$ 9,089,270
City's total OPEB liability as a percentage of covered employee payroll	21.89%	21.23%	44.70%	39.73%	45.55%	34.38%	41.15%

Notes to the Schedule:

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Fiscal Year Ending September 30, 2024:	4.63%
Fiscal Year Ending September 30, 2023:	4.40%
Fiscal Year Ending September 30, 2022:	2.19%
Fiscal Year Ending September 30, 2021:	2.43%
Fiscal Year Ending September 30, 2020:	2.74%

There are no assets being accumulated in a trust to pay related benefits for the OPEB plan.
The schedule will present 10 years of information once it is accumulated.

OTHER SUPPLEMENTARY INFORMATION

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CITY OF NEW PORT RICHEY, FLORIDA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024**

	<u>Special Revenue Funds</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Street Improvement Fund</u>	<u>Street Lights Fund</u>	
Assets			
Cash and cash equivalents	\$ 836,838	\$ 687,808	\$ 1,524,646
Investments	1,141,008	-	1,141,008
Accounts receivable, net	22,832	-	22,832
Due from other governments	224,882	1,719	226,601
Total assets	<u>\$ 2,225,560</u>	<u>\$ 689,527</u>	<u>\$ 2,915,087</u>
Liabilities and fund balances			
Liabilities			
Accounts payable	\$ 984,471	\$ 27,927	\$ 1,012,398
Unearned revenue	30,622	-	30,622
Total liabilities	<u>1,015,093</u>	<u>27,927</u>	<u>1,043,020</u>
Fund balances			
Restricted - other capital projects	1,210,467	661,600	1,872,067
Total fund balances	<u>1,210,467</u>	<u>661,600</u>	<u>1,872,067</u>
Total liabilities and fund balances	<u>\$ 2,225,560</u>	<u>\$ 689,527</u>	<u>\$ 2,915,087</u>

CITY OF NEW PORT RICHEY, FLORIDA

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

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Street Improvement Fund</u>	<u>Street Lights Fund</u>	<u>Nonmajor Governmental Funds</u>
Revenues			
Taxes	\$ 1,334,921	\$ 472,633	\$ 1,807,554
Investment earnings	211,421	794	212,215
Miscellaneous revenues	779,136	5,839	784,975
Total revenues	<u>2,325,478</u>	<u>479,266</u>	<u>2,804,744</u>
Expenditures			
Current			
General government	-	407,885	407,885
Public works	14,439	-	14,439
Capital outlay	2,639,368	-	2,639,368
Total expenditures	<u>2,653,807</u>	<u>407,885</u>	<u>3,061,692</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(328,329)</u>	<u>71,381</u>	<u>(256,948)</u>
Other financing sources (uses)			
Transfers in	200,000	-	200,000
Transfers out	<u>(488,110)</u>	<u>-</u>	<u>(488,110)</u>
Total other financing uses, net	<u>(288,110)</u>	<u>-</u>	<u>(288,110)</u>
Net change in fund balance	(616,439)	71,381	(545,058)
Fund balances, beginning	<u>1,826,906</u>	<u>590,219</u>	<u>2,417,125</u>
Fund balances, ending	<u>\$ 1,210,467</u>	<u>\$ 661,600</u>	<u>\$ 1,872,067</u>

CITY OF NEW PORT RICHEY, FLORIDA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
SEPTEMBER 30, 2024**

	Police Officers' Pension	Firefighters' Pension	Total
ASSETS			
Cash	\$ 85,933	\$ 67,278	\$ 153,211
Receivables and prepaid items:			
Accrued dividends and interest	59,472	24,621	84,093
Prepaid items	2,896	-	2,896
Intergovernmental	-	3,795	3,795
Total receivables	<u>62,368</u>	<u>28,416</u>	<u>90,784</u>
Investments, at fair value			
U.S. government obligations	3,980,102	-	3,980,102
U.S. government agency obligations	5,605,385	1,049,936	6,655,321
Domestic corporate bonds and stocks	26,180,382	1,889,123	28,069,505
Real estate investment trust	3,499,929	-	3,499,929
Temporary investment trust	391,388	229,045	620,433
Pooled equity and fixed income funds	-	13,537,073	13,537,073
Total investments	<u>39,657,186</u>	<u>16,705,177</u>	<u>56,362,363</u>
Total assets	<u>\$ 39,805,487</u>	<u>\$ 16,800,871</u>	<u>\$ 56,606,358</u>
LIABILITIES			
Accounts payable	\$ 35,088	\$ 63,822	\$ 98,910
Total liabilities	<u>35,088</u>	<u>63,822</u>	<u>98,910</u>
NET POSITION			
Restricted for pension benefits	<u>39,770,399</u>	<u>16,737,049</u>	<u>56,507,448</u>
Total liabilities and net position	<u>\$ 39,805,487</u>	<u>\$ 16,800,871</u>	<u>\$ 56,606,358</u>

CITY OF NEW PORT RICHEY, FLORIDA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Police Officers' Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions:			
Employer	\$ 385,837	\$ 320,508	\$ 706,345
Employees	217,360	120,462	337,822
State	260,651	163,968	424,619
Total contributions	<u>863,848</u>	<u>604,938</u>	<u>1,468,786</u>
Investment income			
Net appreciation in fair value of investments	6,815,254	3,419,747	10,235,001
Interest and dividends	704,315	324,428	1,028,743
Other	1,362	-	1,362
	<u>7,520,931</u>	<u>3,744,175</u>	<u>11,265,106</u>
Less investment expense	<u>(141,727)</u>	<u>(50,846)</u>	<u>(192,573)</u>
Net investment income	<u>7,379,204</u>	<u>3,693,329</u>	<u>11,072,533</u>
Total additions	<u>8,243,052</u>	<u>4,298,267</u>	<u>12,541,319</u>
DEDUCTIONS			
Benefits	1,753,258	913,596	2,666,854
Refunds of contributions	53,206	38,521	91,727
Administrative expenses	71,556	86,814	158,370
Total deductions	<u>1,878,020</u>	<u>1,038,931</u>	<u>2,916,951</u>
Net change in plan net position	6,365,032	3,259,336	9,624,368
Plan net position, restricted for pension benefits:			
Beginning of year	33,405,367	13,477,713	46,883,080
End of year	<u>\$ 39,770,399</u>	<u>\$ 16,737,049</u>	<u>\$ 56,507,448</u>

CITY OF NEW PORT RICHEY, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – STREET IMPROVEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 1,353,100	\$ 1,353,100	\$ 1,334,921	\$ (18,179)
Intergovernmental revenues	1,200,000	1,200,000	-	(1,200,000)
Investment earnings	15,000	15,000	211,421	196,421
Miscellaneous revenues	2,815,470	2,815,470	779,136	(2,036,334)
Total revenues	<u>5,383,570</u>	<u>5,383,570</u>	<u>2,325,478</u>	<u>(3,058,092)</u>
Expenditures				
Current				
Public works	16,700	16,700	14,439	2,261
Capital outlay	5,078,760	5,078,760	2,639,368	2,439,392
Total expenditures	<u>5,095,460</u>	<u>5,095,460</u>	<u>2,653,807</u>	<u>2,441,653</u>
Excess (deficiency) of revenues over (under) expenditures	<u>288,110</u>	<u>288,110</u>	<u>(328,329)</u>	<u>(616,439)</u>
Other financing sources (uses)				
Transfers in	200,000	200,000	200,000	-
Transfers out	(488,110)	(488,110)	(488,110)	-
Total other financing uses, net	<u>(288,110)</u>	<u>(288,110)</u>	<u>(288,110)</u>	<u>-</u>
Change in fund balance	-	-	(616,439)	(616,439)
Fund balance, beginning of year	<u>1,826,906</u>	<u>1,826,906</u>	<u>1,826,906</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,826,906</u>	<u>\$ 1,826,906</u>	<u>\$ 1,210,467</u>	<u>\$ (616,439)</u>

CITY OF NEW PORT RICHEY, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - STREET LIGHTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 484,480	\$ 484,480	\$ 472,633	\$ (11,847)
Investment earnings	-	-	794	794
Miscellaneous revenues	-	-	5,839	5,839
Total revenues	<u>484,480</u>	<u>484,480</u>	<u>479,266</u>	<u>(5,214)</u>
Expenditures				
Current				
General government	485,480	485,480	407,885	77,595
Total expenditures	<u>485,480</u>	<u>485,480</u>	<u>407,885</u>	<u>77,595</u>
Change in fund balance	(1,000)	(1,000)	71,381	72,381
Fund balance, beginning of year	<u>590,219</u>	<u>590,219</u>	<u>590,219</u>	<u>-</u>
Fund balance, end of year	<u>\$ 589,219</u>	<u>\$ 589,219</u>	<u>\$ 661,600</u>	<u>\$ 72,381</u>

CITY OF NEW PORT RICHEY, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Investment earnings	\$ -	\$ -	\$ 8,612	\$ 8,612
Total revenues	<u>-</u>	<u>-</u>	<u>8,612</u>	<u>8,612</u>
Expenditures				
Debt service				
Principal retirement	3,410,750	3,410,750	1,859,857	1,550,893
Interest	453,570	453,570	300,639	152,931
Total expenditures	<u>3,864,320</u>	<u>3,864,320</u>	<u>2,160,496</u>	<u>1,703,824</u>
Deficiency of revenues under expenditures	<u>(3,864,320)</u>	<u>(3,864,320)</u>	<u>(2,151,884)</u>	<u>1,712,436</u>
Other financing sources				
Transfers in	3,864,320	3,864,320	3,864,320	-
Total other financing sources	<u>3,864,320</u>	<u>3,864,320</u>	<u>3,864,320</u>	<u>-</u>
Change in fund balance	-	-	1,712,436	1,712,436
Fund balance, beginning of year	<u>425,487</u>	<u>425,487</u>	<u>425,487</u>	<u>-</u>
Fund balance, end of year	<u>\$ 425,487</u>	<u>\$ 425,487</u>	<u>\$ 2,137,923</u>	<u>\$ 1,712,436</u>

CITY OF NEW PORT RICHEY, FLORIDA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 4,161,190	\$ 4,834,055	\$ 4,070,418	\$ (763,637)
Intergovernmental revenues	1,190,500	1,190,500	200,000	(990,500)
Investment earnings	12,500	12,500	415,768	403,268
Total revenues	<u>5,364,190</u>	<u>6,037,055</u>	<u>4,686,186</u>	<u>(1,350,869)</u>
Expenditures				
Capital outlay	8,900,000	8,900,000	4,620,731	4,279,269
Total expenditures	<u>8,900,000</u>	<u>8,900,000</u>	<u>4,620,731</u>	<u>4,279,269</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,535,810)</u>	<u>(2,862,945)</u>	<u>65,455</u>	<u>2,928,400</u>
Other financing uses				
Transfers out	(2,088,310)	(2,761,175)	(2,088,310)	672,865
Total other financing uses	<u>(2,088,310)</u>	<u>(2,761,175)</u>	<u>(2,088,310)</u>	<u>672,865</u>
Change in fund balance	(5,624,120)	(5,624,120)	(2,022,855)	3,601,265
Fund balance, beginning of year	<u>7,228,456</u>	<u>7,228,456</u>	<u>7,228,456</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,604,336</u>	<u>\$ 1,604,336</u>	<u>\$ 5,205,601</u>	<u>\$ 3,601,265</u>

Statistical Section

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends and the fiscal capacity of the government.

The Constitution of the State of Florida, Florida Statute 200.181 and the Charter of the City of New Port Richey, Florida set no legal debt margin.

The City has had no general bonded debt outstanding since 1978.

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STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	95-99
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	100-105
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	106-108
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	109 and 110
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	111-113
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's financial reports for the relevant year.

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Schedules of Financial Trends Information

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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City of New Port Richey, Florida
Schedule 1
Net Position by Component
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities:										
Net investment in capital assets	\$ 21,994,422	\$ 26,028,231	\$ 25,979,394	\$ 28,997,102	\$ 32,085,630	\$ 35,271,230	\$ 36,223,946	\$ 38,374,253	\$ 40,869,299	\$ 49,608,489
Restricted	8,704,016	6,162,908	5,953,485	4,734,833	4,405,687	7,457,752	8,384,628	9,870,382	10,297,457	9,397,647
Unrestricted	1,505,257	1,333,624	1,481,334	935,224	5,370,744	(593,303)	(494,031)	133,763	3,683,871	5,135,846
Total governmental activities net position	<u>\$ 32,203,695</u>	<u>\$ 33,524,763</u>	<u>\$ 33,414,213</u>	<u>\$ 34,667,159</u>	<u>\$ 41,862,061</u>	<u>\$ 42,135,679</u>	<u>\$ 44,114,543</u>	<u>\$ 48,378,398</u>	<u>\$ 54,850,627</u>	<u>\$ 64,141,982</u>
Business-type activities:										
Net investment in capital assets	\$ 43,049,853	\$ 43,046,655	\$ 42,717,025	\$ 42,368,692	\$ 34,752,277	\$ 36,871,188	\$ 39,793,708	\$ 41,222,953	\$ 41,508,660	\$ 42,470,513
Restricted	3,151,358	3,478,157	3,429,235	3,429,235	3,633,277	3,782,578	4,051,638	4,273,412	4,356,034	4,356,034
Unrestricted	10,009,905	9,702,040	9,018,154	10,193,453	19,203,761	17,800,069	15,701,735	16,236,816	15,332,992	14,779,965
Total business-type activities net position	<u>\$ 56,211,116</u>	<u>\$ 56,226,852</u>	<u>\$ 55,164,414</u>	<u>\$ 55,991,380</u>	<u>\$ 57,589,315</u>	<u>\$ 58,453,835</u>	<u>\$ 59,547,081</u>	<u>\$ 61,733,181</u>	<u>\$ 61,197,686</u>	<u>\$ 61,606,512</u>
Primary Government:										
Net investment in capital assets	\$ 65,044,275	\$ 69,074,886	\$ 68,696,419	\$ 71,365,794	\$ 66,837,907	\$ 72,142,418	\$ 76,017,654	\$ 79,597,206	\$ 82,377,959	\$ 92,079,002
Restricted	11,855,374	9,641,065	9,382,720	8,164,068	8,038,964	11,240,330	12,436,266	14,143,794	14,653,491	13,753,681
Unrestricted	11,515,162	11,035,664	10,499,488	11,128,677	24,574,505	17,206,766	15,207,704	16,370,579	19,016,863	19,915,811
Total primary government activities net position	<u>\$ 88,414,811</u>	<u>\$ 89,751,615</u>	<u>\$ 88,578,627</u>	<u>\$ 90,658,539</u>	<u>\$ 99,451,376</u>	<u>\$ 100,589,514</u>	<u>\$ 103,661,624</u>	<u>\$ 110,111,579</u>	<u>\$ 116,048,313</u>	<u>\$ 125,748,494</u>

City of New Port Richey, Florida
Schedule 2
Changes in Net Assets - "As Restated"
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities:										
General government	\$ 3,948,776	\$ 4,847,183	\$ 5,255,579	\$ 5,122,749	\$ 5,451,679	\$ 6,758,673	\$ 9,273,286	\$ 8,408,256	\$ 8,201,610	\$ 9,789,891
Public safety	7,501,095	11,181,310	9,867,703	10,713,611	6,542,323	12,124,276	10,960,956	10,499,272	13,007,325	13,822,684
Public works	2,525,824	2,765,677	2,959,339	3,004,870	3,021,911	3,431,918	2,662,128	3,507,123	4,079,086	4,044,892
Culture and recreation	3,472,055	3,227,168	3,422,156	3,524,029	3,603,000	3,683,758	3,280,604	3,578,289	4,003,415	4,757,158
Interest and fiscal charges on long-term debt	416,559	393,825	282,297	260,118	244,708	231,636	441,839	772,643	934,324	692,789
Total governmental activities expenses	<u>17,864,309</u>	<u>22,415,163</u>	<u>21,787,074</u>	<u>22,625,377</u>	<u>18,863,621</u>	<u>26,230,261</u>	<u>26,618,813</u>	<u>26,765,583</u>	<u>30,225,760</u>	<u>33,107,414</u>
Business-type activities:										
Water and sewer	9,798,540	8,907,807	8,459,773	8,336,216	9,422,740	10,108,675	9,695,452	9,844,979	11,363,033	12,002,382
Stormwater utility	653,911	856,625	675,874	838,209	519,701	725,089	704,608	802,925	897,073	953,160
Solid waste	-	-	-	-	-	-	-	-	-	666,327
Total business-type activities expenses	<u>10,452,451</u>	<u>9,764,432</u>	<u>9,135,647</u>	<u>9,174,425</u>	<u>9,942,441</u>	<u>10,833,764</u>	<u>10,400,060</u>	<u>10,647,904</u>	<u>12,260,106</u>	<u>13,621,869</u>
Total primary government expenses	<u>\$ 28,316,760</u>	<u>\$ 32,179,595</u>	<u>\$ 30,922,721</u>	<u>\$ 31,799,802</u>	<u>\$ 28,806,062</u>	<u>\$ 37,064,025</u>	<u>\$ 37,018,873</u>	<u>\$ 37,413,487</u>	<u>\$ 42,485,866</u>	<u>\$ 46,729,283</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 2,055,286	\$ 4,147,705	\$ 2,509,117	\$ 3,033,865	\$ 2,951,834	\$ 2,736,427	\$ 768,570	\$ 1,069,715	\$ 1,197,117	\$ 1,170,580
Public safety	360,868	163,610	213,985	305,586	289,751	196,488	2,530,462	2,139,612	2,482,453	2,745,350
Public works	394,107	408,267	38,559	42,826	43,569	37,351	35,082	37,626	37,618	37,568
Culture and recreation	474,779	537,423	518,803	573,822	679,942	319,162	511,880	687,755	846,031	809,566
Operating grants and contributions	371,365	619,432	935,042	1,015,975	721,346	565,917	287,221	200,316	867,933	4,717,092
Capital grants and contributions	331,170	8,953	140,457	189,541	393,313	12,189	10,013	504,408	782,947	222,364
Total governmental activities program revenues	<u>3,987,575</u>	<u>5,885,390</u>	<u>4,355,963</u>	<u>5,161,615</u>	<u>5,079,755</u>	<u>3,867,534</u>	<u>4,143,228</u>	<u>4,639,432</u>	<u>6,214,099</u>	<u>9,702,520</u>
Business-type activities:										
Charges for services:										
Water and sewer	10,343,289	12,617,220	12,643,966	13,436,183	14,157,097	14,478,666	14,771,157	15,231,160	14,871,770	16,005,019
Stormwater utility	951,875	967,878	1,005,880	1,058,148	1,092,225	1,043,931	1,049,197	1,107,115	1,077,313	1,072,101
Solid waste	-	-	-	-	-	-	-	-	-	842,174
Operating grants and contributions	-	-	-	-	15,522,597	-	-	-	-	-
Capital grants and contributions	-	-	55,337	-	30,000	-	-	-	160,617	-
Total business-type activities program revenues	<u>11,295,164</u>	<u>13,585,098</u>	<u>13,705,183</u>	<u>14,494,331</u>	<u>30,801,919</u>	<u>15,522,597</u>	<u>15,820,354</u>	<u>16,338,275</u>	<u>16,109,700</u>	<u>17,919,294</u>
Total primary government program revenues	<u>\$ 15,282,739</u>	<u>\$ 19,470,488</u>	<u>\$ 18,061,146</u>	<u>\$ 19,655,946</u>	<u>\$ 35,881,674</u>	<u>\$ 19,390,131</u>	<u>\$ 19,963,582</u>	<u>\$ 20,977,707</u>	<u>\$ 22,323,799</u>	<u>\$ 27,621,814</u>
Net (Expense)/Revenue										
Governmental activities net expense	\$ (13,876,734)	\$ (16,529,773)	\$ (17,431,111)	\$ (17,463,762)	\$ (13,783,866)	\$ (22,362,727)	\$ (22,475,585)	\$ (22,126,151)	\$ (24,011,661)	\$ (23,404,894)
Business-type activities net expense	842,713	3,820,666	4,569,536	5,319,906	20,859,478	4,688,833	5,420,294	5,690,371	3,849,594	4,297,425
Total primary government net expense	<u>\$ (13,034,021)</u>	<u>\$ (12,709,107)</u>	<u>\$ (12,861,575)</u>	<u>\$ (12,143,856)</u>	<u>\$ 7,075,612</u>	<u>\$ (17,673,894)</u>	<u>\$ (17,055,291)</u>	<u>\$ (16,435,780)</u>	<u>\$ (20,162,067)</u>	<u>\$ (19,107,469)</u>

City of New Port Richey, Florida
Schedule 2
Changes in Net Assets - "As Restated"
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Ad valorem	\$ 5,067,125	\$ 5,133,835	\$ 5,242,171	\$ 5,514,362	\$ 6,089,939	\$ 6,769,853	\$ 7,442,254	\$ 7,999,485	\$ 9,734,691	\$ 11,254,428
Franchise taxes	1,247,460	1,174,076	1,242,978	1,301,335	1,437,438	1,481,158	1,536,140	1,548,701	1,774,263	1,613,527
Utility taxes	1,352,119	1,375,391	1,388,523	1,455,309	1,546,129	1,638,684	1,732,353	1,816,916	1,992,700	1,996,168
Communication services tax	656,780	651,949	655,342	674,449	647,355	716,503	836,489	861,394	1,038,494	1,194,119
Half-cent sales tax	882,574	954,797	991,044	1,050,889	1,085,454	1,089,177	1,302,161	1,468,905	1,457,377	1,457,377
Local option gas tax	654,244	742,954	773,264	811,384	833,547	1,044,516	1,235,494	1,285,109	1,324,123	1,334,921
Infrastructure tax	2,036,452	2,248,051	2,713,655	2,904,945	3,103,243	3,181,780	3,669,723	4,219,720	4,421,283	4,543,051
State excise taxes - public safety	300,040	321,892	343,262	352,072	329,121	344,600	332,171	350,998	397,898	397,898
Other taxes	-	-	-	-	-	-	-	-	-	-
State revenue sharing	818,358	783,876	803,173	799,436	823,034	807,168	871,739	1,079,059	1,105,683	1,062,544
Investment income (loss)	64,671	66,403	(732,379)	(339,826)	14,577	135,869	14,977	454,893	1,111,018	1,645,658
Miscellaneous	213,901	134,233	158,389	736,011	822,001	1,113,457	865,508	913,166	1,013,680	1,378,918
Total governmental activities	<u>13,293,724</u>	<u>13,587,457</u>	<u>13,579,422</u>	<u>15,260,366</u>	<u>16,731,838</u>	<u>18,322,765</u>	<u>19,839,009</u>	<u>21,998,346</u>	<u>25,371,210</u>	<u>27,878,609</u>
Business-type activities:										
Investment income	437,135	433,761	409,836	421,809	488,250	489,088	288,392	297,344	688,595	929,041
Gain on sale of capital assets	-	-	-	-	-	-	-	-	38,996	-
Miscellaneous	114,515	24,693	124,065	17,357	19,734	179	-	-	-	-
Total business-type activities	<u>551,650</u>	<u>458,454</u>	<u>533,901</u>	<u>439,166</u>	<u>507,984</u>	<u>489,267</u>	<u>288,392</u>	<u>297,344</u>	<u>727,591</u>	<u>929,041</u>
Special Item:										
Loss from sale of property held for resale	-	-	-	-	-	-	-	-	-	-
Total primary government	<u>\$ 13,845,374</u>	<u>\$ 14,045,911</u>	<u>\$ 14,113,323</u>	<u>\$ 15,699,532</u>	<u>\$ 17,239,822</u>	<u>\$ 18,812,032</u>	<u>\$ 20,127,401</u>	<u>\$ 22,295,690</u>	<u>\$ 26,098,801</u>	<u>\$ 28,807,650</u>
Change in Net Position (Excluding Transfers)										
Governmental activities	\$ (583,010)	\$ (2,942,316)	\$ (3,851,689)	\$ (2,203,396)	\$ 2,947,972	\$ (4,039,962)	\$ (2,636,576)	\$ (127,805)	\$ 1,359,549	\$ 4,473,715
Business-type activities	1,394,363	4,279,120	5,103,437	5,759,072	21,367,462	5,178,100	5,708,686	5,987,715	4,577,185	5,226,466
Total primary government	<u>\$ 811,353</u>	<u>\$ 1,336,804</u>	<u>\$ 1,251,748</u>	<u>\$ 3,555,676</u>	<u>\$ 24,315,434</u>	<u>\$ 1,138,138</u>	<u>\$ 3,072,110</u>	<u>\$ 5,859,910</u>	<u>\$ 5,936,734</u>	<u>\$ 9,700,181</u>

City of New Port Richey, Florida
Schedule 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Nonspendable	\$ 9,097,360	\$ 8,904,744	\$ 8,896,577	\$ 8,930,785	\$ 8,914,550	\$ 8,928,665	\$ 8,394,246	\$ 7,893,411	\$ 6,104,951	\$ 5,939,308
Restricted	102,155	101,335	76,138	34,782	66,760	150,606	172,245	120,060	206,389	182,056
Committed	2,655,554	3,025,008	3,267,511	2,885,848	2,319,371	1,968,881	1,955,293	2,071,501	1,889,082	2,859,214
Assigned	111,242	28,642	31,605	70,068	72,131	72,068	72,068	72,068	74,068	74,068
Unassigned	519,195	62,770	630,060	272,055	282,561	187,185	406,086	824,956	1,714,705	3,831,509
Total General Fund	<u>\$ 12,485,506</u>	<u>\$ 12,122,499</u>	<u>\$ 12,901,891</u>	<u>\$ 12,193,538</u>	<u>\$ 11,655,373</u>	<u>\$ 11,307,405</u>	<u>\$ 10,999,938</u>	<u>\$ 10,981,996</u>	<u>\$ 9,989,195</u>	<u>\$ 12,886,155</u>
All Other Governmental Funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 8,936,230	\$ 1,832,565	\$ 1,315,000	\$ 1,213,516	\$ 4,652,900	\$ 3,445,349
Restricted	8,677,376	6,097,506	5,921,141	4,741,199	4,377,366	5,036,578	8,212,383	9,750,322	10,071,068	9,215,591
Unassigned (deficit)	(4,990,418)	(4,988,425)	(5,760,694)	(5,015,890)	(6,849,712)	(6,070,430)	(7,412,465)	(7,564,487)	(5,309,900)	(4,298,861)
Total all other governmental funds	<u>\$ 3,686,958</u>	<u>\$ 1,109,081</u>	<u>\$ 160,447</u>	<u>\$ (274,691)</u>	<u>\$ 6,463,884</u>	<u>\$ 798,713</u>	<u>\$ 2,114,918</u>	<u>\$ 3,399,351</u>	<u>\$ 9,414,068</u>	<u>\$ 8,362,079</u>

City of New Port Richey, Florida
Schedule 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 11,353,527	\$ 11,673,019	\$ 11,982,392	\$ 12,626,315	\$ 13,664,738	\$ 14,840,935	\$ 16,452,453	\$ 17,731,325	\$ 20,285,554	\$ 21,936,214
Licenses and permits	322,553	404,488	390,984	451,759	429,997	554,555	682,008	911,557	1,053,559	1,023,473
Intergovernmental revenue	2,635,950	3,594,353	3,197,521	3,393,372	3,333,955	2,806,862	2,803,305	3,603,686	4,611,838	7,857,275
Charges for services	640,005	743,141	840,199	988,105	1,080,354	637,659	842,186	1,022,534	1,153,641	1,183,428
Fines and forfeitures	1,705,093	2,777,550	2,049,281	2,516,235	2,454,745	2,097,214	2,321,800	2,000,617	2,356,019	2,556,163
Investment income (loss)	-	-	(750,039)	(360,956)	(6,037)	148,233	14,966	455,602	1,107,072	1,638,994
Miscellaneous revenue	348,173	209,204	225,048	807,151	853,839	1,104,841	865,508	913,166	1,013,680	1,378,918
Total revenues	<u>17,005,301</u>	<u>19,401,755</u>	<u>17,935,386</u>	<u>20,421,981</u>	<u>21,811,591</u>	<u>22,190,299</u>	<u>23,982,226</u>	<u>26,638,487</u>	<u>31,581,363</u>	<u>37,574,465</u>
Expenditures										
General government	3,174,239	4,463,664	4,555,614	4,682,137	5,003,396	5,912,880	8,202,491	7,035,559	6,805,466	9,023,078
Public safety	9,683,755	11,319,074	10,169,514	10,570,319	10,470,824	10,362,701	10,651,639	11,050,046	11,682,200	12,576,471
Public works	1,738,639	1,852,146	2,097,798	2,223,566	2,187,827	2,375,204	2,457,060	2,460,525	2,688,855	2,984,083
Culture and recreation	2,446,502	1,999,993	2,179,970	2,211,104	2,285,871	2,099,660	2,183,468	2,377,639	2,644,235	3,292,251
Capital outlay	4,597,311	6,590,420	4,093,734	5,619,468	5,614,638	5,176,853	14,493,132	4,163,413	7,359,623	10,444,074
Debt service:										
Principal retirement	873,000	11,295,000	609,000	625,000	640,000	657,000	1,859,198	2,100,035	3,585,362	2,491,981
Interest and fiscal charges	489,100	422,968	284,875	262,764	247,417	230,858	441,839	770,252	933,330	691,353
Total expenditures	<u>23,002,546</u>	<u>37,943,265</u>	<u>23,990,505</u>	<u>26,194,358</u>	<u>26,449,973</u>	<u>26,815,156</u>	<u>40,288,827</u>	<u>29,957,469</u>	<u>35,699,071</u>	<u>41,503,291</u>
Excess of revenues over (under) expenditures	(5,997,245)	(18,541,510)	(6,055,119)	(5,772,377)	(4,638,382)	(4,624,857)	(16,306,601)	(3,318,982)	(4,117,708)	(3,928,826)
Other Financing Sources (Uses)										
Proceeds from borrowing	-	-	-	-	-	890,000	12,691,145	193,813	4,046,944	936,157
Proceeds from sale of capital assets	16,215	72,241	-	-	-	-	8,754	-	-	-
Gain (loss) from sale of properties held for resale	-	-	-	-	-	-	-	-	-	-
Redemption of refunded debt	-	11,265,000	-	43,826	-	-	-	-	-	-
Transfers in	7,369,842	31,082,146	9,556,455	9,566,204	8,902,878	10,682,890	22,497,943	10,846,097	17,545,047	16,083,668
Transfers out	(3,195,862)	(26,818,762)	(4,320,335)	(4,868,504)	(4,655,948)	(6,369,310)	(17,882,503)	(6,454,437)	(12,432,367)	(11,266,028)
Total other financing sources (uses)	<u>4,190,195</u>	<u>15,600,625</u>	<u>5,236,120</u>	<u>4,741,526</u>	<u>4,246,930</u>	<u>5,203,580</u>	<u>17,315,339</u>	<u>4,585,473</u>	<u>9,159,624</u>	<u>5,753,797</u>
Net change in fund balances	(1,807,050)	(2,940,885)	(818,999)	(1,030,851)	(391,452)	578,723	1,008,738	1,266,491	5,041,916	1,824,971
Fund balances - beginning of year	17,428,457	16,172,465	13,231,578	13,062,338	11,918,847	11,527,395	12,106,118	13,114,856	14,381,347	19,423,263
Prior period adjustment	551,058	-	649,759	(112,640)	-	-	-	-	-	-
Fund balances - end of year	<u>\$ 16,172,465</u>	<u>\$ 13,231,580</u>	<u>\$ 13,062,338</u>	<u>\$ 11,918,847</u>	<u>\$ 11,527,395</u>	<u>\$ 12,106,118</u>	<u>\$ 13,114,856</u>	<u>\$ 14,381,347</u>	<u>\$ 19,423,263</u>	<u>\$ 21,248,234</u>
Debt service as a percentage of noncapital expenditures	7.4%	37.4%	4.5%	4.3%	4.3%	4.1%	9.0%	10.4%	15.4%	9.9%

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Schedules of Revenue Capacity Information

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

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City of New Port Richey, Florida
Schedule 5
Tax Revenues by Source, General Fund
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Ad Valorem	Franchise Fees	Communications Service Tax	Total
2024	\$ 7,685,047	\$ 1,454,549	\$ 1,194,119	\$ 10,333,715
2023	6,803,297	1,532,117	1,038,494	9,373,908
2022	5,959,233	1,548,701	861,394	8,369,328
2021	5,653,597	1,536,140	836,490	8,026,227
2020	5,292,534	1,481,158	716,503	7,490,195
2019	4,956,886	1,437,438	547,355	6,941,679
2018	4,673,607	1,301,335	674,449	6,649,391
2017	4,561,087	1,242,978	655,342	6,459,407
2016	4,476,414	1,174,076	651,949	6,302,439
2015	4,510,864	1,247,460	656,780	6,415,104

City of New Port Richey, Florida
Schedule 6
Ratio of Unassigned Fund Balance to General Fund Budget
Ten Fiscal Years

Fiscal Year	General Fund Original Budget	Unassigned Fund Balance at Beginning of Year	
		Amount	% of Budget
2024	\$ 31,726,410	\$ 1,714,705	5%
2023	28,644,377	824,956	3%
2022	25,732,690	406,086	2%
2021	24,203,600	187,185	1%
2020	23,047,430	282,561	1%
2019	22,350,160	282,667	1%
2018	20,159,730	630,060	3%
2017	19,628,645	62,770	0%
2016	30,206,880	519,195	2%
2015	20,229,720	1,811,805	9%

City of New Port Richey, Florida
Schedule 7
Assessed Value and Just Value of Taxable Property
Recertified Tax Roll
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Just Value Residential Property	Just Value Commercial Property	Just Value Governmental Property	Just Value Institutional Property	Just Value Real Property	Just Value Tangible Personal Property	Just Value	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2024	\$ 1,441,393,110	\$305,530,652	\$100,046,397	\$ 98,523,183	\$1,945,493,342	\$ 85,343,519	\$2,030,836,861	\$348,703,195	\$ 1,682,133,666	8.3000
2023	1,140,861,283	457,566,359	72,564,279	94,057,843	1,765,049,764	81,120,428	1,846,170,192	338,600,227	1,507,569,965	8.4500
2022	758,357,276	395,321,436	101,105,114	46,344,550	1,301,128,376	80,056,642	1,381,185,018	531,234,866	849,950,152	8.5000
2021	631,718,502	380,648,960	122,994,500	45,372,902	1,180,734,864	82,631,693	1,263,366,557	306,433,319	956,933,238	8.7500
2020	527,551,349	331,863,218	106,329,331	44,251,469	1,009,995,367	78,339,122	1,088,334,489	272,139,885	816,194,604	8.7500
2019	506,297,081	204,833,586	107,964,299	44,352,309	863,447,275	80,691,958	944,139,233	324,485,156	619,654,077	8.9000
2018	421,286,674	168,846,082	100,473,652	45,895,216	736,501,624	81,277,563	817,779,187	280,151,518	537,627,669	8.9950
2017	397,134,374	167,945,635	98,748,596	44,526,874	708,355,479	83,348,562	791,704,041	277,412,531	514,291,510	9.1500
2016	392,819,017	167,477,041	98,677,708	43,629,871	702,603,637	83,208,411	785,812,048	276,170,720	509,641,328	9.5000
2015	383,126,881	166,961,843	98,884,754	44,344,555	693,318,033	82,418,764	775,736,797	286,808,517	488,928,280	9.5000

Source: Pasco County Property Appraiser.

City of New Port Richey, Florida
Schedule 8
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rates per \$1,000 of assessed value)

Fiscal Year	City	Pasco County				Pasco County School Board				Southwest Florida Water Management District	Florida Coastal Rivers Basin	Pinellas Anclote River Basin	Total ⁽¹⁾
		Operating	District Bond	Mosquito Control	Total County - Operating	Operating	Capital Outlay	School Bond	Total School Board				
2024	8.3000	7.6693	0.0000	0.2242	7.8935	4.8310	1.5000	0.0000	6.3310	0.1909	0.0000	0.0000	22.7154
2023	8.4500	7.6076	0.0000	0.2545	7.8621	4.0160	1.5000	0.0000	5.5160	0.2260	0.0000	0.0000	22.0541
2022	8.5000	7.6076	0.0000	0.2545	7.8621	4.3100	1.5000	0.0000	5.8100	0.2535	0.0000	0.0000	22.4256
2021	8.7500	7.6076	0.0000	0.2545	7.8621	4.4220	1.5000	0.0000	5.9220	0.2669	0.0000	0.0000	22.8010
2020	8.7500	7.6076	0.0000	0.2646	7.8722	4.6010	1.5000	0.0000	6.1010	0.2801	0.0000	0.0000	23.0033
2019	8.9000	7.6076	0.0000	0.2034	7.8110	4.7790	1.5000	0.0000	6.2790	0.2955	0.0000	0.0000	23.2855
2018	8.9950	7.6076	0.0000	0.2154	7.8230	5.0650	1.5000	0.0000	6.5650	0.3131	0.0000	0.0000	23.6961
2017	9.1500	7.6076	0.0000	0.2254	7.8330	5.2777	1.5000	0.0000	6.7777	0.3317	0.0000	0.0000	24.0924
2016	9.5000	7.6076	0.0000	0.2336	7.8412	5.6090	1.5000	0.0000	7.1090	0.3488	0.0000	0.0000	24.7990
2015	9.5000	7.3441	0.0000	0.2400	7.5841	5.6490	1.5000	0.0000	7.1490	0.3658	0.0000	0.0000	24.5989

Notes: ⁽¹⁾ The overall total includes the Florida Coastal Rivers Basin (and excludes the Pinellas Anclote River Basin) because it is the most predominant in the City.

Source: Pasco County Property Appraiser.

**City of New Port Richey, Florida
Schedule 9
Principal Property Taxpayers
Current Year and Nine Years Ago**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Southgate Shopping Center LLC	\$ 22,520,627	1	2.23%	\$ 7,916,618	1	1.54%
Stonehaven at Main Street LP	19,754,590	2	1.96%			
Sunshine Lake Estates MHC LLC	12,715,400	3	1.26%	6,457,668	2	1.26%
Prometheus Port Richey LLP	7,017,420	4	0.70%			
Harbor View MHC LLC	6,930,450	5	0.69%	4,022,851	4	0.78%
DAS Hospitality LLC	6,667,500	6	0.66%			
KG New Port Richey RE Holdings LLC	6,048,037	7	0.60%			
New Port Richey Hotel Group LLC	4,474,515	8	0.44%			
New Port Richey Hospital Inc	4,354,688	9	0.43%	4,825,533	3	0.94%
High Point Apartments LTD	3,989,270	10	0.40%			
Orchard Ridge Nursing Center				3,846,098	5	0.75%
R-Motels, Inc.				2,931,628	6	0.57%
Florida-LTC Inc.				2,836,472	7	0.55%
New Port Richey KM LLC				2,237,192	8	0.44%
PRERM LLC				2,187,359	9	0.43%
Imperial MH Park LLC				2,099,111	10	0.41%
	<u>\$ 94,472,497</u>		<u>9.37%</u>	<u>\$ 39,360,530</u>		<u>7.67%</u>

Source: Pasco County Property Appraiser's Office.

City of New Port Richey, Florida
Schedule 10
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Subsequent Year Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2024	\$ 8,848,703	\$ 8,509,178	96.16%	\$ 9,496	\$ 8,518,674	96.27%
2023	7,172,746	6,806,448	94.89%	(3,152)	6,803,296	94.85%
2022	6,152,180	5,945,352	96.64%	13,881	5,959,233	96.86%
2021	5,795,401	5,640,949	97.33%	12,648	5,653,597	97.55%
2020	5,487,947	5,282,194	96.25%	10,340	5,292,534	96.44%
2019	5,117,928	4,939,351	96.51%	17,535	4,956,886	96.85%
2018	4,865,530	4,431,108	91.07%	242,499	4,673,607	96.06%
2017	4,732,351	4,315,635	91.19%	245,452	4,561,087	96.38%
2016	4,754,168	4,284,165	90.11%	192,249	4,476,414	94.16%
2015	4,730,784	4,486,507	94.84%	24,357	4,510,864	95.35%

Source: Pasco County Property Appraiser.

Schedules of Debt Capacity Information

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

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City of New Port Richey, Florida
Schedule 11
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities							Business-Type Activities							Total
	Redevelopmt. Refunding Rev. Note Series 2005A	Redevelopmt. Revenue Note Series 2005B	Redevelopmt. Revenue Note Series 2016	Non-Ad Valorem Revenue Bond Series 2020A	Non-Ad Valorem Revenue Bond Series 2020B	Non-Ad Valorem Revenue Bond Series 2022	Fire Truck Note	Lease Liability	Revenue Bonds Series 2007A	Refunding Revenue Bond Series 2012	Revenue Bond Series 2017A	VacCon Truck Note	Lease Liability	Revenue Bond Series 2019	
2024	\$ -	\$ -	\$ 5,625,000	\$ -	\$ 6,839,698	\$ 1,719,001	\$682,879	\$2,352,467	\$ -	\$2,086,576	\$ 412,000	\$499,825	\$563,287	\$3,964,000	\$24,744,733
2023	-	-	6,351,000	-	7,919,907	1,719,001	736,527	2,033,920	-	2,747,152	465,000	-	348,081	4,893,000	27,213,588
2022	-	-	7,059,000	631,199	8,355,207	-	-	1,489,050	-	3,390,988	517,000	-	346,676	5,798,000	27,587,120
2021	-	-	7,750,000	1,685,990	8,355,207	-	-	1,630,713	-	4,018,609	568,000	-	418,891	6,680,000	31,107,410
2020	-	-	8,423,000	-	-	-	-	890,000	-	4,630,128	617,000	-	170,453	7,540,000	22,270,581
2019	-	-	9,080,000	-	-	-	-	-	-	5,226,248	665,000	-	251,700	8,378,000	23,600,948
2018	-	-	9,720,000	-	-	-	-	-	-	5,807,261	712,000	-	330,404	-	16,569,665
2017	-	-	10,345,000	-	-	-	-	-	-	6,373,551	758,000	-	-	-	17,476,551
2016	-	-	10,954,000	-	-	-	-	-	-	6,925,490	-	-	-	-	17,879,490
2015	5,497,000	5,487,000	-	-	-	-	-	-	-	7,463,443	-	-	-	-	18,447,443

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

The City has had no general obligation bonded debt in the last ten years.

The Constitution of the State of Florida, Florida Statute 200.181 and the Charter of the City of New Port Richey, Florida set no legal debt margin.

City of New Port Richey, Florida
Schedule 12
Direct and Overlapping Governmental Activities Debt
As of September 30, 2024

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping debt:			
Pasco County School Board ⁽¹⁾	\$ 600,574,711	2.05%	\$ 12,285,305
City's direct debt			<u>24,744,733</u>
Total direct and overlapping debt			<u>\$ 37,030,038</u>

Notes: ⁽¹⁾ The City's share is calculated based on the ratio of the 2024 City Taxable Value of to the County's Taxable Value of \$51,657,103,200. \$ 1,056,693,312

Source: Pasco County School Board and Pasco County Property Appraiser.

City of New Port Richey, Florida
Schedule 13
Pledged Revenue Coverage
Last Ten Fiscal Years

Year	Public Service Tax	Revenue Note, Series 2000			Tax Increment Revenue	Redevelopment Revenue Notes			Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Water and Sewer Revenue Bonds		
		Principal	Interest	Coverage		Principal	Interest	Coverage				Principal	Interest	Coverage
2024	\$ -	\$ -	\$ -	\$ -	\$ 7,569,089	\$ 726,000	\$ 283,282	7.50	\$ -	\$ -	\$ -	\$ 1,642,576	\$ 211,226	-
2023	-	-	-	-	6,093,619	708,000	365,096	5.68	-	-	-	1,600,836	252,282	-
2022	-	-	-	-	4,281,699	691,000	371,988	0.13	-	-	-	1,560,521	301,470	-
2021	-	-	-	-	3,796,901	673,000	354,766	0.13	-	-	-	1,520,619	338,173	-
2020	-	-	-	-	3,187,389	657,000	246,888	0.13	-	-	-	1,482,120	263,865	-
2019	-	-	-	-	2,471,163	640,000	246,888	0.13	-	-	-	973,013	263,865	-
2018	-	-	-	-	1,834,839	625,000	254,826	0.13	-	-	-	612,290	184,810	-
2017	-	-	-	-	1,546,795	609,000	284,875	0.13	-	-	-	580,939	192,800	-
2016	-	-	-	-	1,468,482	11,295,000	422,968	0.13	-	-	-	537,953	194,050	-
2015	-	-	-	-	1,275,820	11,295,000	422,968	0.11	-	-	-	654,150	222,113	-

Note: The revenue bonds are secured by non ad-valorem revenues.

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Schedules of Demographic and Economic Information

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

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

Year	City		Pasco County				
	Population ⁽¹⁾	Population ⁽¹⁾	Personal Income ⁽²⁾	Per Capita Personal Income ⁽²⁾	Median Age ⁽²⁾	School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2024	17,270	633,029	\$ 35,912,515,000	\$ 56,734	45	86,349	3.3%
2023	17,213	610,743	32,023,475,000	52,601	45	85,867	3.2%
2022	17,332	592,669	29,482,838,000	50,479	44.5	81,157	2.8%
2021	16,812	561,891	23,304,817,000	42,070	44.2	77,109	5.6%
2020	16,935	553,947	21,983,432,000	40,779	44.5	76,687	10.0%
2019	16,027	539,630	20,540,387,000	39,114	43.6	74,324	3.8%
2018	15,863	525,643	19,444,411,000	38,131	44.2	73,645	4.2%
2017	15,764	512,368	18,262,733,000	36,902	44.2	72,493	6.5%
2016	15,619	497,909	17,010,349,000	35,189	44.1	69,813	5.3%
2015	15,351	485,331	16,069,820,000	33,877	N/A	68,116	6.1%

N/A - Not available

Sources:

⁽¹⁾ Bureau of Economic and Business Research

⁽²⁾ Bureau of Economic and Business Research-Florida Statistical Abstract

⁽³⁾ Florida Department of Education

⁽⁴⁾ Florida Department of Economic Opportunity

City of New Port Richey, Florida
Schedule 15
Principal Employers
Current Year and Nine Years Ago ⁽¹⁾

Employer	2024			2015		
	Employees	Rank	Percentage of Total City Employment ⁽¹⁾	Employees	Rank	Percentage of Total City Employment ⁽¹⁾
North Bay Hospital/Morton Plant	1,483	1	16.40%	700	1	10.49%
Baycare Behavioral Health, Inc.	352	2	4.01%	340	2	5.10%
Heather Hills Nursing Home	163	3	2.13%	130	8	1.95%
Publix Supermarket #1020 (Southgate)	158	4	2.05%	131	7	1.96%
Madison Pointe Rehab & Health	148	5	2.03%	186	3	2.79%
Southern Pines Nursing Home	124	6	1.97%	128	10	1.92%
Cracker Barrel	94	7	1.54%	136	6	2.04%
Keiser College	58	8	0.91%			
Ken Ganley Kia	52	9	0.87%			
Emeritus	42	10				
Applicant Insight, Inc				130	9	1.95%
Med-Fleet Systems				150	5	2.25%
Orchard Ridge Nursing Center				160	4	2.40%
	<u>2,674</u>		<u>31.91%</u>	<u>2,191</u>		<u>32.85%</u>

Note: ⁽¹⁾ Does not include government or nonprofit agencies.

Source: City of New Port Richey Billing & Collection Division.

Schedules of Operating Information

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

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

Function/Program	Full-Time Equivalent Employees as of September 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Government:										
Legislative	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Executive	1.50	1.50	1.50	1.45	1.45	1.80	1.75	3.00	2.40	2.75
Technology Solutions ⁽¹⁾	7.00	8.00	7.00	5.00	4.40	3.80	4.00	4.00	3.00	3.00
Human Resources	3.00	3.00	2.00	2.00	2.00	2.00	1.75	1.75	1.75	1.75
Financial Administration	16.00	16.70	16.70	15.40	15.10	14.00	14.00	14.00	14.60	14.60
City Clerk	0.25	0.25	0.30	0.25	0.30	0.30	0.25	1.00	1.00	1.00
Police:										
Supervision	3.00	3.00	3.00	3.00	3.00	2.00	2.00	3.00	3.80	3.80
Support Services	14.00	15.00	16.50	16.44	16.44	14.70	14.73	16.19	14.80	14.80
Community Services	5.00	7.00	8.00	8.00	8.00	8.00	9.00	9.00	11.00	11.00
Patrol	39.48	40.77	40.80	38.73	38.73	37.73	34.68	34.68	28.70	28.70
Code Enforcement	5.00	5.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00	2.00
Code Enforcement - Grant Funded	-	-	-	-	-	-	-	-	-	1.00
Red Light Camera	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.18	2.00
Fire:										
Supervision	3.00	3.00	3.70	3.73	4.23	4.23	4.00	3.70	2.73	3.00
Firefighting	23.71	23.40	23.40	22.40	22.40	24.00	24.00	24.00	24.06	23.80
Development:										
Development Department	10.73	10.46	9.50	9.19	8.23	8.50	7.73	10.00	10.00	7.00
Redevelopment:										
Economic Development	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Community Redevelopment	1.25	1.25	1.30	1.30	1.30	0.50	0.50	0.50	0.50	-
Public Works:										
Supervision	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Road and Street Facilities	9.00	9.00	9.00	9.00	9.00	8.00	8.00	8.00	8.00	7.00
Facilities Maintenance	6.72	6.72	6.70	6.46	6.46	7.46	6.88	5.50	5.50	-
Grounds Maintenance	11.00	11.00	11.00	11.00	11.00	9.46	9.44	9.44	8.00	-
Parking Garage	-	2.46	-	-	-	-	-	-	-	-
Water Production	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Water Distribution	13.00	13.00	13.00	12.00	12.00	10.00	10.00	10.00	10.00	11.00
Water Pollution Control	14.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Sewer Collection	11.00	11.00	11.00	11.00	11.00	9.00	9.00	8.00	7.00	7.00
Reclaimed Water Production	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Construction Services	4.00	5.00	4.00	4.00	4.00	3.00	4.00	4.00	4.00	4.00
Stormwater	6.00	6.00	6.00	6.00	6.00	5.72	6.00	5.00	5.00	5.00
Central Garage	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Culture and Recreation:										
Library	16.55	15.28	15.00	15.01	15.01	14.78	13.78	13.67	13.18	13.90
Recreation	18.80	18.80	17.10	17.05	18.05	17.92	16.57	14.60	11.90	12.50
Aquatics	9.26	9.26	8.80	7.50	8.00	8.00	8.00	8.25	7.31	6.40
	<u>278.25</u>	<u>284.85</u>	<u>278.30</u>	<u>268.91</u>	<u>269.10</u>	<u>257.90</u>	<u>252.06</u>	<u>253.28</u>	<u>240.41</u>	<u>224.00</u>

Source: City of New Port Richey Accounting & Budgeting Division.

⁽¹⁾ Previously part of Financial Administration.

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

Function/Program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Police:										
Calls for service	29,690	38,050	30,477	30,477	30,899	34,500	38,684	32,741	28,461	28,230
Physical arrests	813	953	956	956	841	1,601	1,517	985	953	841
Parking violations	1	-	-	-	-	-	1	7	5	6
Traffic violations	1,349	2,004	2,202	2,202	3,880	2,560	3,704	2,749	1,649	1,462
Fire:										
Emergency responses	6,095	5,908	5,746	5,746	5,072	4,836	3,333	3,856	3,923	3,977
Fires extinguished	48	56	46	46	45	48	31	29	27	33
Inspections	646	438	429	429	926	2,071	749	890	1,000	1,100
Development services:										
Building permits	1,604	1,476	1,956	1,856	1,762	1,547	1,757	1,527	1,696	1,515
Building permit amount	36,118,576	34,735,321	47,397,499	47,397,499	30,777,286	31,100,483	33,125,842	31,678,000	32,809,997	16,400,350
Public works:										
Street resurfacing (miles)	4.97	4.97	4.97	4.97	4.96	4.96	4.17	-	-	-
Recreation:										
Daily attendance	221,186	233,732	275,943	237,291	174,315	309,584	263,013	251,452	279,456	281,221
Memberships	4,957	4,673	4,828	4,246	2,567	5,353	3,121	2,341	2,275	2,269
Library:										
Attendance ⁽¹⁾	97,474	85,526	64,271	56,211	85,370	139,344	149,432	491,489	491,256	490,920
Volumes in collection ^{(1) (2)}	85,105	64,964	79,167	1,172,944	966,534	126,243	126,521	167,452	165,487	157,964
Total volumes borrowed ⁽²⁾	149,454	147,326	168,965	150,898	119,823	371,005	142,492	755,412	754,260	734,425
Water:										
New connections	38	52	50	132	165	484	354	10	10	45
Avg. daily consumption (MG)	5.60	5.56	5.54	4.24	6.42	6.24	5.91	5.62	5.27	5.15
Sewer:										
New connections	22	52	50	132	165	484	289	112	150	20
Average daily flow (MG)	4.84	5.08	5.08	4.24	6.42	6.24	5.91	5.62	5.43	5.25
Miles of new sewer lines	-	-	-	-	-	-	-	-	-	-
Reclaimed water:										
New connections	5	8	4	-	-	-	5	(6)	(12)	19
Avg. daily consumption (MG) <i>(Pasco County & City)</i>	3.70	4.84	5.08	4.15	5.03	4.7	4.62	4.46	4.97	5.05
Avg. daily consumption (MG) <i>(City only)</i>	1.07	1.42	1.52	3.23	2.38	2.31	2.38	2.19	2.21	2.25

Notes:

N/A = not available

MG = million gallons

⁽¹⁾ In 2018, a change in reporting system and method of how information is recorded resulted in a significant change in statistical information from previous years.

⁽²⁾ Beginning in 2020, the amount includes downloadable, electronic, digital, and physical collections.

Source: All data was provided by the various City of New Port Richey departments.

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

<u>Function/Program</u>	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Public works:										
Streets (miles)	80.53	80.53	80.53	80.53	80.53	80.53	80.53	80.53	80.53	80.53
Streetlights	2,784	2,782	2,779	2,779	2,779	2,776	2,762	2,726	2,726	2,726
Recreation:										
Number of parks	11.00	11.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00
Acreage	171.25	171.25	172.43	172.43	172.43	172.43	172.43	172.43	172.43	172.43
Baseball fields	-	-	-	-	-	-	-	-	-	-
Community centers	2	2	2	2	2	2	2	2	2	2
Water:										
Water mains (miles)	154.87	154.87	154.21	154.21	154.21	154.19	150.25	142.65	141.22	141.22
Fire hydrants	684	684	697	697	697	697	687	669	669	669
Storage capacity (MG)	3.6	3.6	3.6	3.6	3.6	3.6	3.6	3.6	3.5	3.5
Number of connections	17,975	17,975	17,975	17,975	17,843	17,838	17,354	16,951	16,612	16,550
Wastewater:										
Number of connections	14,888	14,888	14,888	14,888	14,756	14,753	14,269	13,791	13,750	13,600
Sanitary sewers (miles)	87.46	87.46	87.64	87.64	87.64	87.52	84.85	84.85	84.77	84.77
Forced main (miles)	29.82	29.82	29.37	29.37	29.37	29.37	29.25	29.25	29.25	29.25
Treatment capacity (MG)	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5
Reclaimed water:										
Reclaimed lines (miles)	29.00	29.00	29.00	29.00	29.00	29.00	29.00	29.00	29.00	29.00
Number of connections	496	496	496	496	496	496	496	493	503	515

Notes:

N/A = not available
MG = million gallons

Source: All data provided by various City of New Port Richey departments

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OTHER AUDITOR REPORTS

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CITY OF NEW PORT RICHEY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2024

Federal Agency, Pass-through Entity, Federal Program	AL Number	Contract Grant Number	Expenditures	Passed Through to Subrecipients
Federal Expenditures				
U.S. Department of Treasury				
Direct				
Coronavirus State and Local Fiscal Recovery Funds - COVID-19	21.027	Y5266	\$ 4,268,648	\$ -
Total Department of Treasury			<u>4,268,648</u>	<u>-</u>
U.S. Department of Homeland Security				
Passed through the Florida Department of Emergency Management Disaster Grants - Public Assistance (Hurricane Idalia)	97.036	DR-4734	116,111	-
Total Department of Homeland Security			<u>116,111</u>	<u>-</u>
U.S. Department of Justice				
Direct				
Reducing Violent Crime Through Technology	16.045	G2X22	140,573	-
Bulletproof Vest Partnership	16.607	N/A	998	-
Passed through the Florida Attorney General Victims of Crime Act Grant	16.575	N/A	31,907	-
Total Department of Justice			<u>173,478</u>	<u>-</u>
U.S. Department of Housing and Urban Development				
Passed through Pasco County Community Development Block Grants	14.218	B-15-UC-12-0009	22,364	-
Total Department of Housing and Urban Development			<u>22,364</u>	<u>-</u>
Total expenditures of Federal Awards			<u>\$ 4,580,601</u>	<u>\$ -</u>

Notes:

This schedule includes the federal grant activity of the City of New Port Richey, Florida for the fiscal year ended September 30, 2024, and is presented using modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts in, or used in the preparation of the basic financial statements.

The City chose not to use the 10% de minimis indirect cost rate for the year ended September 30, 2024.

The City did not receive non-cash federal awards during the year ended September 30, 2024.

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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,
Members of the City Commission and City Clerk
City of New Port Richey, Florida**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of New Port Richey, 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 March 3, 2026. Our report includes a reference to other auditors who audited the financial statements of the Police Officers' Retirement System, and the Firefighters' Retirement System, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Police Officers' Retirement System and the Firefighters' Retirement System were not audited in accordance with *Government Auditing Standards*.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-002 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2024-001.

City's Response to Findings

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

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.

Bradenton, Florida
March 3, 2026





Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by The Uniform Guidance

**To the Honorable Mayor,
Members of the City Commission and City Clerk
City of New Port Richey, Florida**

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of New Port Richey, 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 program for the year ended September 30, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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



Bradenton, Florida
March 3, 2026

City of New Port Richey, Florida

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED SEPTEMBER 30, 2024

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

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

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

yes no

Significant deficiencies identified not considered to be material weaknesses?

yes none reported

Noncompliance material to financial statements noted?

yes no

Federal Programs and State Financial Assistance Projects

Internal control over major federal programs:
Material weaknesses identified?

yes no

Significant deficiencies identified not considered to be material weaknesses?

yes none reported

Type of auditor's report issued on compliance for major federal programs:

Unmodified

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

yes no

Assistance Listing Number

21.027 - COVID-19

Name of Federal Program or Cluster

U.S. Department of the Treasury -
Coronavirus State and Local Fiscal Recovery Funds

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

\$750,000

Auditee qualified as low-risk auditee?

yes no

State Financial Assistance Projects

There was not an audit of major state financial assistance projects as of September 30, 2024 due to the total amount expended being less than \$750,000.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED SEPTEMBER 30, 2024

SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES

2024-001. Annual Financial Reports

Type of Finding: Instance of Noncompliance

Criteria or Specific Requirement: Section 218.32 of the Florida Statutes requires each local governmental entity that is determined to be a reporting entity, as defined by generally accepted accounting principles, and each independent special district shall submit to the State of Florida a copy of its annual financial report for the previous fiscal year in a format prescribed by the State. In addition, each local governmental entity that is required to provide for an audit must submit a copy of the audit report to the State within 45 days after the completion of the audit but no later than nine months after the end of the fiscal year.

Condition: Due to various issues within the City and the City's finance department, these financial statements were not submitted and completed within the nine month required timeframe.

Effect: The City is not in compliance with State Law.

Cause: The City did not have processes and procedures in place to ensure the timely completion of the annual audit process.

Recommendation: We recommend the City implement corrective actions to establish the proper processes and procedures to ensure the annual completion of the audit process within the state prescribed timeframe.

Views of Responsible Officials: Management concurs with the above finding and recommendation and will implement the necessary processes and procedures to ensure timely completion of the audit process in future periods.

2024-002. Required Adjusting Entries

Type of Finding: Material Weakness

Criteria: Internal controls should be in place to support effective and efficient processing of transactions to support a financial reporting framework that provides decision makers with the ability to make timely decisions. As part of the audit process, we noted the need for the City to make material adjustments within several account balances as of September 30, 2024.

Condition: Material entries were required to properly report various activity across multiple funds subsequent to the receipt of the City's original trial balance in December 2025.

Context: Per discussions with management, the City did not have adequate staffing levels reconciling activity throughout the year to correct these items on a timely basis.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES
(CONTINUED)**

2024-002. Required Adjusting Entries (Continued)

Effect: There were material entries required across the City funds to ensure the financial statements were free of material misstatement.

Recommendation: We recommend the City implement internal controls to ensure that these accounts are properly reconciled throughout the year and in a timely basis to allow for proper reporting in accordance with GAAP as well as a more timely completion of the year end audit process.

Views of Responsible Officials: Management concurs with the above finding and recommendation and will implement the necessary processes and procedures to ensure timely completion of the audit process in future periods.

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

None noted.

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

2023-001. Annual Financial Reports

Type of Finding: Instance of Noncompliance

Criteria or Specific Requirement: Section 218.32 of the Florida Statutes requires each local governmental entity that is determined to be a reporting entity, as defined by generally accepted accounting principles, and each independent special district shall submit to the State of Florida a copy of its annual financial report for the previous fiscal year in a format prescribed by the State. In addition, each local governmental entity that is required to provide for an audit must submit a copy of the audit report to the State within 45 days after the completion of the audit but no later than nine months after the end of the fiscal year.

Condition: Due to various issues within the City and the City's finance department, these financial statements were not submitted and completed within the nine month required timeframe.

Effect: The City is not in compliance with State Law.

Status: The City did not make the necessary corrections and this item is repeated as item 2024-001.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

**SECTION IV
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
(CONTINUED)**

2023-002. Required Adjusting Entries

Type of Finding: Material Weakness

Criteria: Internal controls should be in place to support effective and efficient processing of transactions to support a financial reporting framework that provides decision makers with the ability to make timely decisions. As part of the audit process, we noted the several account balances needing material adjustment as of September 30, 2024.

Condition: Material entries were required to properly report opening fund balance across multiple funds, report balances due between funds, report the proper allocation of cash between funds, report the current year amount of grant revenues and unearned grant revenues, and to report property held for resale.

Effect: There were material entries required across the City funds to ensure the financial statements were free of material misstatement.

Status: The City did not make the necessary corrections and this item is repeated as item 2024-002.

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Independent Auditor's Management Letter

**To the Honorable Mayor,
Members of the City Commission and City Clerk
City of New Port Richey, Florida**

Report on the Financial Statements

We have audited the financial statements of the City of New Port Richey, Florida (the "City"), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated March 3, 2026.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance; 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 March 3, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City discloses this information 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, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes. Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

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

Special District Component Units

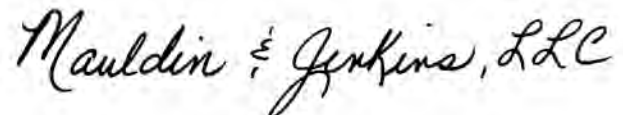
Section 10.554(1)(i)5.d, Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

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

Purpose of this Letter

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



Bradenton, Florida
March 3, 2026



Independent Accountant's Report

**To the Honorable Mayor,
Members of the City Commission and City Clerk
City of New Port Richey, Florida**

We have examined the City of New Port Richey, Florida's (the "City") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2024. Management of the City is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

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

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements during the year ended September 30, 2024.

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

Bradenton, Florida
March 3, 2026

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IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Crystal M. Dunn, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of City of New Port Richey which is a local governmental entity of the State of Florida.
2. The governing body of City of New Port Richey adopted Ordinance No. 2014-2030 implementing an impact fee or authorized City of New Port Richey to receive and expend proceeds of an impact fee implemented by City of New Port Richey.
3. City of New Port Richey has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Crystal M. Dunn

(Chief Financial Officer of Entity)

STATE OF FLORIDA

COUNTY OF Pasco

SWORN TO AND SUBSCRIBED before me this 3 day of March, 2026.



ROBERT STACY
Notary Public
State of Florida
Comm# HH735345
Expires 10/27/2029

[Signature]

NOTARY PUBLIC

Print Name Robert Stacy

Personally known X or produced identification _____

Type of identification produced: _____

My Commission Expires:

10/27/2029